

State of Alaska FY2009 Governor's Operating Budget

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

Component: Fairbanks 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

- Plan, organize, direct and control airport functions.
- Develop and implement strategic management plans.
- Develop operating and capital budgets.
- Negotiate and administer 201 leases and other agreements.
- Administer airline operating agreements.
- Collect air carrier fees, rents, concession and other revenues.
- Collect and disseminate airport statistical and financial data.
- Maintain local area computer network backbone and workstations, and provide technical support to subsystems such as maintenance management, MSDS, HVAC.

FY2009 Resources Allocated to Achieve Results

FY2009 Component Budget: \$1,675,800	Personnel:	
	Full time	11
	Part time	0
	Total	11

Key Component Challenges

- Construction continues on replacement of the existing terminal building. The new section is slated to open in spring 2008. The airport will continue to operate the existing terminal until demolition of the oldest portion of the existing building begins.
- Dealing with geo-political developments in world wide cargo transport that directly affect revenues. Global air transport will continue to change as economic and political conditions change in rapidly developing countries such as China and Russia, as well as in central Asia. The impacts to the airport will be enormous as airlines make these important business decisions.
- One of FAI's greatest challenges is generating more revenue opportunities and maintaining existing revenues to support airport functions. In an effort to attract other air carriers or businesses to the airport to replace lost revenues, FAI staff will concentrate on marketing and outreach efforts with the aid of a USDOT Small Community Air Service Development Program grant. When it makes sense to do so, projects will be outsourced to private consultants
- Efforts continue to develop and implement competitive offerings for new telecommunications, rental car, and parking concessions: New telecommunications and rental car agreements to coincide with the opening of the new terminal scheduled for 2008; new parking agreement to coincide with completion of terminal construction project in 2009.

Significant Changes in Results to be Delivered in FY2009

No significant changes are anticipated.

Major Component Accomplishments in 2007

- Award of new food and beverage and new gift and news concession agreements to be effective concurrently with anticipated public opening of the new terminal.
- Approved two new land leases with approximately \$250,000 in proposed improvements.
- In addition to proposed improvements on new leases, approved building permits for \$1.4 million in private investments on existing leaseholds on Airport land.
- Approved two new terminal leases with approximately \$10,000 in proposed improvements.
- Completed for and was awarded a three year USDOT Small Community Air Service Development Program grant for \$500.0.

Statutory and Regulatory Authority

AS 2 Aeronautics

AS 44 State Govt.

17 AAC Chapter 40, Aviation

FAR Part 139

49 CFR, dealing with airport security: TSR 1500, 1503, 1520, 1540, 1542, 1544, and 1546

Contact Information
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Fairbanks 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	1,019.7	1,079.5	1,062.4
72000 Travel	15.3	17.9	17.9
73000 Services	527.3	535.5	535.5
74000 Commodities	52.7	60.0	60.0
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	1,615.0	1,692.9	1,675.8
Funding Sources:			
1027 International Airport Revenue Fund	1,585.3	1,663.2	1,646.1
1061 Capital Improvement Project Receipts	29.7	29.7	29.7
Funding Totals	1,615.0	1,692.9	1,675.8

Estimated Revenue Collections

Description	Master Revenue Account	FY2007 Actuals	FY2008 Management Plan	FY2009 Governor
Unrestricted Revenues				
Unrestricted Fund	68515	7,097.4	7,831.0	7,830.8
Unrestricted Total		7,097.4	7,831.0	7,830.8
Restricted Revenues				
Capital Improvement Project Receipts	51200	29.7	29.7	29.7
Restricted Total		29.7	29.7	29.7
Total Estimated Revenues		7,127.1	7,860.7	7,860.5

**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	1,692.9	1,692.9
Adjustments which will continue current level of service:				
-FY 09 Health Insurance Increases for Exempt Employees	0.0	0.0	0.2	0.2
-FY 09 Bargaining Unit Contract Terms: General Government Unit	0.0	0.0	37.1	37.1
-Consolidate Certain Permit Functions	0.0	0.0	-54.4	-54.4
FY2009 Governor	0.0	0.0	1,675.8	1,675.8

**Fairbanks Airport Administration
Personal Services Information**

Authorized Positions			Personal Services Costs	
	<u>FY2008</u> <u>Management</u> <u>Plan</u>	<u>FY2009</u> <u>Governor</u>		
Full-time	12	11	Annual Salaries	634,943
Part-time	0	0	COLA	31,099
Nonpermanent	0	0	Premium Pay	32,391
			Annual Benefits	364,345
			Less 0.04% Vacancy Factor	(378)
			Lump Sum Premium Pay	0
Totals	12	11	Total Personal Services	1,062,400

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Accounting Tech I	0	1	0	0	1
Administrative Clerk III	0	1	0	0	1
Administrative Manager III	0	1	0	0	1
Administrative Svcs Mgr II	0	1	0	0	1
Airport Leasing Specialist II	0	2	0	0	2
Airport Leasing Specialist IV	0	1	0	0	1
Airport Manager Fairbanks	0	1	0	0	1
Dev Spec II, Option A	0	1	0	0	1
Micro/Network Spec I	0	1	0	0	1
Secretary	0	1	0	0	1
Totals	0	11	0	0	11