

State of Alaska FY2007 Governor's Operating Budget

Department of Transportation/Public Facilities Anchorage Airport Administration Component Budget Summary

Component: Anchorage Airport Administration

Contribution to Department's Mission

Provide the overall airport management and leadership necessary to assure that all airport functions are conducted in accordance with appropriate laws, regulations, policies, and procedures and in a safe, efficient and cost-effective manner.

Core Services

- **ADMINISTRATION:** Supervise all Ted Stevens Anchorage International Airport (ANC) operations/activities, develop policies to assure compliance with all laws and regulations, provide budget and management reporting.
- **MARKETING & COMMUNITY RELATIONS:** Administer marketing and public relations programs.
- **PLANNING:** Program capital improvement projects (intergovernmental coordination, policy analysis).
- **ENGINEERING:** Provide engineering oversight/coordination of ANC construction activities.
- **ENVIRONMENTAL:** Develop environmental policy and plans to meet laws and regulations, administer noise program.
- **BUSINESS DEVELOPMENT:** Provide cargo, rental car and other terminal development, strategic business plan development, and promotion of partnerships with other businesses.
- **LEASING:** Manage ANC real estate leases, terminal space leases, and other 3rd party agreements.
- **INFORMATION SYSTEMS DEVELOPMENT:** Provide information management capabilities to administrative and operational functions at the airport. Provide relevant information to the traveling public.

FY2007 Resources Allocated to Achieve Results		
FY2007 Component Budget: \$8,173,700	Personnel:	
	Full time	52
	Part time	0
	Total	52

Key Component Challenges

Impacting all levels of airport management, staff and expenses is the continuing federal and state updates/changes to airport security requirements and guidelines. The administrative changes associated with responding to nationwide political and economic concerns will occupy significant amounts of time, energy and resources throughout each budget year.

Title 17, Chapter 42 is undergoing revisions that will result in changes to the leasing application process, agreement language and various airport forms.

Meeting the growing needs and requirements for the airport's information systems. Efficiencies and functionality of systems are enhanced by systems automation, but the requirements for infrastructure are sometimes overlooked. We are challenged to provide secure and manageable network services in an ever-growing technology-dependent environment, with the challenge of maintaining current staffing and remain within current funding levels.

The environmental section will address de-icing and storm water impacts on Lake Hood and Spenard as water quality oversight by state and federal agencies become more stringent.

Significant Changes in Results to be Delivered in FY2007

Maintenance of the new premise wiring system and the voice over IP installation will provide much desired communication, network, phone, and electrical services to the Airport's customers (airlines, concessionaires and the traveling public).

Major Component Accomplishments in 2005

Negotiated construction of a \$60 million dollar consolidated rental car parking garage.

Obtained alternate cleanup levels for contaminated sites at the airport, which allows for substantial savings to the airport as well as the tenants.

Provided sound insulation through acoustical treatments to approximately 88 residential units (64 homes and 24 condo/apartments) in the airports highest noise contours.

Acquired a Flight & Noise Management System that will allow the airport to measure community noise exposure and foster better communication with the public.

Statutory and Regulatory Authority

FAR Part 108, 612
AS 18 Health/Safety
AS 37.15.430

Contact Information
<p>Contact: Morton V. Plumb Jr., Director Phone: (907) 266-2529 Fax: (907) 243-0663 E-mail: Morton_Plumb@dot.state.ak.us</p>

**Anchorage Airport Administration
Component Financial Summary**

All dollars shown in thousands

	FY2005 Actuals	FY2006 Management Plan	FY2007 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	3,525.5	4,439.2	4,728.6
72000 Travel	30.7	33.3	33.3
73000 Services	2,004.6	2,893.7	3,135.5
74000 Commodities	336.5	217.8	217.8
75000 Capital Outlay	153.5	58.5	58.5
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	6,050.8	7,642.5	8,173.7
Funding Sources:			
1027 International Airport Revenue Fund	5,452.9	6,906.7	7,399.0
1061 Capital Improvement Project Receipts	597.9	735.8	774.7
Funding Totals	6,050.8	7,642.5	8,173.7

Estimated Revenue Collections

Description	Master Revenue Account	FY2005 Actuals	FY2006 Management Plan	FY2007 Governor
Unrestricted Revenues				
Unrestricted Fund	68515	98,626.7	103,748.4	110,013.1
Unrestricted Total		98,626.7	103,748.4	110,013.1
Restricted Revenues				
Capital Improvement Project Receipts	51200	597.9	735.8	774.7
Restricted Total		597.9	735.8	774.7
Total Estimated Revenues		99,224.6	104,484.2	110,787.8

**Summary of Component Budget Changes
From FY2006 Management Plan to FY2007 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2006 Management Plan	0.0	0.0	7,642.5	7,642.5
Adjustments which will continue current level of service:				
-FY 07 Wage Increases for Bargaining Units and Non-Covered Employees	0.0	0.0	82.6	82.6
-FY 07 Health Insurance Cost Increases for Bargaining Units and Non-Covered Employees	0.0	0.0	9.1	9.1
-FY 07 Retirement Systems Cost Increase	0.0	0.0	153.6	153.6
Proposed budget decreases:				
-Risk Management Self-Insurance Funding Increase	0.0	0.0	-105.1	-105.1
Proposed budget increases:				
-Maintenance cost for Premise Wiring	0.0	0.0	60.0	60.0
-Purchase Voice Over IP telephone hardware to prevent system failures	0.0	0.0	200.0	200.0
-Maintenance costs for flight track and noise management system	0.0	0.0	131.0	131.0
FY2007 Governor	0.0	0.0	8,173.7	8,173.7

Anchorage Airport Administration Personal Services Information				
Authorized Positions			Personal Services Costs	
	<u>FY2006</u> <u>Management</u> <u>Plan</u>	<u>FY2007</u> <u>Governor</u>		
Full-time	52	52	Annual Salaries	2,971,467
Part-time	0	0	COLA	86,350
Nonpermanent	0	0	Premium Pay	146,228
			Annual Benefits	1,748,211
			<i>Less 4.52% Vacancy Factor</i>	(223,656)
			Lump Sum Premium Pay	0
Totals	52	52	Total Personal Services	4,728,600

Position Classification Summary					
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Accounting Tech III	1	0	0	0	1
Administrative Assistant	1	0	0	0	1
Administrative Clerk II	2	0	0	0	2
Administrative Clerk III	5	0	0	0	5
Administrative Manager IV	1	0	0	0	1
Airport Manager Anch	1	0	0	0	1
AK Intl Airport Sys Plnr	1	0	0	0	1
Analyst/Programmer IV	1	0	0	0	1
Asst Commissioner	1	0	0	0	1
Data Processing Mgr I	1	0	0	0	1
Database Specialist II	1	0	0	0	1
Dev Spec II, Option A	1	0	0	0	1
Dir Tsia Termnl Redev & Const	1	0	0	0	1
Drafting Technician III	1	0	0	0	1
Engineer/Architect II	2	0	0	0	2
Engineer/Architect III	1	0	0	0	1
Engineer/Architect IV	1	0	0	0	1
Engineering Assistant II	1	0	0	0	1
Environ Impact Analyst III	1	0	0	0	1
Environ Program Manager I	1	0	0	0	1
Environ Program Spec III	3	0	0	0	3
Information Officer	1	0	0	0	1
Land Surveyor I	1	0	0	0	1
Leasing Officer I	2	0	0	0	2
Leasing Officer II	3	0	0	0	3
Leasing Officer III	3	0	0	0	3
Micro/Network Spec I	2	0	0	0	2
Micro/Network Tech II	1	0	0	0	1
Planner II	1	0	0	0	1
Planner III	2	0	0	0	2
Procurement Spec I	1	0	0	0	1
Project Coordinator	1	0	0	0	1
Right of Way Agent V	1	0	0	0	1
Safety Officer	1	0	0	0	1
Secretary	1	0	0	0	1
Trans Planner I	1	0	0	0	1
Trans Planner II	1	0	0	0	1

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Totals	52	0	0	0	52