

State of Alaska FY2006 Governor's Operating Budget

Department of Natural Resources Trustee Council Projects Component Budget Summary

Component: Trustee Council Projects

Contribution to Department's Mission

To support restoration of resources and services injured by the Exxon Valdez Oil Spill including state land, archaeological resources, recreational resources, and intertidal resources.

Core Services

DNR provides significant contractual services to the Restoration Office. These services include managing the contract that provides for scientific support by the chief scientist and extensive peer review in a variety of scientific and technical disciplines. In addition, DNR contracts for appraisals, verification of private sector appraisal work, title research, hazardous materials assessments, surveys, mapping, and other professional services as necessary to protect the State's interests and for the Trustee Council to reach closure on negotiated agreements for purchase of small parcels nominated by willing sellers. DNR also manages contracts and cooperative agreements with other state and federal agencies, divisions, private sector firms, and municipalities to facilitate restoration of habitat, identification of and access to disparate information and data sources, and enhancement of cultural opportunities.

Major Activities to Advance Strategies

- DNR will manage implementation of grant agreement with Chugachmiut for construction of community facilities.
- DNR will manage scientific support services relative to lingering oil as directed by the EVOS Trustee Council.
- DNR will provide due diligence on behalf of the state relative to EVOS funded small parcel acquisitions.
- DNR will provide data and information services as requested by the EVOS Restoration Office.
- DNR will provide financial and programmatic reports to the Trustee Council on EVOS funded programs as requested and required.

FY2006 Resources Allocated to Achieve Results

FY2006 Component Budget: \$470,800	Personnel:	
	Full time	1
	Part time	0
	Total	1

Key Component Challenges

Pursuant to the Memorandum of Agreement (MOA) restoration funds must be used "...for the purposes of restoring, replacing, enhancing, or acquiring the equivalent of natural resources injured as a result of the Oil Spill and the reduced or lost services provided by such resources..." In addition, the MOA requires that all decisions shall be made by the unanimous agreement of the Trustees. This budget assumes that the projects approved by the Trustee Council for FFY 2005 will continue into FY06, with some reductions in scope. The Trustee Council will reassess funding needs based on each project's progress, information gained during the year and an assessment of program needs. It is anticipated that the Trustee Council will meet in August of 2005 to approve the FFY 06 Work Plan.

Significant Changes in Results to be Delivered in FY2006

The EVOS Trustee Council is transitioning from the Settlement Funded Restoration Program to a long term monitoring and habitat protection program funded by the Restoration Reserve. Overall reductions in the scope of services provided and the number of projects funded are reflected in a gradual decrease in revenue and expenditures from the EVOS

settlement funds.

Major Component Accomplishments in 2004

DNR has completed title work, appraisals, appraisal reviews, surveys, and hazardous materials surveys required to enable the Trustee Council to reach closure in negotiations with land owners of previously identified priority parcels.

DNR manages a Grant agreement with Chugachmiut to develop an archaeological repository for Prince William Sound and lower Cook Inlet, local display facilities in seven communities in this region and traveling exhibits for display in these facilities. Remodeling of the first floor of the Orca Building in Seward has been completed and this facility is serving as an archaeological repository for the Chugach Region. A Grand Opening Celebration was held June 5, 2004. Local archaeological display facilities have been completed in Port Graham, Cordova, Nanwalek, Seldovia, Seward, and Tatitlek. By September 30, 2005, an existing structure in Chenega Bay will be purchased and remodeled to serve as a local archaeological display facility. The Valdez Museum and Valdez Native Tribe have designed an addition to the Valdez Museum and are revising the design in light of construction cost estimates. Chugachmiut worked closely with the University of Alaska Museum to develop a training program for local personnel expected to staff these local display facilities. Chugachmiut has also developed a plan for eight traveling exhibits for the local display facilities and will develop and install the exhibits by September 30, 2005.

DNR provides contract management services supporting the Synthesis of Scientific information and knowledge acquired following the Exxon Valdez Oil Spill 1989-2002 and the delivery of scientific expertise relative to the effects of lingering oil. Publication of the results of this effort are expected in FFY2006.

Statutory and Regulatory Authority

AS 37.14.400
AS 31.14.415
AS 37.14.450

Contact Information

Contact: Carol Fries, Natural Resource Manager
Phone: (907) 269-8425
Fax: (907) 269-8918
E-mail: carol_fries@dnr.state.ak.us

**Trustee Council Projects
Component Financial Summary**

All dollars shown in thousands

	FY2004 Actuals	FY2005 Management Plan	FY2006 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	17.7	76.8	76.8
72000 Travel	0.0	5.0	5.0
73000 Services	453.5	569.8	384.0
74000 Commodities	2.8	5.0	5.0
75000 Capital Outlay	1.1	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	475.1	656.6	470.8
Funding Sources:			
1002 Federal Receipts	0.0	40.6	0.0
1018 Exxon Valdez Oil Spill Settlement	475.1	616.0	470.8
Funding Totals	475.1	656.6	470.8

Estimated Revenue Collections

Description	Master Revenue Account	FY2004 Actuals	FY2005 Managem ent Plan	FY2006 Governor
<u>Unrestricted Revenues</u>				
None.		0.0	0.0	0.0
Unrestricted Total		0.0	0.0	0.0
<u>Restricted Revenues</u>				
Federal Receipts	51010	0.0	40.6	0.0
Restricted Total		0.0	40.6	0.0
Total Estimated Revenues		0.0	40.6	0.0

**Summary of Component Budget Changes
From FY2005 Management Plan to FY2006 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2005 Management Plan	0.0	40.6	616.0	656.6
Proposed budget decreases:				
-Reduction in Services	0.0	-40.6	-145.2	-185.8
FY2006 Governor	0.0	0.0	470.8	470.8

**Trustee Council Projects
Personal Services Information**

Authorized Positions		Personal Services Costs		
	<u>FY2005</u> <u>Management</u> <u>Plan</u>	<u>FY2006</u> <u>Governor</u>		
			Annual Salaries	52,083
Full-time	1	1	Premium Pay	0
Part-time	0	0	Annual Benefits	24,866
Nonpermanent	0	0	<i>Less 0.19% Vacancy Factor</i>	(149)
			Lump Sum Premium Pay	0
Totals	1	1	Total Personal Services	76,800

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Natural Resource Manager II	1	0	0	0	1
Totals	1	0	0	0	1