

State of Alaska FY2012 Governor's Operating Budget

Department of Commerce, Community, and Economic Development Alaska Energy Authority Owned Facilities Component Budget Summary

Component: Alaska Energy Authority Owned Facilities

Contribution to Department's Mission

Operate and maintain existing authority-owned projects with maximum utility control.

Major Activities to Advance Strategies

- Monitor maintenance activities performed by utilities
- Ensure FERC compliance of Bradley Lake Hydro Project
- Monitor condition of the projects
- Complete annual budgets for the Bradley Lake Hydro Project and the Alaska Intertie Project
- Facilitate cooperation between utilities
- Renegotiate the Alaska Intertie Agreement

Key Component Challenges

Perform design and field work on potential large Railbelt hydroelectric projects (Susitna, Chakachamna and others). Information will be used to determine if a project is viable or for the project's preliminary filing for a hydroelectric license.

Alaska Energy Authority (AEA) continues to work with the Intertie Operating Committee (IOC) on issues related to the operation and maintenance of the Anchorage to Fairbanks Intertie and necessary intertie repairs to the foundations and the intertie static VAR system. AEA is negotiating a new Intertie operating agreement with the participating utilities.

Significant Changes in Results to be Delivered in FY2012

No significant changes to component.

Major Component Accomplishments in 2010

AEA and the city of Larsen Bay agreed to terms and conditions to complete the transfer of the project to local ownership in FY11.

Committed to refund a portion of the Bradley Lake Hydroelectric Project bonds - The transaction closed July 1, 2010 which resulted in a net present value savings of \$2.3 million.

Statutory and Regulatory Authority

AS 44.83	Alaska Energy Authority
AS 37.07.020(e)	State Facilities Operations and Maintenance
3 AAC 105	Alaska Energy Authority

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Alaska Energy Authority Owned Facilities Component Financial Summary

All dollars shown in thousands

	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	0.0	0.0	0.0
72000 Travel	0.5	30.0	30.0
73000 Services	216.9	1,024.1	1,024.1
74000 Commodities	0.0	8.0	8.0
75000 Capital Outlay	0.0	5.0	5.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	217.4	1,067.1	1,067.1
Funding Sources:			
1107 Alaska Energy Authority Corporate Receipts	217.4	1,067.1	1,067.1
Funding Totals	217.4	1,067.1	1,067.1

Estimated Revenue Collections

Description	Master Revenue Account	FY2010 Actuals	FY2011 Conference Committee (Final)	FY2011 Authorized	FY2011 Authorized	FY2012 Governor
Unrestricted Revenues						
None.		0.0	0.0	0.0	0.0	0.0
Unrestricted Total		0.0	0.0	0.0	0.0	0.0
Restricted Revenues						
Alaska Energy Authority Receipts	51418	217.4	0.0	0.0	1,067.1	1,067.1
Restricted Total		217.4	0.0	0.0	1,067.1	1,067.1
Total Estimated Revenues		217.4	0.0	0.0	1,067.1	1,067.1

**Summary of Component Budget Changes
From FY2011 Management Plan to FY2012 Governor**

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>
FY2011 Management Plan	0.0	0.0	1,067.1	0.0	1,067.1
FY2012 Governor	0.0	0.0	1,067.1	0.0	1,067.1

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

Component: Alaska Energy Authority Owned Facilities (2599)

RDU: Alaska Energy Authority (453)

	FY2010 Actuals	FY2011 Conference Committee (Final)	FY2011 Authorized	FY2011 Management Plan	FY2012 Governor	FY2011 Management Plan vs FY2012 Governor	
71000 Personal Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
72000 Travel	0.5	30.0	30.0	30.0	30.0	0.0	0.0%
73000 Services	216.9	1,024.1	1,024.1	1,024.1	1,024.1	0.0	0.0%
74000 Commodities	0.0	8.0	8.0	8.0	8.0	0.0	0.0%
75000 Capital Outlay	0.0	5.0	5.0	5.0	5.0	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	217.4	1,067.1	1,067.1	1,067.1	1,067.1	0.0	0.0%
Fund Sources:							
1107 AEA Rcpts	217.4	1,067.1	1,067.1	1,067.1	1,067.1	0.0	0.0%
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	217.4	1,067.1	1,067.1	1,067.1	1,067.1	0.0	0.0%
Federal Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Positions:							
Permanent Full Time	0	0	0	0	0	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 Energy Authority Owned Facilities (2599)

RDU: Alaska Energy Authority (453)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2011 Conference Committee (Final) To FY2011 Authorized *****												
FY2011 Conference Committee	ConfCom	1,067.1	0.0	30.0	1,024.1	8.0	5.0	0.0	0.0	0	0	0
1107 AEA Rcpts		1,067.1										
	Subtotal	1,067.1	0.0	30.0	1,024.1	8.0	5.0	0.0	0.0	0	0	0
***** Changes From FY2011 Authorized To FY2011 Management Plan *****												
	Subtotal	1,067.1	0.0	30.0	1,024.1	8.0	5.0	0.0	0.0	0	0	0
***** Changes From FY2011 Management Plan To FY2012 Governor *****												
	Totals	1,067.1	0.0	30.0	1,024.1	8.0	5.0	0.0	0.0	0	0	0

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

Component: Alaska Energy Authority Owned Facilities (2599)
RDU: Alaska Energy Authority (453)

Line Number	Line Name		FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
72000	Travel		0.5	30.0	30.0
Expenditure Account	Servicing Agency	Explanation	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
72000 Travel Detail Totals			0.5	30.0	30.0
72100	Instate Travel	Instate Transportation - Transportation costs for travel relating to staff travel for Bradley Lake, Larsen Bay and Alaska Intertie; board of directors' travel.	0.5	15.0	15.0
72400	Out Of State Travel	Out of StateTransportation - Transportation costs for travel relating to field work, administration, and conventions and meetings.	0.0	15.0	15.0

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

Component: Alaska Energy Authority Owned Facilities (2599)

RDU: Alaska Energy Authority (453)

Line Number	Line Name			FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
73000	Services			216.9	1,024.1	1,024.1
Expenditure Account	Servicing Agency	Explanation		FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
73000 Services Detail Totals				216.9	1,024.1	1,024.1
73050	Financial Services	Accounting, auditing, management consulting, and insurance related services.		0.0	0.0	0.0
73156	Telecommunication	Local, long-distance, and cellular telephone charges, television, data/network, telecommunication equipment, and other wireless charges from outside vendors.		0.0	0.0	0.0
73225	Delivery Services	Freight, courier service, and postage.		0.0	0.0	0.0
73650	Struc/Infstruct/Land	Structure, infrastructure and land repairs, maintenance, rentals and leases.		0.0	0.0	0.0
73687	Office Furn & Equip(Non IA Rental/Lease)	Machinery and Equipment Rental, including photocopiers.		0.0	0.0	0.0
73750	Other Services (Non IA Svcs)	Program management/consulting, economic/development, safety-related services, printing, copying, and other services.		214.5	1,024.1	1,024.1
73812	Legal	Law	Legal services and fees.	2.4	0.0	0.0
73814	Insurance	Admin	Division of Risk Management – Risk management insurance charges for buildings, repossessed properties, aviation, public official bonds, and overhead.	0.0	0.0	0.0
73822	Construction (IA Svcs)	Trans	Construction procurement delegation	0.0	0.0	0.0
73979	Mgmt/Consulting (IA Svcs)	AIDEA	Reimburse AIDEA Component for AIDEA staff performing AEA functions.	0.0	0.0	0.0

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

Component: Alaska Energy Authority Owned Facilities (2599)
RDU: Alaska Energy Authority (453)

Line Number	Line Name		FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
74000	Commodities		0.0	8.0	8.0
Expenditure Account	Servicing Agency	Explanation	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
74000 Commodities Detail Totals			0.0	8.0	8.0
74480	Household & Instit.	Cleaning, food and other household supplies.	0.0	8.0	8.0

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

Component: Alaska Energy Authority Owned Facilities (2599)
RDU: Alaska Energy Authority (453)

Line Number	Line Name		FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
75000	Capital Outlay		0.0	5.0	5.0
Expenditure Account	Servicing Agency	Explanation	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
75000 Capital Outlay Detail Totals			0.0	5.0	5.0
75700	Equipment	Information technology, communication, electronic, safety, industrial, and transportation equipment.	0.0	5.0	5.0

Restricted Revenue Detail
Department of Commerce, Community, and Economic Development

Component: Alaska Energy Authority Owned Facilities (2599)
RDU: Alaska Energy Authority (453)

Master Account	Revenue Description	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
51418	Alaska Energy Authority Receipts	217.4	1,067.1	1,067.1

Detail Information

Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
51418	AK Energy Auth Rec				217.4	1,067.1	1,067.1
	Reimbursements received from the participating utilities for the cost of administrative services provided by AEA pursuant to the Power Sales Agreements and Intertie Operating Agreement for various AEA-owned projects, including:						
	> Bradley Lake Hydroelectric						
	> Alaska Intertie						
	> Larsen Bay Hydroelectric						

Inter-Agency Services
Department of Commerce, Community, and Economic Development

Component: Alaska Energy Authority Owned Facilities (2599)

RDU: Alaska Energy Authority (453)

Expenditure Account		Service Description	Service Type	Servicing Agency	FY2010 Actuals	FY2011 Management Plan	FY2012 Governor
73812	Legal	Legal services and fees.	Inter-dept	Law	2.4	0.0	0.0
				73812 Legal subtotal:	2.4	0.0	0.0
73814	Insurance	Division of Risk Management – Risk management insurance charges for buildings, repossessed properties, aviation, public official bonds, and overhead.	Inter-dept	Admin	0.0	0.0	0.0
				73814 Insurance subtotal:	0.0	0.0	0.0
73979	Mgmt/Consulting (IA Svcs)	Reimburse AIDEA Component for AIDEA staff performing AEA functions.	Intra-dept	AIDEA	0.0	0.0	0.0
				73979 Mgmt/Consulting (IA Svcs) subtotal:	0.0	0.0	0.0
				Alaska Energy Authority Owned Facilities total:	2.4	0.0	0.0
				Grand Total:	2.4	0.0	0.0