

**State of Alaska
FY2016 Governor Amended Operating
Budget**

**Department of Transportation/Public Facilities
Anchorage Airport Operations
Component Budget Summary**

Component: Anchorage Airport Operations

Contribution to Department's Mission

Ensure a safe, well-constructed, well-coordinated, environmentally sound operating environment for air carriers and other airport tenants, general aviation, the traveling public, and employees. This section ensures that the airport and its tenants are in compliance with federal, state and airport regulations.

Core Services

- Perform required duties including daily inspections; disseminate Notice to Airmen filings to the Federal Aviation Administration and air carriers.
- Draft Certification, Airport Emergency and Operations Manuals and disseminate as applicable.
- Conduct criminal history records checks, monitor airside and landside conditions, security compliance for tenants and airport users; implement procedures as necessary to ensure compliance; provide credentialing and training for badge applicants.
- Draft the Airport Security Program manual and disseminate as appropriate.
- Update certification plans.
- Monitor land lease activity and tie-down parking for compliance.
- Provide general operational support to air carriers and the general aviation community.
- Monitor all airport landside activities, to include the public parking contract and commercial vehicle activity implementing procedures as necessary to ensure efficient and effective landside operations.
- Develop operations plans, monitor air operations activities and recognize, report and resolve aircraft operating problems.
- Manage the unarmed security guard function.

Major Component Accomplishments in 2014

- Taxiway Lima rebuild construction project: upgrade to design group VI capability and lighting upgrade to low visual taxi route.
- Taxiway Echo 2 underwent a complete rebuild with signage replacement, all storm drains replaced, and all taxiway lighting replaced.
- Upgraded taxiway Echo 1 to 2 radius to Low Visual capability; upgraded Echo 2 to 3 radius to Low Visual capability.
- Replaced and upgraded all storm drains on East Airpark and Postmark Drive, including installation of two force main lift stations.
- Taxiway Mike underwent a complete rebuild with signage replacement and lighting upgrades.
- Runway 7-right and 25-left underwent concrete repairs testing; various tests were conducted to determine the most effective method of repairing the concrete spalling issue.

Key Component Challenges

- Maintenance of the Safety Management System for medium hub airports will require significant staff time and additional funding to provide the data and analysis required.
- Design Group VI tarmac parking will become more challenging as airlines upgrade their fleets. These aircraft have significantly larger wingspan which will complicate the task of scheduling and parking these aircraft at gates that were originally designed for smaller aircraft. Accommodating these larger aircraft will also increase airport operations and will require significant structural modifications to existing terminals and gates.
- Taxiway Y/K aircraft Design Group VI upgrade construction will impact airline operations on each of the primary parallel taxiways. Operations officers will need to continually coordinate taxi routes and construction plans with Air Traffic Control, customers and construction crews to safely meet both traffic demands and construction timelines.
- Continued development and deployment of a statewide badge system. This will require significant effort and resources from local security coordinators and information technology staff to bring about coordination and connectivity between all Alaskan airports. Many hurdles must be overcome to ensure compliance with

Transportation Security Administration regulations and local airport security programs.

Significant Changes in Results to be Delivered in FY2016

No significant changes are anticipated.

Statutory and Regulatory Authority

AS 02 Aeronautics
AS 44 State Government
49 CFR part 1542 (Aviation Security)
14 CFR part 139 (Airport Certification)

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**Anchorage Airport Operations
Component Financial Summary**

All dollars shown in thousands

	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	2,814.3	1,753.2	1,789.8
72000 Travel	7.1	10.0	10.0
73000 Services	2,166.5	3,919.9	3,975.3
74000 Commodities	135.9	81.0	81.0
75000 Capital Outlay	0.0	55.0	55.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	5,123.8	5,819.1	5,911.1
Funding Sources:			
1027 International Airport Revenue Fund	5,123.8	5,819.1	5,911.1
Funding Totals	5,123.8	5,819.1	5,911.1

**Summary of Component Budget Changes
From FY2015 Management Plan to FY2016 Governor Amended**

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>
FY2015 Management Plan	0.0	0.0	5,819.1	0.0	5,819.1
Adjustments which continue current level of service:					
-FY2016 Salary Increases	0.0	0.0	37.8	0.0	37.8
-FY2016 Health Insurance Rate Reduction	0.0	0.0	-1.2	0.0	-1.2
Proposed budget increases:					
-Maintain Wildlife Hazard Management Contract	0.0	0.0	55.4	0.0	55.4
FY2016 Governor Amended	0.0	0.0	5,911.1	0.0	5,911.1

**Anchorage Airport Operations
Personal Services Information**

Authorized Positions			Personal Services Costs	
	FY2015 Management Plan	FY2016 Governor Amended		
Full-time	17	17	Annual Salaries	1,052,497
Part-time	0	0	COLA	38,120
Nonpermanent	0	0	Premium Pay	58,444
			Annual Benefits	697,757
			<i>Less 3.09% Vacancy Factor</i>	<i>(57,018)</i>
			Lump Sum Premium Pay	0
Totals	17	17	Total Personal Services	1,789,800

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Airport Leasing Specialist II	1	0	0	0	1
Airport Operations Officer	7	0	0	0	7
Airport Operations Specialist	3	0	0	0	3
Airport Operations Supt	1	0	0	0	1
Office Assistant II	4	0	0	0	4
Office Assistant IV	1	0	0	0	1
Totals	17	0	0	0	17

Component Detail All Funds
Department of Transportation/Public Facilities

Component: Anchorage Airport Operations (AR57537) (1812)
RDU: International Airports (189)

	FY2014 Actuals	FY2015 Conference Committee	FY2015 Authorized	FY2015 Management Plan	FY2016 Governor Amended	FY2015 Management Plan vs FY2016 Governor Amended	
71000 Personal Services	2,814.3	2,865.7	2,865.7	1,753.2	1,789.8	36.6	2.1%
72000 Travel	7.1	10.0	10.0	10.0	10.0	0.0	0.0%
73000 Services	2,166.5	2,669.9	2,669.9	3,919.9	3,975.3	55.4	1.4%
74000 Commodities	135.9	81.0	81.0	81.0	81.0	0.0	0.0%
75000 Capital Outlay	0.0	55.0	55.0	55.0	55.0	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	5,123.8	5,681.6	5,681.6	5,819.1	5,911.1	92.0	1.6%
Fund Sources:							
1027Int Airprt (Other)	5,123.8	5,681.6	5,681.6	5,819.1	5,911.1	92.0	1.6%
Unrestricted General (UGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Other Funds	5,123.8	5,681.6	5,681.6	5,819.1	5,911.1	92.0	1.6%
Federal Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Positions:							
Permanent Full Time	28	28	28	17	17	0	0.0%
Permanent Part Time	0	0	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0	0	0.0%

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

Component: Anchorage Airport Operations (1812)
RDU: International Airports (189)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2015 Conference Committee To FY2015 Authorized *****												
FY2015 Conference Committee												
1027 Int Airprt	ConfCom	5,681.6	2,865.7	10.0	2,669.9	81.0	55.0	0.0	0.0	28	0	0
		5,681.6										
Subtotal		5,681.6	2,865.7	10.0	2,669.9	81.0	55.0	0.0	0.0	28	0	0
***** Changes From FY2015 Authorized To FY2015 Management Plan *****												
Transfer from Anchorage Airport Safety Component For Unarmed Security Guard Contract												
1027 Int Airprt	Trin	1,250.0	0.0	0.0	1,250.0	0.0	0.0	0.0	0.0	0	0	0
		1,250.0										
<p>Authorization currently resides in the Anchorage Airport Safety component to fund an unarmed guard contract. The two primary functions of unarmed security guards are traffic control and security access. The unarmed guard contract and "post" orders for unarmed guards are managed and administered by the Airport Security Manager, who manages airport operations under the Airport Operations Manager. Unarmed guards provide a uniformed presence to help control traffic and security access, but they do not have the legal authority to enforce rules or respond to security issues in the same way armed guards do. A transfer of authorization will align the funding for the unarmed guard security contract so it can be more appropriately managed as part of the operational costs of the airport.</p>												
Transfer Authority and 11 Positions to Anchorage Airport Safety Component for Emergency Services Dispatching												
1027 Int Airprt	Trout	-1,112.5	-1,112.5	0.0	0.0	0.0	0.0	0.0	0.0	-11	0	0
		-1,112.5										
<p>Authorization currently resides in the Anchorage Airport Operations component for Emergency Services Dispatchers. Dispatching emergency services personnel is the primary function for positions associated with this transfer request and is more closely aligned with airport security functions than operational functions. In addition, Alaska Statute 12.62.900 requires that access to the Alaska Public Safety Information Network and the National Crime Information Center is limited to recognized "criminal justice agencies." The Anchorage Airport is recognized as a "criminal justice agency", this designation is more closely aligned with the Airport Safety component than the Anchorage Operations component. This realignment of dispatch positions will transfer them to the Safety component where they will be organizationally linked to Anchorage Airport Police and Fire response staff so they are better able to serve the public in times of medical and criminal emergencies.</p> <p>The following positions will be transferred to the Anchorage Airport Safety component:</p> <p>Ten-Emergency Service Dispatcher I: 25-2746, 25-2747, 25-2748, 25-2749, 25-2750, 25-2751, 25-3416, 25-3417, 25-3418, 25-3419.</p> <p>One-Emergency Service Dispatcher II: 25-2752.</p>												
Subtotal		5,819.1	1,753.2	10.0	3,919.9	81.0	55.0	0.0	0.0	17	0	0
***** Changes From FY2015 Management Plan To FY2016 Governor Amended *****												
FY2016 Salary Increases												

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

Component: Anchorage Airport Operations (1812)

RDU: International Airports (189)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
1027 Int Airprt	SalAdj	37.8	37.8	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Cost of living adjustment for certain bargaining units: \$37.8												
Year three cost of living adjustment for Alaska State Employees Association/General Government Unit - 2.5%: \$27.7												
Year three cost of living adjustment for Alaska Public Employees Association/Supervisory Unit - 2.5%: \$10.1												
FY2016 Health Insurance Rate Reduction												
1027 Int Airprt	SalAdj	-1.2	-1.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Select Benefits health insurance rate reduction from \$1,371 to \$1,346: \$-1.2												
Maintain Wildlife Hazard Management Contract												
1027 Int Airprt	Inc	55.4	0.0	0.0	55.4	0.0	0.0	0.0	0.0	0	0	0
<p>The Anchorage International Airport (AIA), Anchorage Airport Operations component requests increased authority to support the airport's Wildlife Hazard Management program. AIA has a contract with the United States Department of Fish and Wildlife for animal control on the airport property. This service/program objective is to assist AIA in minimizing wildlife strike hazards to aircraft by providing wildlife hazard management on airport property. This contract provides the AIA with a wildlife biologist for 40 hours per week. The biologist implements wildlife deterrent techniques and methodologies and keeps a daily record of wildlife hazard management. Wildlife strikes to aircraft have increased over the past 20 years, due to a combination of expanding populations of many wildlife species that are hazardous to aviation and an increasing number of aircraft movements. Airport operators are legally obligated to exercise "due diligence" in managing these wildlife hazards.</p> <p>\$195.0 FY2015 Budget \$250.4 FY2015 Contract cost \$55.4 Shortfall</p>												
Totals		5,911.1	1,789.8	10.0	3,975.3	81.0	55.0	0.0	0.0	17	0	0

Personal Services Expenditure Detail
Department of Transportation/Public Facilities

Scenario: FY2016 Governor Amended (12201)
Component: Anchorage Airport Operations (1812)
RDU: International Airports (189)

PCN	Job Class Title	Time Status	Retire Code	Barg Unit	Location	Salary Sched	Range / Step	Comp Months	Split / Count	Annual Salaries	COLA	Premium Pay	Annual Benefits	Total Costs	UGF Amount
25-0084	Office Assistant IV	FT	A	SS	Anchorage Intl Airport	600	12J	12.0		46,920	1,610	0	33,815	82,345	0
25-0813	Airport Operations Officer	FT	A	GP	Anchorage Intl Airport	200	18L	12.0		76,752	2,735	2,952	46,504	128,943	0
25-0853	Airport Operations Specialist	FT	A	SS	Anchorage Intl Airport	200	19C / D	12.0		68,577	2,353	0	41,883	112,813	0
25-0917	Office Assistant II	FT	A	GP	Anchorage Intl Airport	200	10B / C	12.0		34,224	1,219	1,307	30,049	66,799	0
25-1594	Airport Operations Officer	FT	A	GP	Anchorage Intl Airport	200	18E / F	12.0		65,612	2,336	2,462	42,171	112,581	0
25-2564	Airport Operations Officer	FT	A	GP	Anchorage Intl Airport	200	18C / D	12.0		60,686	2,238	4,550	41,114	108,588	0
25-2720	Airport Leasing Specialist II	FT	A	GP	Anchorage Intl Airport	200	16B / C	12.0		50,511	1,800	1,937	36,351	90,599	0
25-2762	Airport Operations Officer	FT	A	GP	Anchorage Intl Airport	200	18C / D	12.0		60,344	2,150	2,304	40,150	104,948	0
25-2818	Airport Operations Specialist	FT	A	SS	Anchorage Intl Airport	200	19B / C	12.0		66,494	2,708	12,425	45,735	127,362	0
25-2832	Airport Operations Officer	FT	A	GP	Anchorage Intl Airport	200	18J	12.0		71,304	2,541	2,742	44,396	120,983	0
25-2840	Office Assistant II	FT	A	GP	Anchorage Intl Airport	200	10C / D	12.0		35,710	1,318	2,703	31,123	70,854	0
25-2916	Airport Operations Officer	FT	A	GP	Anchorage Intl Airport	200	18O	12.0		85,716	3,275	9,725	52,366	151,082	0
25-2954	Airport Operations Supt	FT	A	SS	Anchorage Intl Airport	200	21L	12.0		94,260	3,577	10,000	55,175	163,012	0
25-3379	Airport Operations Officer	FT	A	GP	Anchorage Intl Airport	200	18G / J	12.0		69,315	2,469	2,634	43,615	118,033	0
25-3388	Office Assistant II	FT	A	GP	Anchorage Intl Airport	200	10C / D	12.0		35,874	1,324	2,703	31,184	71,085	0
25-3479	Airport Operations Specialist	FT	A	GP	Anchorage Intl Airport	200	19O / P	12.0		94,611	3,246	0	52,056	149,913	0
25-3538	Office Assistant II	FT	A	GP	Anchorage Intl Airport	200	10C / D	12.0		35,587	1,221	0	30,070	66,878	0

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column. [No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

Personal Services Expenditure Detail
Department of Transportation/Public Facilities

Scenario: FY2016 Governor Amended (12201)
Component: Anchorage Airport Operations (1812)
RDU: International Airports (189)

PCN	Job Class Title	Time Status	Retire Code	Barg Unit	Location	Salary Sched	Range / Step	Comp Months	Split / Count	Annual Salaries	COLA	Premium Pay	Annual Benefits	Total Costs	UGF Amount
		Total Positions	New	Deleted										Total Salary Costs:	1,052,497
														Total COLA:	38,120
	Full Time Positions:	17	0	0										Total Premium Pay:	58,444
	Part Time Positions:	0	0	0										Total Benefits:	697,757
	Non Permanent Positions:	0	0	0											
	Positions in Component:	17	0	0											
	Total Component Months:	204.0													
														Total Pre-Vacancy:	1,846,818
														Minus Vacancy Adjustment of 3.09%:	(57,018)
														Total Post-Vacancy:	1,789,800
														Plus Lump Sum Premium Pay:	0
														Personal Services Line 100:	1,789,800

PCN Funding Sources:	Pre-Vacancy	Post-Vacancy	Percent
1027 International Airport Revenue Fund	1,846,818	1,789,800	100.00%
Total PCN Funding:	1,846,818	1,789,800	100.00%

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column. [No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

Line Item Detail
Department of Transportation/Public Facilities
Travel

Component: Anchorage Airport Operations (1812)
RDU: International Airports (189)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
72000	Travel		7.1	10.0	10.0
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
72000 Travel Detail Totals			7.1	10.0	10.0
72110	Employee Travel (Instate)	Instate travel: employee training, meetings, conferences (per diem, airfare, mileage, parking).	1.5	1.0	1.0
72410	Employee Travel (Out of state)	Out of state travel: Airport Managers Conference, Security Training Conference, General Aviation Conference (airfare, per diem, hotel, car rental).	5.6	9.0	9.0

Line Item Detail
Department of Transportation/Public Facilities
Services

Component: Anchorage Airport Operations (1812)
RDU: International Airports (189)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73000	Services		2,166.5	3,919.9	3,975.3
			FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
Expenditure Account	Servicing Agency	Explanation			
73000 Services Detail Totals			2,166.5	3,919.9	3,975.3
73002	Interagency Services	Human resources and commission sales.	0.7	0.0	0.0
73025	Education Services	Conference registration, contracted training, employee tuition (seminars).	3.6	4.0	4.0
73050	Financial Services	Management consultant fees for parking contract.	1,738.7	0.0	0.0
73150	Information Technlgy	Information technology fees.	1.9	0.0	0.0
73156	Telecommunication	Cellular phones, data networks, radios, wireless connections, voice mail, long distance/toll costs, fax.	12.0	76.0	76.0
73225	Delivery Services	Freight, courier and postage.	10.8	8.9	8.9
73450	Advertising & Promos	Advertising position vacancies, public notices, press releases regarding airport operations.	0.0	2.0	2.0
73525	Utilities	Disposal services, confidential shred.	0.4	0.0	0.0
73650	Struc/Infstruct/Land	Structure/Infrastructure services: rentals/lease such as the lease agreement for the General Aviation office space; repairs/maintenance.	34.6	30.0	30.4
73675	Equipment/Machinery	Equipment/machinery repairs, maintenance or rental as needed. Includes maintenance agreement on office equipment and the badging office equipment (fingerprinting machines).	9.7	35.0	35.0
73750	Other Services (Non IA Svcs)	Contract with the United States Department of Fish and Wildlife for animal control on the airport property (\$195.0); contract for fingerprinting records for all airport employees (\$140.0); Notice to Airman services regarding any airport operations issues (\$10.0). Airport parking services contract (North Terminal lots, South Terminal lots and parking garage operations, auxiliary parking lot): maintenance and operations (\$1,889.0) and incentive bonus (\$60.0).	354.1	3,764.0	3,819.0

Line Item Detail
Department of Transportation/Public Facilities
Services

Component: Anchorage Airport Operations (1812)

RDU: International Airports (189)

Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
73000 Services Detail Totals			2,166.5	3,919.9	3,975.3

Management fee, based on 3.49% of monthly revenue collected, for the above airport parking services contract (\$220.0).

\$1,250.0 transferred in from AIA Safety Component in FY15 Mgt Plan for contract for unarmed security services, monitor commercial areas, man vehicle entry points into airport, man commerical delivery points, traffic control and polograph testing.

FY16 includes \$55.4 increase for service contract with the objective to assist AIA in minimizing wildlife strike hazards to aircraft by providing wildlife hazard management on airport property.

Line Item Detail
Department of Transportation/Public Facilities
Commodities

Component: Anchorage Airport Operations (1812)
RDU: International Airports (189)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
74000	Commodities		135.9	81.0	81.0
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
74000 Commodities Detail Totals			135.9	81.0	81.0
74200	Business	Books, office supplies, subscriptions, supplies for fingerprinting machines.	132.8	61.0	61.0
74480	Household & Instit.	Clothing and uniforms.	2.7	5.0	5.0
74600	Safety (Commodities)	Safety supplies, fire extinguishers.	0.0	9.0	9.0
74650	Repair/Maintenance (Commodities)	Repairs/maintenance (parts and supplies).	0.4	6.0	6.0

Line Item Detail
Department of Transportation/Public Facilities
Capital Outlay

Component: Anchorage Airport Operations (1812)
RDU: International Airports (189)

Line Number	Line Name		FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
75000	Capital Outlay		0.0	55.0	55.0
Expenditure Account	Servicing Agency	Explanation	FY2014 Actuals	FY2015 Management Plan	FY2016 Governor Amended
75000 Capital Outlay Detail Totals			0.0	55.0	55.0
75400	Materials & Supplies	Office equipment, including the general aviation office and the badging office.	0.0	45.0	45.0
75700	Equipment	Equipment as needed.	0.0	10.0	10.0