

# **State of Alaska FY2004 Governor's Operating Budget**

## **Department of Community & Economic Development Alaska Aerospace Development Corporation Component Budget Summary**

## **Component: Alaska Aerospace Development Corporation**

**Contact: Pat Ladner, President & CEO**

**Tel:** (907) 561-3338 **Fax:** (907) 561-3339 **E-mail:** pat.ladner@akaerospace.com

### **Component Mission**

The mission of the Alaska Aerospace Development Corporation (AADC) is to promote aerospace-related economic growth and to develop corresponding technologies and support services.

### **Component Services Provided**

Provide rocket launch services to government and commercial customers, assist university, federal, and private organizations in developing aerospace technologies, provide educational opportunities within the state, and promote Alaska as the ideal location for aerospace activities.

### **Component Goals and Strategies**

Guide existing programs to demonstrate success at the Kodiak Launch Complex (KLC), and as such, garner new launch contracts providing long-term Alaska business.

Encourage commercial ground station development in Fairbanks due to expanding remote sensing industry and advanced imagery processes.

Continue development of KLC.

- Promote use of Alaska's spaceport while continuing to secure and broaden the KLC launch customer base.
- Continue implementation of marketing and commercialization of KLC.
- Implement two range safety systems, providing flight safety and telemetry services.
- Proactively assist the Missile Defense Agency planning for the KLC test program.

Increase local opportunities to support aerospace activities.

- Continue to encourage local opportunities to support launch operations.
- Encourage aerospace industry to develop ongoing business presence within the State.
- Utilize local contractors to support launch missions from the KLC.
- Begin acquiring necessary components to develop a short-term and long-term land use plan at KLC site promoting spin-off resources to support launch customers.

Provide educational opportunities throughout the state.

- Encourage launch customers to visit local schools and provide educational information related to launch missions from the KLC.
- Develop curriculum to conduct school hands-on tours of KLC.
- Research opportunities to create a student mentorship program.

### **Key Component Issues for FY2003 – 2004**

AADC continues to focus on marketing the Kodiak Launch Complex. The KLC is in full operational mode and continues to serve our launch customers. AADC will increase its support for the Missile Defense Agency's testing program in Alaska and may enter into long-term support agreements.

AADC requires a total of ten new positions to develop and support the U.S. Department of Defense's Missile Defense Agency's (MDA) new range safety system in Alaska. Three of these new positions, a Project Development Manager, Public Affairs Officer and Intern, will be located in Anchorage to support the increased administration and operations demands of the corporation. The AADC's Board approved the addition of these positions in its FY04 budget during their September 19, 2002 meeting.

### **Major Component Accomplishments in 2002**

Successfully launched Kodiak Star for Lockheed Martin Astronautics and NASA on 29 September 2001, accomplishing orbital insertion of four satellites.

Successfully launched STARS WCRRF mission for U.S. Army Space and Missile Defense Command on 9 November 2001 in support of their testing requirements.

Successfully launched Quick Reaction Launch Vehicle-2 mission for U.S. Air Force Space and Missile Command on 24 April 2002 in support of the Alaska Command's Operation Northern Thunder.

Awarded contract and provided oversight of development of two mobile range safety and telemetry systems.

### **Statutory and Regulatory Authority**

AS 14.40-821-990 Alaska Aerospace Development Corporation

**Alaska Aerospace Development Corporation**  
**Component Financial Summary**

*All dollars in thousands*

	FY2002 Actuals	FY2003 Authorized	FY2004 Governor
<b>Non-Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	325.5	744.9	1,024.2
72000 Travel	90.7	91.1	91.1
73000 Contractual	503.7	424.4	445.6
74000 Supplies	11.8	21.0	21.0
75000 Equipment	0.9	67.0	67.0
76000 Land/Buildings	0.0	0.0	0.0
77000 Grants, Claims	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>932.6</b>	<b>1,348.4</b>	<b>1,648.9</b>
<b>Funding Sources:</b>			
1025 Science & Technology Endowment Income	185.1	0.0	0.0
1061 Capital Improvement Project Receipts	110.4	611.9	752.9
1101 Alaska Aerospace Development Corporation Receipts	637.1	736.5	896.0
<b>Funding Totals</b>	<b>932.6</b>	<b>1,348.4</b>	<b>1,648.9</b>

**Alaska Aerospace Development Corporation**  
**Proposed Changes in Levels of Service for FY2004**

The AADC is increasing the level of support it provides to the US Department of Missile Defense Agency (MDA) in the development of its range safety and telemetry system. Three new full time positions are being added to in Anchorage to support the increased administration and operations demands of the corporation.

**Summary of Component Budget Changes**  
**From FY2003 Authorized to FY2004 Governor**

*All dollars in thousands*

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
<b>FY2003 Authorized</b>	<b>0.0</b>	<b>0.0</b>	<b>1,348.4</b>	<b>1,348.4</b>
<b>Adjustments which will continue current level of service:</b>				
- \$75 per Month Health Insurance Increase for Non-covered Staff	0.0	0.0	10.2	10.2
<b>Proposed budget increases:</b>				
- Increases in various rate-based services	0.0	0.0	18.5	18.5
- Launch Operation and US Dept of Defense MDA range safety system support	0.0	0.0	271.8	271.8
<b>FY2004 Governor</b>	<b>0.0</b>	<b>0.0</b>	<b>1,648.9</b>	<b>1,648.9</b>

## Alaska Aerospace Development Corporation

## Personal Services Information

	Authorized Positions		Personal Services Costs	
	<u>FY2003</u> <u>Authorized</u>	<u>FY2004</u> <u>Governor</u>		
Full-time	9	12	Annual Salaries	797,972
Part-time	0	0	Premium Pay	8,870
Nonpermanent	0	0	Annual Benefits	250,415
			<i>Less 3.13% Vacancy Factor</i>	(33,092)
			Lump Sum Premium Pay	0
<b>Totals</b>	<b>9</b>	<b>12</b>	<b>Total Personal Services</b>	<b>1,024,165</b>

## Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Accounting Tech II	1	0	0	0	1
Budget Manager	1	0	0	0	1
Contracting Officer IV	1	0	0	0	1
Dep Dir AK Aerospace Dev Corp	1	0	0	0	1
Director of Administration	1	0	0	0	1
Director of Budget & Finance	1	0	0	0	1
Intern	1	0	0	0	1
President & Chief Exec Officer	1	0	0	0	1
Procurement Spec V	1	0	0	0	1
Project Development Manager	1	0	0	0	1
Public Affairs Officer	1	0	0	0	1
Secretary	1	0	0	0	1
<b>Totals</b>	<b>12</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12</b>