

State of Alaska FY2017 Governor's Operating Budget

Department of Commerce, Community, and Economic Development Alaska Gasline Development Corporation Component Budget Summary

Component: Alaska Gasline Development Corporation

Contribution to Department's Mission

Advance the development, financing, construction and operation of a North Slope natural gas pipeline project, an in-state natural gas pipeline and other transportation mechanisms capable of delivering natural gas and other non-oil hydrocarbons for the maximum benefit of Alaskans.

Core Services

- Providing economic benefit to the State by securing a stable, long-term supply of natural gas for Alaskans.
- Assisting in commercializing Alaska's enormous North Slope gas reserves.
- Advancing the Alaska Stand Alone Pipeline (ASAP) project for the purpose of making natural gas available to Fairbanks, Southcentral and other communities within the state at the lowest possible cost.
- Pursuing the design, engineering, environmental and commercial work necessary to maintain the viability and readiness of the ASAP project as the State's in-state alternative to the Alaska LNG export project.
- Developing durable work and transferable data that can be used by either the ASAP or Alaska LNG projects.
- Maximizing the ability for public utilities and industrial customers within close proximity to a North Slope natural gas pipeline to access gas.
- Assisting in the planning, sighting and development of gas off-takes within Alaska.
- Coordinating with the Alaska Industrial Development and Export Authority (AIDEA), the Alaska Energy Authority (AEA) and other state agencies on the planning and development of infrastructure to deliver affordable energy to areas of the state not expected to have direct access to a North Slope natural gas pipeline.

Major Component Accomplishments in 2015

Advanced ASAP pipeline and facilities engineering and design and completed a Class III cost estimate.

- Completed ASAP project execution plan (PEP) that details efforts to move project from final investment decision (FID) through construction and into operations and maintenance.
- Completed design and cost estimates for off-take stations to provide natural gas to Alaskans along the path of a high pressure natural gas pipeline.
- Completed integration of accounting, document management, project scheduling and cost estimating software systems that allow AGDC to have stand-alone capabilities.
- Worked diligently to maintain right size corporate staffing levels by using mostly a contractor work force.
- Working cooperatively with the AKLNG project, AGDC completed extensive geotechnical borehole programs for both the ASAP and AKLNG projects.
- Conducted extensive summer/winter field programs to obtain wetlands, fisheries, waterways, material site and cultural resource data.
- Advanced early work construction planning and logistics.
- Progressed the ASAP Supplemental Environmental Impact Statement (SEIS) process with the Alaska District, U.S. Army Corps of Engineers. The SEIS will provide the basis for the Corps to issue a Section 404 wetlands permit to construct the project, and for the Bureau of Land Management (BLM) to issue a right-of-way grant across federal lands.
- Continued engagement with USDOT's Pipeline and Hazardous Materials and Safety Administration (PHMSA) on the need for a special permit for the pipeline in areas of discontinuous permafrost.
- Continued coordinated work efforts with Alaska LNG to facilitate sharing of engineering data and analyses.
- Continued extensive public communications and outreach.

Key Component Challenges

- A \$167.5 million reappropriation from the In-State Pipeline Fund (ISPF) during the 2015 Legislative Session has reduced the fund balance.
- Managing work efforts and timelines necessary to maintain progress on the National Environmental Policy Act (NEPA) process, major permit acquisition, field permitting and acquisition of state and federal right-of-way.
- Ensuring ASAP project development work, spending plan and deliverables are appropriately aligned with the major policy decision points for the Alaska LNG project
- Scaling and scoping ASAP technical and engineering work toward essential tasks and transferable work products.
- Maintaining the readiness and viability of the ASAP project during the Alaska LNG pre-FEED process.
- Establishing appropriate administrative controls and methodologies for appropriately allocating costs across ASAP and Alaska LNG projects.
- Managing the early stages of growth for a new, independent, public corporation.

Significant Changes in Results to be Delivered in FY2017

- Coordinating the efforts of both North Slope natural gas pipeline options in order to better inform the State's Final Investment Decision (FID) regarding which option is in Alaska's best long-term interests.
- Completing the ASAP SEIS and receiving final state and federal Right-of-Ways, and federal permits required to initiate construction.
- Continue working with AKLNG partners to avoid duplication of work and provide for advancement of both the ASAP and the AKLNG projects.
- Identifying gas off-take locations within Alaska.
- Advancing commercial engagements with gas buyers.

Statutory and Regulatory Authority

AS 31.25 is the enabling statute for the Alaska Gasline Development Corporation and establish its organization, administration and powers.

AS 31.25.100 establishes the In-state Natural Gas Pipeline Fund.

Contact Information
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Alaska Gasline Development Corporation Personal Services Information				
Authorized Positions			Personal Services Costs	
	FY2016 Management Plan	FY2017 Governor		
Full-time	32	32	Annual Salaries	3,858,200
Part-time	0	0	Premium Pay	0
Nonpermanent	0	0	Annual Benefits	2,200,623
			<i>Less 5.96% Vacancy Factor</i>	<i>(360,923)</i>
			Lump Sum Premium Pay	0
Totals	32	32	Total Personal Services	5,697,900

Position Classification Summary					
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
A/P Clerk	1	0	0	0	1
Accounting Specialist	1	0	0	0	1
Admin Specialist	1	0	0	0	1
Administrative Assistant	4	0	0	0	4
Communications Director	1	0	0	0	1
Community Relations Representv	1	0	0	0	1
Contract Compliance Officer	1	0	0	0	1
Director, Administrative Servi	1	0	0	0	1
Enterprise Application Analyst	1	0	0	0	1
Executive Assistant	1	0	0	0	1
External Affairs Coordinator	1	0	0	0	1
Finance Director	1	0	0	0	1
Financial Accountant	2	0	0	0	2
HR/Payroll Technician	1	0	0	0	1
Human Resources Specialist	1	0	0	0	1
In-State Aggregator Analyst	1	0	0	0	1
In-State Aggregator Manager	1	0	0	0	1
Manager, Accounts Payable	1	0	0	0	1
Manager, IT/IS	1	0	0	0	1
Manager, Risk	1	0	0	0	1
Network Engineer III	2	0	0	0	2
President	1	0	0	0	1
Stakeholder Engagement	1	0	0	0	1
VP,Administration and Finance	1	0	0	0	1
VP,Commercial Operations	1	0	0	0	1
VP,Engineering & Program Dev	1	0	0	0	1
VP,Ext Affairs & Gov Relations	1	0	0	0	1
Totals	32	0	0	0	32

Component Detail All Funds
Department of Commerce, Community, and Economic Development

Component: Alaska Gasline Development Corporation (2986)
RDU: Alaska Gasline Development Corporation (618)

Non-Formula Component

	FY2015 Actuals	FY2016 Conference Committee	FY2016 Authorized	FY2016 Management Plan	FY2017 Governor	FY2016 Management Plan vs FY2017 Governor	
71000 Personal Services	4,052.1	5,997.9	5,997.9	5,997.9	5,697.9	-300.0	-5.0%
72000 Travel	73.0	400.0	400.0	200.0	200.0	0.0	0.0%
73000 Services	4,196.2	1,850.0	1,850.0	3,050.0	3,050.0	0.0	0.0%
74000 Commodities	828.1	1,200.0	1,200.0	1,200.0	1,200.0	0.0	0.0%
75000 Capital Outlay	353.5	1,000.0	1,000.0	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	9,502.9	10,447.9	10,447.9	10,447.9	10,147.9	-300.0	-2.9%
Fund Sources:							
1229AGDC-ISP (Other)	9,502.9	10,447.9	10,447.9	10,447.9	10,147.9	-300.0	-2.9%
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	9,502.9	10,447.9	10,447.9	10,447.9	10,147.9	-300.0	-2.9%
Federal Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Positions:							
Permanent Full Time	32	32	32	32	32	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 Commerce, Community, and Economic Development

Component: Alaska Gasline Development Corporation (2986)

RDU: Alaska Gasline Development Corporation (618)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2016 Conference Committee To FY2016 Authorized *****												
FY2016 Conference Committee												
1229 AGDC-ISP	ConfCom	10,447.9	5,997.9	400.0	1,850.0	1,200.0	1,000.0	0.0	0.0	32	0	0
		10,447.9										
Subtotal		10,447.9	5,997.9	400.0	1,850.0	1,200.0	1,000.0	0.0	0.0	32	0	0
***** Changes From FY2016 Authorized To FY2016 Management Plan *****												
Align Authority with Projected Expenditures												
	LIT	0.0	0.0	-200.0	1,200.0	0.0	-1,000.0	0.0	0.0	0	0	0
Align expenditure authority within the Alaska Gasline Development Corporation component with anticipated expenditures. This transfer aligns authorization with anticipated expenditures based on historical spending trends.												
Subtotal		10,447.9	5,997.9	200.0	3,050.0	1,200.0	0.0	0.0	0.0	32	0	0
***** Changes From FY2016 Management Plan To FY2017 Governor *****												
Alaska Gasline Development Corp; RCA Ch11 SLA2013 (HB4) (Sec2 CH14 SLA2013 P43 L17) (HB65)												
1229 AGDC-ISP	OTI	-300.0	-300.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
		-300.0										
Totals		10,147.9	5,697.9	200.0	3,050.0	1,200.0	0.0	0.0	0.0	32	0	0

Personal Services Expenditure Detail
Department of Commerce, Community, and Economic Development

Scenario: FY2017 Governor (12995)
Component: Alaska Gasline Development Corporation (2986)
RDU: Alaska Gasline Development Corporation (618)

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
04-701X	External Affairs Coordinator	FT	1	-5	Anchorage	99	0	12.0		74,400	0	0	53,649	128,049	0
04-702X	Accounting Specialist	FT	1	-5	Anchorage	99	0	12.0		69,100	0	0	51,718	120,818	0
04-703X	VP,Engineering & Program Dev	FT	A	-5	Anchorage	99	0	12.0		251,600	0	0	110,062	361,662	0
04-704X	VP,Ext Affairs & Gov Relations	FT	A	-5	Anchorage	99	0	12.0		204,000	0	0	95,634	299,634	0
04-705X	Director, Administrative Servi	FT	1	-5	Anchorage	99	0	12.0		120,000	0	0	70,174	190,174	0
04-706X	Communications Director	FT	1	-5	Anchorage	99	0	12.0		120,000	0	0	70,174	190,174	0
04-707X	Admin Specialist	FT	A	-5	Anchorage	99	0	12.0		86,900	0	0	58,204	145,104	0
04-708X	Manager, IT/IS	FT	1	-5	Anchorage	99	0A	12.0		123,000	0	0	71,083	194,083	0
04-709X	Administrative Assistant	FT	1	-5	Anchorage	99	0A	12.0		45,000	0	0	42,936	87,936	0
04-710X	Human Resources Specialist	FT	1	-5	Anchorage	99	0A	12.0		111,600	0	0	67,205	178,805	0
04-711X	Executive Assistant	FT	A	-5	Anchorage	99	0A	12.0		91,600	0	0	59,917	151,517	0
04-712X	Administrative Assistant	FT	A	-5	Anchorage	99	0A	12.0		67,200	0	0	51,025	118,225	0
04-713X	HR/Payroll Technician	FT	1	-5	Anchorage	99	0A	12.0		76,100	0	0	54,269	130,369	0
04-714X	A/P Clerk	FT	1	-5	Anchorage	99	0A	12.0		45,000	0	0	42,936	87,936	0
04-715X	Contract Compliance Officer	FT	1	-5	Anchorage	99	0A	12.0		110,800	0	0	66,913	177,713	0
04-716X	Enterprise Application Analyst	FT	1	-5	Anchorage	99	0A	12.0		101,000	0	0	63,342	164,342	0
04-717X	Network Engineer III	FT	1	-5	Anchorage	99	0A	12.0		111,600	0	0	67,205	178,805	0
04-718X	Administrative Assistant	FT	1	-5	Anchorage	99	0A	12.0		45,000	0	0	42,936	87,936	0
04-719X	Administrative Assistant	FT	1	-5	Anchorage	99	0A	12.0		45,000	0	0	42,936	87,936	0
04-720X	Manager, Risk	FT	1	-5	Anchorage	99	0A	12.0		134,900	0	0	74,690	209,590	0
04-721X	Community Relations Representv	FT	1	-5	Anchorage	99	0A	12.0		55,000	0	0	46,580	101,580	0
04-722X	Stakeholder Engagement	FT	1	-5	Anchorage	99	0A	12.0		62,000	0	0	49,131	111,131	0
04-723X	Network Engineer III	FT	1	-5	Anchorage	99	0A	12.0		85,000	0	0	57,512	142,512	0
04-724X	Manager, Accounts Payable	FT	1	-5	Anchorage	99	0A	12.0		96,600	0	0	61,739	158,339	0
04-725X	In-State Aggregator Manager	FT	1	-5	Anchorage	99	20A	12.0		225,000	0	0	101,999	326,999	0
04-726X	In-State Aggregator Analyst	FT	1	-5	Anchorage	99	15A	12.0		180,000	0	0	88,360	268,360	0
04-727X	VP,Administration and Finance	FT	1	-5	Anchorage	99	0A	12.0		204,000	0	0	95,634	299,634	0
04-728X	Financial Accountant	FT	1	-5	Anchorage	99	0A	12.0		84,000	0	0	57,147	141,147	0
04-729X	Financial Accountant	FT	1	-5	Anchorage	99	0A	12.0		84,000	0	0	57,147	141,147	0
04-730X	Finance Director	FT	1	-5	Anchorage	99	0A	12.0		120,000	0	0	70,174	190,174	0
04-731X	VP,Commercial Operations	FT	1	-5	Anchorage	99	0A	12.0		262,800	0	0	113,456	376,256	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 Commerce, Community, and Economic Development

Scenario: FY2017 Governor (12995)
Component: Alaska Gasline Development Corporation (2986)
RDU: Alaska Gasline Development Corporation (618)

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
04-732X	President	FT	1	-5	Anchorage	99	0A	12.0		366,000	0	0	144,736	510,736	0
													Total Salary Costs:	3,858,200	
													Total COLA:	0	
													Total Premium Pay:	0	
													Total Benefits:	2,200,623	
													Total Pre-Vacancy:	6,058,823	
													Minus Vacancy Adjustment of 5.96%:	(360,923)	
													Total Post-Vacancy:	5,697,900	
													Plus Lump Sum Premium Pay:	0	
													Personal Services Line 100:	5,697,900	
Total Component Months:		384.0													

PCN Funding Sources:	Pre-Vacancy	Post-Vacancy	Percent
1229 AK Gasline Development Corporation In-state Pipeline Fund	6,058,823	5,697,900	100.00%
Total PCN Funding:	6,058,823	5,697,900	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 Commerce, Community, and Economic Development
Travel

Component: Alaska Gasline Development Corporation (2986)
RDU: Alaska Gasline Development Corporation (618)

Line Number	Line Name		FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
72000	Travel		73.0	200.0	200.0
Expenditure Account	Servicing Agency	Explanation	FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
72000 Travel Detail Totals			73.0	200.0	200.0
72100	Instate Travel	In-State Transportation - Transportation costs for travel relating to field work, administration, and conventions and meetings	37.8	150.0	150.0
72400	Out Of State Travel	Out of State Transportation - Transportation costs for travel relating to field work, administration, and conventions and meetings.	35.2	50.0	50.0

Line Item Detail
Department of Commerce, Community, and Economic Development
Services

Component: Alaska Gasline Development Corporation (2986)
RDU: Alaska Gasline Development Corporation (618)

Line Number	Line Name		FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
73000	Services		4,196.2	3,050.0	3,050.0
Expenditure Account	Servicing Agency	Explanation	FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
73000 Services Detail Totals			4,196.2	3,050.0	3,050.0
73026	Training/Conferences	Training and conferences.	49.6	49.6	49.6
73051	Accounting/Auditing	Accounting and auditing services.	24.2	24.2	24.2
73058	Insurance/Bonds	Insurance and bonding.	36.4	36.4	36.4
73150	Information Technlgy	Information technology services, leases, and maintenance.	428.5	428.5	428.5
73156	Telecommunication	Local, long-distance, and cellular telephone charges, television, data/network, telecommunication equipment, and other wireless charges from outside vendors.	103.8	103.8	103.8
73228	Postage	Postage and mailing.	3.1	3.1	3.1
73450	Advertising & Promos	Advertising, promotions and legal notices.	11.5	11.5	11.5
73665	Rentals/Leases (Non IA-Struct/Infs/Land)	Building leases.	751.4	751.4	751.4
73686	Rentals/Leases (Non IA-Eq/Machinery)	Equipment rentals and leases.	69.2	69.2	69.2
73750	Other Services (Non IA Svcs)	Program management/consulting, economic/development, safety-related services, printing, copying, and other services.	0.4	0.4	0.4
73979	Mgmt/Consulting (IA Svcs)	Program management/consulting.	2,414.5	1,268.3	1,268.3
73979	Mgmt/Consulting (IA Svcs)	AHFC Operations Alaska Housing Finance Corporation for employee benefit support.	173.2	173.2	173.2
73979	Mgmt/Consulting (IA Svcs)	Commissioner's Office Commissioner's Office - Management support services.	92.2	92.2	92.2
73979	Mgmt/Consulting (IA Svcs)	Law Department of Law legal support for document review.	38.2	38.2	38.2

Line Item Detail
Department of Commerce, Community, and Economic Development
Commodities

Component: Alaska Gasline Development Corporation (2986)
RDU: Alaska Gasline Development Corporation (618)

Line Number	Line Name		FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
74000	Commodities		828.1	1,200.0	1,200.0
Expenditure Account	Servicing Agency	Explanation	FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
74000 Commodities Detail Totals			828.1	1,200.0	1,200.0
74200	Business	Supplies for office, library, training, and instructional needs, including small equipment, tools and subscriptions.	435.6	750.0	750.0
74226	Equipment & Furniture	Business equipment, furniture, tools and vehicles.	392.5	450.0	450.0

Line Item Detail
Department of Commerce, Community, and Economic Development
Capital Outlay

Component: Alaska Gasline Development Corporation (2986)
RDU: Alaska Gasline Development Corporation (618)

Line Number	Line Name		FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
75000	Capital Outlay		353.5	0.0	0.0
Expenditure Account	Servicing Agency	Explanation	FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
75000 Capital Outlay Detail Totals			353.5	0.0	0.0
75700	Equipment	Information technology equipment.	353.5	0.0	0.0

Interagency Services
Department of Commerce, Community, and Economic Development

Component: Alaska Gasline Development Corporation (2986)
RDU: Alaska Gasline Development Corporation (618)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2015 Actuals	FY2016 Management Plan	FY2017 Governor	
73979	Mgmt/Consulting (IA Svcs)	Alaska Housing Finance Corporation for employee benefit support.	Inter-dept	AHFC Operations	173.2	173.2	173.2
73979	Mgmt/Consulting (IA Svcs)		Inter-dept	Commissioner's Office	92.2	0.0	0.0
73979	Mgmt/Consulting (IA Svcs)	Commissioner's Office - Management support services.	Intra-dept	Commissioner's Office	0.0	92.2	92.2
73979	Mgmt/Consulting (IA Svcs)	Department of Law legal support for document review.	Inter-dept	Law	38.2	38.2	38.2
73979 Mgmt/Consulting (IA Svcs) subtotal:				303.6	303.6	303.6	
Alaska Gasline Development Corporation total:				303.6	303.6	303.6	
Grand Total:				303.6	303.6	303.6	