

State of Alaska FY2010 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 airport operating and capital budgets.
- Promote Fairbanks International Airport (FAI) in domestic and international markets through personal outreach, consultant services, printed material, and FAI website.
- Negotiate and administer over 200 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, Material Safety Data Sheets (MSDS) environmental hazards database, security badging and automated Heating, Ventilation and Air Conditioning (HVAC) systems.

FY2010 Resources Allocated to Achieve Results

FY2010 Component Budget: \$1,793,700

Personnel:

Full time	11
Part time	0
Total	11

Key Component Challenges

- The new terminal addition is now in operation and a portion of the old terminal was demolished, slightly reducing administrative office space and creating two separate buildings. Airport staff and commuter carriers are expected to move into the renovated portion of the newer building next spring, followed by demolition of the old building.
- Marketing staff will concentrate on outreach efforts during the final year via a U.S. Department of Transportation Small Community Air Service Development Program grant. Global air transport opportunities will continue to change as economic and political conditions change in China, Asia Major, Russia, and central Asia.
- Staff are continuing efforts to develop and implement competitive offerings for new ATM and parking concessions. A new parking agreement is to coincide with completion of the Terminal Development Project in 2009 and the new ATM agreement is to coincide with spring 2010 expiration of the recently extended agreements.

Significant Changes in Results to be Delivered in FY2010

No significant changes are anticipated.

Major Component Accomplishments in 2008

with Japan Airlines, bringing 4,375 passengers to view the northern lights and enjoy winter activities, an increase of over 36% compared to the previous year.

- Condor Airlines experienced a 5% increase in European visitors to Fairbanks via their direct scheduled service from Frankfurt, Germany.
- Delta Airlines expanded their seasonal service from 5 day a week operations to 7 day a week operations in 2008.
- Building permits worth \$2.6 million for leasehold investment in the new terminal were approved for air carriers, food and beverage, gift shop, rental cars and advertising concessions, municipal displays, and the federal government.
- Awarded six new rental car concession agreements effective concurrent with opening the new terminal.
- Existing telecommunication and ATM agreements were extended effective with public opening of the new terminal and through completion of final phase of terminal development.

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

Contact: Jesse VanderZanden, Airport Manager

Phone: (907) 474-2500

Fax: (907) 474-2513

E-mail: jesse.vanderzanden@alaska.gov

Fairbanks Airport Administration Component Financial Summary

All dollars shown in thousands

	FY2008 Actuals	FY2009 Management Plan	FY2010 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	1,013.6	1,069.5	1,098.8
72000 Travel	24.4	17.9	17.9
73000 Services	609.8	617.0	617.0
74000 Commodities	21.6	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	1,669.4	1,764.4	1,793.7
Funding Sources:			
1027 International Airport Revenue Fund	1,669.4	1,734.7	1,764.0
1061 Capital Improvement Project Receipts	0.0	29.7	29.7
Funding Totals	1,669.4	1,764.4	1,793.7

Estimated Revenue Collections

Description	Master Revenue Account	FY2008 Actuals	FY2009 Management Plan	FY2010 Governor
Unrestricted Revenues				
Unrestricted Fund	68515	9,170.1	9,154.3	8,303.5
Unrestricted Total		9,170.1	9,154.3	8,303.5
Restricted Revenues				
Capital Improvement Project Receipts	51200	0.0	29.7	29.7
Restricted Total		0.0	29.7	29.7
Total Estimated Revenues		9,170.1	9,184.0	8,333.2

**Summary of Component Budget Changes
From FY2009 Management Plan to FY2010 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2009 Management Plan	0.0	0.0	1,764.4	1,764.4
Adjustments which will continue current level of service:				
-FY2010 Wage and Health Insurance Increases for Bargaining Units with Existing Agreements	0.0	0.0	29.3	29.3
FY2010 Governor	0.0	0.0	1,793.7	1,793.7

**Fairbanks Airport Administration
Personal Services Information**

Authorized Positions			Personal Services Costs	
	<u>FY2009</u> <u>Management</u> <u>Plan</u>	<u>FY2010</u> <u>Governor</u>		
Full-time	11	11	Annual Salaries	693,118
Part-time	0	0	COLA	25,591
Nonpermanent	0	0	Premium Pay	11,485
			Annual Benefits	381,030
			<i>Less 1.12% Vacancy Factor</i>	(12,424)
			Lump Sum Premium Pay	0
Totals	11	11	Total Personal Services	1,098,800

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Accounting Tech I	0	1	0	0	1
Admin Operations Mgr I	0	1	0	0	1
Administrative Clerk III	0	1	0	0	1
Administrative Officer I	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