

State of Alaska FY2012 Governor's Operating Budget

Department of Transportation/Public Facilities Marine Vessel Operations Component Budget Summary

Component: Marine Vessel Operations

Contribution to Department's Mission

Provide safe, reliable, and efficient transportation of people and vehicles between Alaskan communities, Canada and Bellingham, Washington.

Core Services

- Operations provide for the transport of people, goods and vehicles to and from 32 ports along 3,500 track miles from Bellingham, Washington, through Southeast Alaska, across the Gulf of Alaska to Prince William Sound and South Central Alaska, to Kodiak Island, the Alaskan Peninsula and out the Aleutian Islands to Unalaska.
- Meet U.S. Coast Guard (USCG) requirements by staffing Alaska Marine Highway System (AMHS) vessels with qualified employees.
- Provide quality service to every customer including housekeeping, food service, gift shops and bar service.
- Certify all shipboard employees under the Standards for Training, Certification, and Watch-keeping for Seafarers (STCW) program.
- Provide System-wide security per the regulations of the Federal Maritime Transportation Security Act.

Key Component Challenges

The AMHS continues to be challenged to provide specific training and certification for all vessel crews to comply with STCW requirements for ocean-going vessels and for those calling at foreign ports, such as Prince Rupert.

The AMHS also continues to be challenged by the ever increasing Maritime Transportation Security Act (MTSA) federal security regulations. As security regulations increase, the AMHS continues to adjust and is in the process of streamlining all of the System's shoreside terminal and vessel security plans.

Meeting Safety of Life at Sea (SOLAS) international requirements to operate outside the lines of demarcation and in foreign ports continues to be a challenge for the System. The System will be conducting a major vessel overhaul during the winter of 2010/2011 consisting of safety modification to the M/V Taku, so as to meet the 2010 SOLAS required standards. This overhaul is being funded with federal funds.

The system will also be conducting a major winter 2010/ 2011 overhaul of the M/V Leconte. This overhaul is being accomplished with federal funding.

The System now has the additional requirements of meeting Occupational Safety and Health Administration (OSHA) regulations and inspections at all of the State operated vessel terminals, as well as increased inspections at all AMHS terminals.

On a federal level the EPA is beginning to put into effect regulations regarding diesel engine emissions, and runoff water off the ships and terminals. Going forward these new regulations will add increases to the cost of vessel overhauls, terminal operations and potential modifications, and create very challenging operational concerns.

At the Alaska State level, Department of Environmental Conservation continues to add regulations with regard to vessel wastewater discharge, and currently the AMHS has a \$5 million dollar project underway, so as to meet those regulations.

At the Alaska State level the Department of Environmental Conservation continues to be a challenge to the system. One example is the requirement to remove underground fuel storage tanks located within our marine terminals. Another example is the reporting required regarding the monitoring of our in ground sewage systems also located within our marine terminals.

On a state level the Washington State Department of Environmental Conservation has new regulations which restrict water discharges of any type off the ships and terminals, and these regulations will also add to the cost of the AMHS

operations. At the present time these regulations go beyond regulations currently in place by the EPA and thus requires the system to provide contracted vehicle deck cleaning crews and equipment when our ships are in the Port of Bellingham in Washington State.

Shoreside support staff continues to work on the development of the new Automated Time and Labor Advanced Scheduling (ATLAS) dispatch and crew recordkeeping system. This project is proving to be more of a challenge than originally anticipated. A vessel scheduling component was also added to the ATLAS system, which proved to be a very challenging task, although it is hoped that vessel scheduling will become more efficient. Staff has also worked towards completing project requirements and closing out the federal funding component of this project.

The System continues to face shipboard crew shortages during the summer operating months which cause additional overtime situations. As operational expenses continue to rise the System continues to operate less vessel operational weeks during the winter months, which also in turn does not allow for full time employment among less senior crew members, which makes retaining those employees more difficult.

Management is continually reviewing vessel operations and demand and looking at where vessels are best used in relation to the conditions and passenger loads of the various routes. Decisions regarding the FVF Chenega's operations during the winter months in Prince William Sound have been made due to scheduling and overhaul timeframes of the M/V LeConte which will be replaced by the M/V Aurora during winter 2010/ 2011. The FVF Chenega must operate during daylight hours due to ice in the Prince William Sound area, and the additional cost of night-time deck officer high speed training is not in the budget. The daylight only operations will reduce the vessels available service time during winter, along with reducing route segment legs in Prince William Sound. The FVF Chenega has, to this point, cancelled scheduled runs due to weather, and going forward, this situation could prove very challenging during winter operations. The M/V LeConte is now operating as a day vessel due to USCG work rest rules. The System continues to be challenged with providing equal service to the Northern Panhandle routes as opposed to a 24/7 vessel operation. The System is also challenged with providing outsourced service to the Northern Panhandle ports when the day vessel which normally services those routes is in the shipyard for its yearly maintenance period. The System is also challenged to provide winter outsourced service to the smaller ports in Prince William Sound during the winter when the FVF Chenega is operating as the fast ferry cannot dock at the smaller ports. The System is challenged with locating a service provider, along with the high cost of providing the service.

The AMHS management has decided that the M/V Taku, M/V Matanuska, and M/V Kennicott will remain SOLAS classed vessels, thus requiring an investment in federal funding. Prospectively, management will continue to have a great deal of cost planning and scheduling logistics to assure that these vessels remain SOLAS compliant up to and through 2010 and beyond. In the future, the AMHS faces many decisions regarding the development of new vessels and their integration into the fleet as well as the phasing out of the System's older vessels. The System is now designing a new class of shuttle ferry and has the challenge of securing funding to construct these vessels, as it is assumed that the AMHS will be seeing less and less federal funding available. As the fleet vessels age, we are challenged with additional maintenance requirements, and possible reductions in both state and federal funding to accomplish the increasing maintenance. The combination of reduced funding and increasing maintenance demands will be some of the System's greatest challenges going into the future.

In addition to a new class of shuttle ferry, the system must look to the replacement of the M/V Tustumena. The M/V Tustumena was constructed in 1963, and has seen many years of tough duty running on our northern most routes. The design and construction of this vessel will also prove to be very challenging to the system.

Another challenge will be the need to operate the M/V Columbia more as the system introduces the new Alaska Class Ferries. As Alaska Class ferries replace existing mainliners, the M/V Columbia will need to operate more than its current four months. This will be challenging as the engines currently need replacement at an estimated cost of \$25 million dollars, and as the system operates the ship more months a year, that engine replacement will become ever more necessary.

Turnover and retirements add to the general shortage of vessel crew, and thus the System is required to use hold over and early call back overtime. Not only is this an expensive alternative, but it puts excessive pressure on crew morale and possible burnout of much needed qualified staff. The AMHS management is continuing to work on an aggressive new crew recruitment program. The AMHS is sending management personnel to the maritime academies with presentations in an attempt to attract new vessel crew members.

Management continues to work with vessel crews to encourage the acquisition of deck officer pilotage. This is, in some cases, proving to be very challenging, although the success of this project reduces system wide overtime and reduces deck officer fatigue.

Continue to work with the Department of Law in an attempt to resolve the known mechanical problems discovered with the fast ferries engines.

Significant Changes in Results to be Delivered in FY2012

The AMHS operating plan must work within its budget and be developed based on anticipated System revenues, general fund subsidies, and the AMHS fund balance. The AMHS will continue to provide year round safe, reliable and efficient transportation of people, goods and vehicles on the Alaska Marine Highway.

During FY2012, the AMHS will be providing additional service from Bellingham and for cross-Gulf sailings to Prince William Sound, requiring additional Marine Vessel Operations service for the added sailings.

Major Component Accomplishments in 2010

- Provided 411 total operating weeks of service in Southeast and Southwest Alaska including cross-Gulf of Alaska service connecting the two service areas.
- Successfully operated the Fast Vehicle Ferries (FVFs) FVF Fairweather and FVF Chenega under the International High Speed Code, kept crew certified and accomplished recertification of the FVF training program. Successful in cross training deck officers on the FVF Fairweather and FVF Chenega routes, so as to give the System greater flexibility with vessel operational crewing and reducing overtime onboard the fast ferries.
- Operated all vessels with minimal loss of service due to breakdowns.
- Met International Safety Management (ISM), Safety Management System (SMS) federal Maritime Transportation Security Act (MTSA) security guidelines, along with federal and state environmental regulations. Continued increasing System-wide ridership and vehicle transport following multiple years of declining numbers.
- Continue the process of developing a new reservation system.
- Completed the process of re-writing the AMHS Traffic Manual, which is a manual containing the detailed business rules of the System. The new manual has been renamed the Customer Service Manual.
- Continue forward with the implementation of installing satellite communication systems hardware aboard the AMHS vessels, and completed the process of purchasing the necessary broadband and service provider to operate the system. Progress continues with the implementation of the ATLAS crew dispatch and record keeping system, and the System will commence integrating a vessel scheduling component into ATLAS.
- Continue to increase both passenger and vehicle ridership. This has been accomplished via a very well run marketing strategy, targeted marketing, specials and discounts.
- Secured federal grants which has allowed the AMHS to enhance security on the vessels and in the terminals, and have also secured a federal grant to acquire a bomb detection dog and handler. Working with the Transportation Security Administration (TSA) to develop a Memorandum of Agreement, so as to allow the TSA to use their bomb detection dogs and handlers at our ferry terminals.
- Signed a lease amendment with the Port of Bellingham for the use of that terminal for an additional 11 summer sailings of the M/V Kennicott during the summer months.
- Purchased 20 acres of tidelands, and 10 acres of uplands, with large warehouse facility in Ward Cove.
- Department of Transportation and Alaska Industrial Development Authority signed a Functional Replacement Agreement, which has the potential to fund the build out of the newly purchased Ward Cove Property.

Statutory and Regulatory Authority

AS 19 Highways & Ferries
AS 44 State Government

Contact Information

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**Marine Vessel Operations
Component Financial Summary**

All dollars shown in thousands

	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	78,984.4	86,255.0	86,587.6
72000 Travel	1,647.3	1,928.9	1,886.9
73000 Services	11,348.8	12,452.6	12,484.2
74000 Commodities	29,852.8	7,767.4	7,787.4
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	121,833.3	108,403.9	108,746.1
Funding Sources:			
1004 General Fund Receipts	92,455.2	77,803.7	72,936.9
1061 Capital Improvement Project Receipts	596.1	0.0	0.0
1076 Marine Highway System Fund	28,782.0	30,600.2	35,809.2
Funding Totals	121,833.3	108,403.9	108,746.1

Estimated Revenue Collections

Description	Master Revenue Account	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
Unrestricted Revenues				
Unrestricted Fund	68515	45,914.0	51,339.5	52,162.0
Unrestricted Total		45,914.0	51,339.5	52,162.0
Restricted Revenues				
Capital Improvement Project Receipts	51200	596.1	0.0	0.0
Restricted Total		596.1	0.0	0.0
Total Estimated Revenues		46,510.1	51,339.5	52,162.0

**Summary of Component Budget Changes
From FY2011 Management Plan to FY2012 Governor**

All dollars shown in thousands

	<u>Unrestricted Gen (UGF)</u>	<u>Designated Gen (DGF)</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Total Funds</u>
FY2011 Management Plan	77,803.7	30,600.2	0.0	0.0	108,403.9
Adjustments which will continue current level of service:					
-HB 326 Ch 13 SLA 10 Sec 11(b) Reappropriation Sec 17(a) Ch 12 SLA 09 for marine vessel operations add svc Unalaska	-2,621.8	0.0	0.0	0.0	-2,621.8
Proposed budget increases:					
-Add Service to Unalaska and Other Communities Along the Aleutian Island Chain	0.0	2,922.9	0.0	0.0	2,922.9
-Add Bellingham to Whittier Express Run as Part of the Aleutian Island Chain Service	-2,245.0	2,286.1	0.0	0.0	41.1
FY2012 Governor	72,936.9	35,809.2	0.0	0.0	108,746.1

Marine Vessel Operations Personal Services Information				
Authorized Positions			Personal Services Costs	
	FY2011 Management Plan	FY2012 Governor		
Full-time	724	724	Annual Salaries	0
Part-time	48	48	Premium Pay	0
Nonpermanent	80	80	Annual Benefits	0
			<i>Less % Vacancy Factor</i>	()
			Lump Sum Premium Pay	0
Totals	852	852	Total Personal Services	

Position Classification Summary					
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
No personal services.					
Totals	0	0	0	0	0

Component Detail All Funds
Department of Transportation/Public Facilities

Component: Marine Vessel Operations (2604)
RDU: Marine Highway System (334)

	FY2010 Actuals	FY2011 Conference Committee (Final)	FY2011 Authorized	FY2011 Management Plan	FY2012 Governor	FY2011 Management Plan vs FY2012 Governor	
71000 Personal Services	78,984.4	83,891.1	86,181.5	86,255.0	86,587.6	332.6	0.4%
72000 Travel	1,647.3	1,721.5	1,716.9	1,928.9	1,886.9	-42.0	-2.2%
73000 Services	11,348.8	12,800.2	12,844.8	12,452.6	12,484.2	31.6	0.3%
74000 Commodities	29,852.8	13,423.0	13,714.4	7,767.4	7,787.4	20.0	0.3%
75000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
77000 Grants, Benefits	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	121,833.3	111,835.8	114,457.6	108,403.9	108,746.1	342.2	0.3%
Fund Sources:							
1004 Gen Fund	92,455.2	81,235.6	83,857.4	77,803.7	72,936.9	-4,866.8	-6.3%
1061 CIP Rcpts	596.1	0.0	0.0	0.0	0.0	0.0	0.0%
1076 Marine Hwy	28,782.0	30,600.2	30,600.2	30,600.2	35,809.2	5,209.0	17.0%
Unrestricted General (UGF)	92,455.2	81,235.6	83,857.4	77,803.7	72,936.9	-4,866.8	-6.3%
Designated General (DGF)	28,782.0	30,600.2	30,600.2	30,600.2	35,809.2	5,209.0	17.0%
Other Funds	596.1	0.0	0.0	0.0	0.0	0.0	0.0%
Federal Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Positions:							
Permanent Full Time	724	724	724	724	724	0	0.0%
Permanent Part Time	48	48	48	48	48	0	0.0%
Non Permanent	80	80	80	80	80	0	0.0%

Change Record Detail - Multiple Scenarios With Descriptions
Department of Transportation/Public Facilities

Component: Marine Vessel Operations (2604)

RDU: Marine Highway System (334)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2011 Conference Committee (Final) To FY2011 Authorized *****												
FY2011 Conference Committee												
	ConfCom	111,835.8	83,891.1	1,721.5	12,800.2	13,423.0	0.0	0.0	0.0	724	48	80
1004 Gen Fund		81,235.6										
1076 Marine Hwy		30,600.2										
HB 326 Ch 13 SLA 10 Sec 11(b) Reappropriation Sec 17(a) Ch 12 SLA 09 for marine vessel operations add svc Unalaska												
	CarryFwd	2,621.8	2,290.4	-4.6	44.6	291.4	0.0	0.0	0.0	0	0	0
1004 Gen Fund		2,621.8										
<p>The unexpended and unobligated balances, not to exceed \$3,600,000, remaining after the appropriation made in Sec 11(a) of this section (Ch. 13 SLA 10, Sec. 11(a) P 18 Ln 1-9), of the appropriations made in sec. 17(a), ch.12, SLA 2009, and allocated in sec. 17(e)(1), ch. 12, SLA 2009 (Department of Transportation and Public Facilities, offset the effects of higher fuel and utility costs) and sec. 17(b), ch. 12, SLA 2009, and allocated in sec. 17(e)(1), ch. 12, SLA 2009 (Department of Transportation and Public Facilities, offset the effects of higher fuel and utility costs) are reappropriated to the Department of Transportation and Public Facilities for marine vessel operations to provide additional service to Unalaska and other communities along the Aleutian Island chain for the fiscal year ending June 30, 2011.</p>												
	Subtotal	114,457.6	86,181.5	1,716.9	12,844.8	13,714.4	0.0	0.0	0.0	724	48	80
***** Changes From FY2011 Authorized To FY2011 Management Plan *****												
ADN 25-1-7625 Transfer Fuel Trigger to new Marine Vessel Fuel component												
	Trout	-9,000.0	0.0	0.0	0.0	-9,000.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-9,000.0										
<p>The legislature created a new Marine Vessel Fuel component in the FY11 operating budget. The \$9,000.0 fuel trigger was added to the old Marine Vessel Operations component and it should have been added to the new component. This transfer will consolidate all of the Marine Highway System's vessel fuel funding in one place as was the intent of the new component.</p>												
ADN 25-1-3037 Transfer Authority from Marine Vessel Fuel to Commodities to Meet Expected Expenditures												
	Trin	2,946.3	0.0	0.0	0.0	2,946.3	0.0	0.0	0.0	0	0	0
1004 Gen Fund		2,946.3										
<p>A new base rate of \$1.78376 per gallon was established this year to budget fuel. Based on the AMHS FY11 Operating Plan, 11,182.2 gallons of fuel are expected to be purchased. This sets the fuel budget for FY11 at \$19,946.3, including the additional authorization received for the Unalaska/Aleutian Island chain service of \$978.2. Based on this price, too much authorization was transferred to the new Marine Vessel Fuel component. This transfer of \$2,946.3 to Marine Vessel Operations commodities will align the two budget components to meet expected expenditures.</p>												
ADN 25-1-3038 Align funding to implement FY11 AMHS Operating Plan												
	LIT	0.0	73.5	212.0	-392.2	106.7	0.0	0.0	0.0	0	0	0
1004 Gen Fund		0.0	73.5	212.0	-392.2	106.7	0.0	0.0	0.0	0	0	0

Change Record Detail - Multiple Scenarios With Descriptions
Department of Transportation/Public Facilities

Component: Marine Vessel Operations (2604)

RDU: Marine Highway System (334)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	

This line item transfer moves authority from services to personal services, travel and commodities. Funding is available from the services line due to conservative spending practices and is being redistributed to implement the FY11 AMHS Operating Plan. Each year, as the vessels enter their overhauls, other vessels replace them on their runs causing yearly cost differences between line items.

Subtotal		108,403.9	86,255.0	1,928.9	12,452.6	7,767.4	0.0	0.0	0.0	724	48	80
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***** **Changes From FY2011 Management Plan To FY2012 Governor** *****

HB 326 Ch 13 SLA 10 Sec 11(b) Reappropriation Sec 17(a) Ch 12 SLA 09 for marine vessel operations add svc Unalaska

1004 Gen Fund	OTI	-2,621.8	-2,290.4	4.6	-44.6	-291.4	0.0	0.0	0.0	0	0	0
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The unexpended and unobligated balances, not to exceed \$3,600,000, remaining after the appropriation made in Sec 11(a) of this section (Ch. 13 SLA 10, Sec. 11(a) P 18 Ln 1-9), of the appropriations made in sec. 17(a), ch. 12, SLA 2009, and allocated in sec. 17(e)(1), ch. 12, SLA 2009 (Department of Transportation and Public Facilities, offset the effects of higher fuel and utility costs) and sec. 17(b), ch. 12, SLA 2009, and allocated in sec. 17(e)(1), ch. 12, SLA 2009 (Department of Transportation and Public Facilities, offset the effects of higher fuel and utility costs) are reappropriated to the Department of Transportation and Public Facilities for marine vessel operations to provide additional service to Unalaska and other communities along the Aleutian Island chain for the fiscal year ending June 30, 2011.

Add Service to Unalaska and Other Communities Along the Aleutian Island Chain

1076 Marine Hwy	Inc	2,922.9	2,623.0	-46.6	76.2	270.3	0.0	0.0	0.0	0	0	0
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Add funding to run the M/V Kennicott to service the Prince William Sound communities, thus allowing the M/V Tustumena to provide twice monthly service to the Aleutian Island chain communities.

The communities of the Aleutian Chain have for many years requested twice monthly service out the chain during the summer months. In fiscal year 2011 this service was added into the budget during the legislative process. In fiscal year 2012 this added service which has been promoted by MTAB and other southwest Alaska community groups has been included into the fiscal year 2012 Governor's request.

Add Bellingham to Whittier Express Run as Part of the Aleutian Island Chain Service

1004 Gen Fund	Inc	41.1	0.0	0.0	0.0	41.1	0.0	0.0	0.0	0	0	0
1076 Marine Hwy		2,286.1										

Adjust existing M/V Kennicott summer schedule to provide a Bellingham to Whittier express run, stopping in Ketchikan, Juneau and Yakutat before arriving in Whittier. This would provide an enhanced express run enabling passengers to continue from the Puget Sound area to the Prince William Sound area without transferring between vessels.

The Bellingham to Whittier express route is a reconfiguration of the Kennicott's added service allowing double chain trips during the summer. Instead of the southern terminus being Prince Rupert the southern terminus was moved to Bellingham. It is the contention of management that this alteration of schedule will

Change Record Detail - Multiple Scenarios With Descriptions
Department of Transportation/Public Facilities

Component: Marine Vessel Operations (2604)

RDU: Marine Highway System (334)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
<p>add approximately \$2.8M in revenue while providing 2 additional sailings per month during the summer season, while still providing the necessary Prince William Sound coverage allowing the Tustumena to service the chain twice monthly. This schedule alteration has been met with support from the traveling public and MTAB as it links the populous areas of the Puget Sound area with direct access to Anchorage on a more direct route: not requiring the change of vessel. The management of AMHS has had many conversations with "Independent Travelers Associations" who are behind this change.</p>												
	Totals	108,746.1	86,587.6	1,886.9	12,484.2	7,787.4	0.0	0.0	0.0	724	48	80

Line Item Detail
Department of Transportation/Public Facilities
Travel

Component: Marine Vessel Operations (2604)
RDU: Marine Highway System (334)

Line Number	Line Name		FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
72000	Travel		1,647.3	1,928.9	1,886.9
Expenditure Account	Servicing Agency	Explanation	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
72000 Travel Detail Totals			1,647.3	1,928.9	1,886.9
72100	Instate Travel	Under the Certificates of Inspection issued annually by the US Coast Guard, each of the System's ships must have a specified crew aboard during normal operations or the vessel cannot sail. Vessels are crewed at all times, in either operating or reduced operating status. Transportation is provided for crew members to and from assignments when such assignments are away from normal home ports. Travel for crew members is difficult to accurately forecast as it is often dictated by unpredictable circumstances, such as schedule changes, emergency re-routing of vessels, illness, etc.	1,221.0	1,418.9	1,426.9
72400	Out Of State Travel	Under the Certificates of Inspection issued annually by the US Coast Guard, each of the System's ships must have a specified crew aboard during normal operations or the vessel cannot sail. Vessels are crewed at all times, in either operating or reduced operating status. Transportation in and out of the state can occur when temporarily filling a licensed position from union halls located across the country.	426.3	500.0	450.0
72700	Moving Costs	Moving and relocation costs for employees; includes the pre-move meals and lodging, temporary meals and lodging and the actual move costs paid to both vendors and employees.	0.0	10.0	10.0

Line Item Detail
Department of Transportation/Public Facilities
Services

Component: Marine Vessel Operations (2604)
RDU: Marine Highway System (334)

Line Number	Line Name		FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
73000	Services		11,348.8	12,452.6	12,484.2
Expenditure Account			FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
Expenditure Account	Servicing Agency	Explanation	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
73000 Services Detail Totals			11,348.8	12,452.6	12,484.2
73025	Education Services	Crew training for passenger evacuation, life boats and onboard procedures.	188.2	200.0	200.0
73050	Financial Services	Insurance for licensed deck and engine room officers. Judgments paid on claims. Fees paid for use of credit card machines. Credit card machine rentals.	729.2	730.0	730.0
73075	Legal & Judicial Svc	Cost to escort passenger that was inadmissible to Canada off vessel and out of Canada.	1.4	0.0	0.0
73150	Information Technlgy	Represents a broad range of data processing, telecommunications and communications services.	325.1	325.0	325.0
73156	Telecommunication	Local phone service, long distance charges, cellular phone, satellite and internet services.	909.4	1,900.0	1,872.5
73169	Federal Indirect Rate Allocation	Trans Indirect cost allocation incorrectly charged to capital project that did not allow such charges. Costs had to be moved from project to operating.	1.1	0.0	0.0
73175	Health Services	Required drug testing for all crew and hearing tests for engine room crew.	117.4	120.0	120.0
73225	Delivery Services	Freight for vessel parts and supplies.	43.6	51.3	45.0
73450	Advertising & Promos	Publications of Steward hiring and Job Fair announcements.	3.2	3.0	3.0
73525	Utilities	Electricity while in port, during lay-up and overhaul, water and sewer and waste disposal.	678.1	680.0	680.0
73650	Struc/Infstruct/Land	Lab testing of fuel, oil and water, US Coast Guard inspections, custom fees in Prince Rupert, services by technical representatives on various components and underwater divers.	517.4	520.0	520.0
73676	Repairs/Maint. (Non IA-Eq/Machinery)	Vessel elevator maintenance contracts, radar and radio repairs, window and door maintenance,	1,303.9	1,300.0	1,340.0

Line Item Detail
Department of Transportation/Public Facilities
Services

Component: Marine Vessel Operations (2604)

RDU: Marine Highway System (334)

Expenditure Account	Servicing Agency	Explanation	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
73000 Services Detail Totals			11,348.8	12,452.6	12,484.2
		repairs/adjustments on compass and gyro equipment, main engine, auxiliary engine, generator repairs, upholstery repairs, carpet cleaning/repairs, pursers and galley equipment repairs and miscellaneous repairs.			
73689	Marine (Non-IA-Machinery-Rentals/Leases)	Equipment rentals including contracted marine vessels to cover routes while AMHS vessels are out of service.	382.7	400.0	400.0
73750	Other Services (Non IA Svcs)	Printing of deck and engine log books, menu layout, pursers and stewards forms. Laundry services in Southwest. Commission agent fees.	396.3	444.6	440.0
73803	Conservation/Envirn (IA Svcs)	Food Safety & Sanitation Permit costs to service food aboard the vessels.	4.9	5.0	5.0
73805	IT-Non-Telecommnctns	Enterprise Technology Services Computer services provided by the Department of Administration, Enterprise Technology Services, such as central server, data storage, printing, network services, open connect, and task order system.	81.0	81.0	81.0
73806	IT-Telecommunication	Enterprise Technology Services Telecommunications services provided by the Department of Administration, Enterprise Technology Services, such as basic telephone services, equipment and features, dedicated voice/data line service, statewide paging, two-way radio, and video conferencing.	127.7	130.0	130.0
73809	Mail	Central Mail Chargeback fees for central mail services such as mailing vendor payments (AKSAS) and payroll warrants (AKPAY).	33.3	35.0	35.0
73810	Human Resources	Personnel Chargeback fees for human resource services such as labor relations, position classifications and payroll processing.	24.0	24.0	24.0
73812	Legal	Transportation Section Legal services provided by the Department of Law.	188.5	189.0	189.0
73814	Insurance	Risk Management Risk Management premiums.	4,631.4	4,635.0	4,640.0
73815	Financial	Finance Chargeback fees for AKSAS and AKPAY.	36.6	37.0	37.0
73816	ADA Compliance	Americans With Chargeback fees for the statewide coordinator of the	9.4	10.0	35.0

Line Item Detail
Department of Transportation/Public Facilities
Services

Component: Marine Vessel Operations (2604)

RDU: Marine Highway System (334)

Expenditure Account	Servicing Agency	Explanation	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
73000 Services Detail Totals			11,348.8	12,452.6	12,484.2
	Disabilities	Americans with Disabilities Act (ADA). FY12 Governor includes the one time cost of \$25.0 for the implementation of new USDOT ADA regulations for vessels.			
73818	Training (Services-IA Svcs)	Univ	84.1	85.0	85.0
		Basic safety training includes: Basic Fire fighting, First Aid & CPR, Personal Safety & Social Responsibilities, Personal Survival Training and Proficiency in Survival Craft Training (lifeboat training).			
73819	Commission Sales (IA Svcs)	State Travel Office	15.0	15.0	15.0
		Processing fees charged by the State Travel Office.			
73825	Marine (IA Svcs)	Correct	365.7	366.0	366.0
		Laundry services.			
73848	State Equip Fleet	Trans - State Equipment Fleet	130.8	131.0	131.0
		SEF vehicles.			
73979	Mgmt/Consulting (IA Svcs)	Commissioner's Office	19.4	35.7	35.7
		Marine Transportation Advisory Board (MTAB) expenditures.			

Line Item Detail
Department of Transportation/Public Facilities
Commodities

Component: Marine Vessel Operations (2604)
RDU: Marine Highway System (334)

Line Number	Line Name		FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
74000	Commodities		29,852.8	7,767.4	7,787.4
Expenditure Account	Servicing Agency	Explanation	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
74000 Commodities Detail Totals			29,852.8	7,767.4	7,787.4
74200	Business	General office supplies, charts, navigational publications, technical manuals and Gift Shop items for resale.	607.5	606.0	606.0
74480	Household & Instit.	Food for passengers and crew, liquor, linens, pillows, mattresses, tablecloths, blankets, replacement silverware, glasses, dishes and cookware.	3,199.6	4,000.0	4,298.4
74520	Scientific & Medical	Medical supplies (e.g. Disposable gloves, first aid kits and replacement supplies, emergency eye wash stations and replacement supplies).	22.7	20.4	23.0
74600	Safety (Commodities)	Fire fighting and rescue supplies.	141.9	145.0	145.0
74650	Repair/Maintenance (Commodities)	Cordage, paint, solvents, engine maintenance parts, electrical parts, parts for pumps, steering and propulsion control equipment, repair and replacement parts for galley and equipment, furnishings and staterooms/lavatories, small tools and minor equipment.	2,005.5	2,291.4	2,010.0
74752	Lube Oils/Grease/Solv	Lube oils, grease and solvents needed in the maintenance of the equipment aboard the vessels.	604.3	700.0	700.0
74853	Marine (Commodities- Repair&Maint-Equip)	Fuel - reported under new Marine Vessel Fuel component beginning in FY2011	23,266.7	0.0	0.0
74855	Unleaded	Unleaded fuel for equipment.	2.4	2.5	2.5
74856	Diesel	Diesel fuel for equipment.	0.5	0.1	0.5
74858	Other Equipment Fuel	Fuel for generator, snow removal machines, etc.	1.7	2.0	2.0

Unrestricted Revenue Detail
Department of Transportation/Public Facilities

Component: Marine Vessel Operations (2604)
RDU: Marine Highway System (334)

Master Account	Revenue Description	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
68515	Unrestricted Fund	45,914.0	51,339.5	52,162.0

Detail Information

Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
68515	Unrestrict Fu Source Anticipated revenue from the sale of tickets for transportation of passengers and vehicles, stateroom rentals, food and bar service, gift shop and vending machines.				45,914.0	51,339.5	52,162.0

Restricted Revenue Detail
Department of Transportation/Public Facilities

Component: Marine Vessel Operations (2604)
RDU: Marine Highway System (334)

Master Account	Revenue Description	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
51200	Capital Improvement Project Receipts	596.1	0.0	0.0

Detail Information

Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
59240	CIP Rcpts from Transp & Public Fac				596.1	0.0	0.0
	CIP receipts for work in direct support of capital projects, through an Unbudgeted RSA.						

Inter-Agency Services
Department of Transportation/Public Facilities

Component: Marine Vessel Operations (2604)
RDU: Marine Highway System (334)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2011			
				FY2010 Actuals	Management Plan	FY2012 Governor	
73169	Federal Indirect Rate Allocation	Indirect cost allocation incorrectly charged to capital project that did not allow such charges. Costs had to be moved from project to operating.	Intra-dept	Trans	1.1	0.0	0.0
73169 Federal Indirect Rate Allocation subtotal:					1.1	0.0	0.0
73803	Conservation/Envirn (IA Svcs)	Permit costs to service food aboard the vessels.	Inter-dept	Food Safety & Sanitation	4.9	5.0	5.0
73803 Conservation/Envirn (IA Svcs) subtotal:					4.9	5.0	5.0
73805	IT-Non-Telecommnctns	Computer services provided by the Department of Administration, Enterprise Technology Services, such as central server, data storage, printing, network services, open connect, and task order system.	Inter-dept	Enterprise Technology Services	81.0	81.0	81.0
73805 IT-Non-Telecommnctns subtotal:					81.0	81.0	81.0
73806	IT-Telecommunication	Telecommunications services provided by the Department of Administration, Enterprise Technology Services, such as basic telephone services, equipment and features, dedicated voice/data line service, statewide paging, two-way radio, and video conferencing.	Inter-dept	Enterprise Technology Services	127.7	130.0	130.0
73806 IT-Telecommunication subtotal:					127.7	130.0	130.0
73809	Mail	Chargeback fees for central mail services such as mailing vendor payments (AKSAS) and payroll warrants (AKPAY).	Inter-dept	Central Mail	33.3	35.0	35.0
73809 Mail subtotal:					33.3	35.0	35.0
73810	Human Resources	Chargeback fees for human resource services such as labor relations, position classifications and payroll processing.	Inter-dept	Personnel	24.0	24.0	24.0
73810 Human Resources subtotal:					24.0	24.0	24.0
73812	Legal	Legal services provided by the Department of Law.	Inter-dept	Transportation Section	188.5	189.0	189.0
73812 Legal subtotal:					188.5	189.0	189.0
73814	Insurance	Risk Management premiums.	Inter-dept	Risk Management	4,631.4	4,635.0	4,640.0
73814 Insurance subtotal:					4,631.4	4,635.0	4,640.0
73815	Financial	Chargeback fees for AKSAS and AKPAY.	Inter-dept	Finance	36.6	37.0	37.0
73815 Financial subtotal:					36.6	37.0	37.0
73816	ADA Compliance	Chargeback fees for the statewide coordinator of the Americans with Disabilities Act (ADA). FY12 Governor includes the one time cost of \$25.0 for the implementation of new USDOT ADA regulations for vessels.	Inter-dept	Americans With Disabilities	9.4	10.0	35.0
73816 ADA Compliance subtotal:					9.4	10.0	35.0
73818	Training (Services-IA Svcs)	Basic safety training includes: Basic Fire fighting, First	Inter-dept	Univ	84.1	85.0	85.0

Inter-Agency Services
Department of Transportation/Public Facilities

Component: Marine Vessel Operations (2604)
RDU: Marine Highway System (334)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2010 Actuals	FY2011	
					Management Plan	FY2012 Governor
	Aid & CPR, Personal Safety & Social Responsibilities, Personal Survival Training and Proficiency in Survival Craft Training (lifeboat training).					
		73818 Training (Services-IA Svcs) subtotal:		84.1	85.0	85.0
73819	Commission Sales (IA Svcs)	Inter-dept	State Travel Office	15.0	15.0	15.0
		73819 Commission Sales (IA Svcs) subtotal:		15.0	15.0	15.0
73825	Marine (IA Svcs)	Inter-dept	Correct	365.7	366.0	366.0
		73825 Marine (IA Svcs) subtotal:		365.7	366.0	366.0
73848	State Equip Fleet	Intra-dept	Trans - State Equipment Fleet	130.8	131.0	131.0
		73848 State Equip Fleet subtotal:		130.8	131.0	131.0
73979	Mgmt/Consulting (IA Svcs)	Intra-dept	Commissioner's Office	19.4	35.7	35.7
	Marine Transportation Advisory Board (MTAB) expenditures.					
		73979 Mgmt/Consulting (IA Svcs) subtotal:		19.4	35.7	35.7
		Marine Vessel Operations total:		5,752.9	5,778.7	5,808.7
		Grand Total:		5,752.9	5,778.7	5,808.7