

**State of Alaska
FY2009 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:** Administer marketing program.
- **COMMUNITY RELATIONS:** Maintain a positive public communications program.
- **PLANNING:** Program capital improvement projects (intergovernmental coordination, policy analysis).
- **ENGINEERING:** Provide engineering oversight/coordination of ANC construction activities.
- **ENVIRONMENTAL:** Develop and implement environmental policy and plans to meet laws and regulations, administer noise program.
- **BUSINESS DEVELOPMENT:** Develop and facilitate cargo and passenger facility expansions, terminal development, strategic business planning, manage the Master Plan, and participate in Operating Agreement negotiations.
- **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. Support operational systems.

FY2009 Resources Allocated to Achieve Results		
FY2009 Component Budget: \$8,196,000	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.

The Environmental section will implement the Environmental Protection Agency (EPA) deicing (glycol) effluent limits for its storm water discharges and continue to work towards complete recovery of Lakes Hood and Spenard's water quality.

The Leasing section will begin the Request for Proposal (RFP) and bid process for the Food and Beverage and Specialty Retail concessionaire contracts. These processes will require hiring a consultant at approximately \$100,000.

The Leasing section will begin and complete the process for the relocations of all affected South Terminal tenants, including relocating three major airlines from the North Terminal, after the completion of the South Terminal Seismic and Security Retrofit Project. The budget to cover the relocation of tenants related to the project will be overspent due to the higher costs in relocating the airlines.

The Marketing section will complete an RFP for competent and experienced cargo and passenger consultants.

The Development section will be drafting a RFP for an airport hotel. A Request for Interest (RFI) that was sent out in early 2007 had 23 firms respond.

The Master Plan consultants will be looking at airfield alternatives with benefit cost analysis and will recommend solutions to capacity requirements and best land use by early 2009.

The Information Systems section must meet all the growing needs and requirements for the airport's technological support. This includes supporting the help desk, filling vacant positions due to staff leaving for higher paying jobs, and getting airport projects approved.

Significant Changes in Results to be Delivered in FY2009

No significant changes are anticipated.

Major Component Accomplishments in 2007

The Leasing section facilitated the opening of the new Rental Car Facility which houses up to eight rental car companies.

The Public Relations section coordinated the Alaska Transportation Careers and Airport Job Fair. More than 600 people attended. Companies participating in the Job Fair included Alaska Airlines, United Airlines, FedEx, TSA, FAA, Swissport, Budget Car Rental, Avis Car Rental, the Alaska Railroad and concessions at the Airport such as Starbuck's and Chili's.

Delta and Continental Airlines joined in the participation of the Airport Customer Service Program. This continues to be a successful program with excellent customer service realized by the traveling public.

The Engineering Section completed Phase II and roll-out of the Capital Improvement Management System (CIMS), a computer database to improve management of the Capital Improvement Program (CIP).

The Planning section reduced the number of CIP projects in close-out down to fewer than 50 from more than 100 two years ago.

The Marketing section successfully re-instated the Cathay Pacific Airline Passenger Program. This program allows Cathay passengers to deplane during transit stops. The Program was put on hold for the past 3 years.

Four new carriers started at ANC: Shanghai Air Cargo, Yangtze River Express, Focus Air Cargo and ANA Cargo.

The Art Committee selected the finalists for the 1% art for the A/B Concourse remodel. The next step is to negotiate with the artist and commission the art works for the A/B Concourse.

Accomplished Master Plan tasks that include the Forecast, Facilities Requirements, runway alternatives, identification and considerable public information.

The Information Systems section converted all airport users to the State's Exchange server, upgraded the terminal Multi-User Flight Information Display System (MUFIDS), installed parking garage MUFIDS as well as A-B remodel MUFIDS.

Statutory and Regulatory Authority

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

Contact Information

Contact: Morton V. Plumb Jr., Director
Phone: (907) 266-2529
Fax: (907) 243-0663
E-mail: Morton.Plumb@alaska.gov

**Anchorage Airport Administration
Component Financial Summary**

All dollars shown in thousands

	FY2007 Actuals	FY2008 Management Plan	FY2009 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	4,071.5	4,665.7	4,861.9
72000 Travel	51.9	53.3	53.3
73000 Services	2,511.8	3,004.5	3,004.5
74000 Commodities	423.6	217.8	217.8
75000 Capital Outlay	350.0	58.5	58.5
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	7,408.8	7,999.8	8,196.0
Funding Sources:			
1027 International Airport Revenue Fund	7,076.3	7,814.1	8,010.2
1061 Capital Improvement Project Receipts	332.5	185.7	185.8
Funding Totals	7,408.8	7,999.8	8,196.0

Estimated Revenue Collections

Description	Master Revenue Account	FY2007 Actuals	FY2008 Management Plan	FY2009 Governor
Unrestricted Revenues				
Unrestricted Fund	68515	108,095.9	110,013.1	110,013.1
Unrestricted Total		108,095.9	110,013.1	110,013.1
Restricted Revenues				
Capital Improvement Project Receipts	51200	332.5	185.7	185.8
Restricted Total		332.5	185.7	185.8
Total Estimated Revenues		108,428.4	110,198.8	110,198.9

**Summary of Component Budget Changes
From FY2008 Management Plan to FY2009 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2008 Management Plan	0.0	0.0	7,999.8	7,999.8
Adjustments which will continue current level of service:				
-FY 09 Health Insurance Increases for Exempt Employees	0.0	0.0	1.0	1.0
-FY 09 Bargaining Unit Contract Terms: General Government Unit	0.0	0.0	195.2	195.2
FY2009 Governor	0.0	0.0	8,196.0	8,196.0

**Anchorage Airport Administration
Personal Services Information**

Authorized Positions		Personal Services Costs		
	<u>FY2008</u>	<u>FY2009</u>		
	<u>Management</u>	<u>Governor</u>		
	<u>Plan</u>			
Full-time	52	52	Annual Salaries	3,064,509
Part-time	0	0	COLA	186,509
Nonpermanent	0	0	Premium Pay	107,264
			Annual Benefits	1,737,912
			<i>Less 4.60% Vacancy Factor</i>	<i>(234,294)</i>
			Lump Sum Premium Pay	0
Totals	52	52	Total Personal Services	4,861,900

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Accounting Tech III	1	0	0	0	1
Administrative Assistant	2	0	0	0	2
Administrative Clerk II	1	0	0	0	1
Administrative Clerk III	6	0	0	0	6
Administrative Manager IV	1	0	0	0	1
Airport Leasing Program Mgr	1	0	0	0	1
Airport Leasing Specialist I	2	0	0	0	2
Airport Leasing Specialist II	3	0	0	0	3
Airport Leasing Specialist III	2	0	0	0	2
Airport Leasing Specialist IV	1	0	0	0	1
Airport Manager Anch	1	0	0	0	1
Analyst/Programmer IV	2	0	0	0	2
Asst Commissioner	1	0	0	0	1
Communications Coordinator	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
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 III	2	0	0	0	2
Engineering Asst I	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 I	1	0	0	0	1
Environ Program Spec III	2	0	0	0	2
Micro/Network Spec I	2	0	0	0	2
Micro/Network Tech II	2	0	0	0	2
Planner II	1	0	0	0	1
Planner III	2	0	0	0	2
Procurement Spec I	1	0	0	0	1
Project Manager	1	0	0	0	1
Right of Way Agent V	1	0	0	0	1
Trans Planner II	1	0	0	0	1
Totals	52	0	0	0	52

