

State of Alaska FY2008 Governor's Operating Budget

Department of Administration Property Management Component Budget Summary

Component: Property Management

Contribution to Department's Mission

Maintain the State's inventory control system and provide management of Executive Branch assets.

Core Services

State Property Accountability

- Assist agencies to maintain the most accurate and effective management system for property control.
- Provide guidance and direction including training, development of procedures, and accountability reviews.
- Maintain a billion-dollar statewide inventory system.
- Develop standardized property accounting procedures to provide physical count and evaluation of personal property assets.
- Assist agencies to provide accurate inventory reports for the State's Annual Financial Report, and to Risk Management, Emergency Services, the Legislature, and other interested parties.

State Surplus Property Disposal

- Coordinate statewide reutilization efforts to locate and transfer available excess property items to state agencies.
- Direct agency property trade-in requests, disposals and destruction of state owned personal property.
- Store, display, and market excess property items.
- Conduct cost effective public sales of excess and obsolete personal property generating an optimum return of revenue to the state.
- Collect and deposit sale revenues, and disperse proceeds to appropriate state accounts.
- Encourage and enhance recycling efforts.

Federal Surplus Property Program (FSPP)

- Acquire, warehouse, allocate, and distribute donated surplus property to eligible program participants.
- Reissue usable surplus property by direct transfers within rural areas of Alaska.
- Assess and collect service fees sufficient to fully cover the cost of operations.
- Execute and administer agreements pursuant to eligibility, acquisition and utilization of property as required by federal law and the State Plan of Operation.
- Market benefits of available assistance to prospective client organizations to achieve increased statewide participation.
- Train and assist participants to locate and obtain available property.

FY2008 Resources Allocated to Achieve Results		
FY2008 Component Budget: \$1,006,200	Personnel:	
	Full time	8
	Part time	0
	Total	8

FY2008 Resources Allocated to Achieve Results		
FY2008 Component Budget: \$1,134,600	Personnel:	
	Full time	8
	Part time	0
	Total	8

Key Component Challenges

- Completion of facility enhancement and storage projects: Landscaping, additional storage, and connex roof shelters.
- Improve operational efficiency, customer service and cost effectiveness by continuing to explore ways to minimize outlays and expenses and eliminate unnecessary redundancy.
- Continued support in assisting GSA with the promoting of Federal donations to state agencies and non-profit organizations.
- Increased competition from Federal Program eligible recipients.
- Maximize sales revenue from State of Alaska Equipment Fleet reduction of inventory.

Significant Changes in Results to be Delivered in FY2008

Increase public awareness of surplus property availability and increase sale revenue by using alternative auction services like EBAY and other emerging technologies.

Major Component Accomplishments in 2006

- Conducted three outcry auctions and three sealed bid sales, collecting \$1.48 million in revenue.
- Received \$402,645 in General Fund Program Receipts.
- Distributed federal property with acquisition costs of \$6.1 million, collecting service and handling fees of \$161,000. This saved our qualified recipients approximately \$5.9 million.
- Re-issued over \$140,000 in state surplus property among departments.
- Continued using E-BAY property sales; receiving \$97,500 for assets sold.
- Successfully negotiated an agreement between the Federal General Services Administration and the Small Business Administration. This resulted in Alaskan 8 (a) companies, also known as disadvantaged companies, to acquire federal surplus property at a fraction of the cost of new equipment.

Statutory and Regulatory Authority

AS 36.30	State Procurement Code
AS 37.05.500	Special Funds
AS 44.21.020 (1), (4)	Duties of Department
AS 44.68.110	Disposition of Surplus State Property
AS 44.68.120-140	Acquisition of Federal Surplus Property
2 AAC 12	Procurement
2 AAC 20	Sale of Surplus Property

Contact Information

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**Property Management
Component Financial Summary**

All dollars shown in thousands

	FY2006 Actuals	FY2007 Management Plan	FY2008 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	587.1	606.5	688.3
72000 Travel	7.9	13.3	13.3
73000 Services	194.2	372.4	419.0
74000 Commodities	8.0	14.0	14.0
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	797.2	1,006.2	1,134.6
Funding Sources:			
1004 General Fund Receipts	46.2	48.7	101.3
1005 General Fund/Program Receipts	402.6	428.4	472.4
1033 Surplus Property Revolving Fund	348.4	529.1	560.9
Funding Totals	797.2	1,006.2	1,134.6

Estimated Revenue Collections

Description	Master Revenue Account	FY2006 Actuals	FY2007 Management Plan	FY2008 Governor
Unrestricted Revenues				
Surplus Property Revolving Fund	51085	64.0	100.0	100.0
Unrestricted Total		64.0	100.0	100.0
Restricted Revenues				
General Fund Program Receipts	51060	402.6	428.4	472.4
Restricted Total		402.6	428.4	472.4
Total Estimated Revenues		466.6	528.4	572.4

**Summary of Component Budget Changes
From FY2007 Management Plan to FY2008 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2007 Management Plan	477.1	529.1	0.0	1,006.2
Proposed budget increases:				
-Equipment, Preventative Maintenance, and Credit Card Fees	44.0	0.0	0.0	44.0
-FY 08 Internal Dept Cost Increase due to Retirement Systems Rate Increases	1.2	1.4	0.0	2.6
-FY 08 Retirement Systems Rate Increases	51.4	30.4	0.0	81.8
FY2008 Governor	573.7	560.9	0.0	1,134.6

Property Management Personal Services Information				
Authorized Positions			Personal Services Costs	
	<u>FY2007</u> <u>Management</u> <u>Plan</u>	<u>FY2008</u> <u>Governor</u>		
Full-time	8	8	Annual Salaries	394,525
Part-time	0	0	Premium Pay	0
Nonpermanent	0	0	Annual Benefits	312,144
			<i>Less 2.60% Vacancy Factor</i>	(18,369)
			Lump Sum Premium Pay	0
Totals	8	8	Total Personal Services	688,300

Position Classification Summary						
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total	
Accounting Tech I	1	0	0	0	1	
Procurement Spec II	1	0	0	0	1	
Procurement Spec III	1	0	0	0	1	
Procurement Spec IV	1	0	0	0	1	
Stock & Parts Svcs Journey II	0	0	1	0	1	
Stock & Parts Svcs Sub Journey	3	0	0	0	3	
Totals	7	0	1	0	8	