

# **State of Alaska FY2010 Governor's Operating Budget**

## **Department of Natural Resources Director's Office/Mining, Land, & Water Component Budget Summary**

## Component: Director's Office/Mining, Land, & Water

### Contribution to Department's Mission

Encourage the settlement of state land and the development of state resources by making them available for maximum use consistent with the public interest. (Constitution; Article VIII, Sec 1).

### FY2010 Resources Allocated to Achieve Results

**FY2010 Component Budget: \$438,600**

**Personnel:**

Full time	5
Part time	0
<b>Total</b>	<b>5</b>

### Key Component Challenges

This section summarizes the key challenges for the Division of Mining, Land and Water (MLW). For more information see the discussion within individual budget components.

#### **DIVISIONWIDE ISSUE:**

**Hiring and Retention** - Increasingly, it is more difficult to recruit and retain qualified people to work for the Division. The pay and benefits do not compete with federal, municipal, or private agencies. We are finding it exceptionally difficult to hire some job series like surveyors and upper level managers because of the non-competitive salaries. Often positions are recruited multiple times with no success; some remain open for over a year. In addition, many seasoned employees have retired or moved on leaving an inexperienced staff in the journeyman level positions which in turn reduces efficiency due to the steep learning curve. As the division invests training into new employees, the employees quickly find other higher paying jobs or advance within the department, creating the ripple effect of more hiring and training. This problem of attracting and retaining employees has reached a critical point where some basic services are not being provided to the public, with no expected improvement within the current budget constraints. (Details of the results of this pervasive problem can be seen in each component.)

#### **LAND ISSUES:**

**Land Stewardship** - The Division is responsible to manage state lands for long term sustainability and public use. There is an increasing demand from the public, legislators, boroughs, and municipalities for the Division to more actively manage general state lands. Trail damage, use conflicts, dumping, unauthorized commercial use, unauthorized use of resources, trespass structures, easement encroachments, abandoned vessels and vehicles are all increasing throughout the state but mostly near population centers. The state is losing revenues, the problems are compounding when not addressed, and the Division is unable to effectively respond to the high number of issues. New statutory and regulatory changes are needed to give division employees the tools to effectively deal with compliance issues (see details in the Claims, Permits and Leases component).

**New Public Use Area Management** - The Knik River Public Use Area was established during FY07, and the legislature provided specific language and funding for the Division to develop management plan and to provide active land management in this area. A key component in this legislation was to give the Division the needed enforcement authority to effectively manage state land in this area. This same enforcement authority is needed for the rest of the state. During FY09 the management plan will be implemented and regulations enforced to address many of the contentious issues (see details in Claims, Permits and Leases component).

**Easement and Access Management** - The Division is responsible for managing and permitting, through issuance of easements and other authorizations, public and private access on and across state lands. Due to increasing public and private sector demand for access across state land, DMLW is not able to process all requests for

such access. As populations expand and more land becomes private, legal access becomes more important. The Division is seeing an increase in public requests to assert easements, define exact locations for previously asserted easements, resolve use conflicts, remove encroachments and blockages, and to vacate those previously asserted. The staff time required to resolve these issues is large, ever-increasing and under-funded (see details in Claims, Permits and Leases component).

**RS2477 Assertion and Management** - The Division supports the public use of RS2477s within the given bounds of law. The division often must determine the existence of the RS2477s, locate them because most are not surveyed, and resolve blockage or other encroachment issues. This is a time consuming task because the public generally does not understand the complexities of the laws that govern RS2477s and the lack of surveys locating them on private property. The Division also is looking at other ways to provide legal public access along RS2477 routes without the necessity of taking expensive and lengthy legal action. (For more information see both the Claims, Permits and Leases; and RS2477/Navigability Assertions and Litigation Support components.)

**Permit/Lease Processing** - The number of permit and lease applications for use of state land is increasing. In many cases, it takes too long for the Division to process permits or leases. Many applications stay in a large backlog of work that the Division will not be able to address without additional staff. This is in part because of the complexity of the land management decisions and in part because there is not enough staff to do the work required. The Division is also increasing efficiency and improving the quality of the Division's land management by making better use of technology through such techniques as allowing on-line payment and applications, and through streamlining procedures and processes. (See details in Claims, Permits and Leases component).

**Land Sales to Alaskans** - The key issue for land sales for FY10 is to identify and offer new areas for sale under the Subdivision and Remote Recreational Cabin programs, and to find methods to increase revenues from the already profitable program. Over the course of four years the Division has increased the number of parcels offered to its present levels. DNR is finding it increasingly more challenging to maintain land sales at the level of 250 remote recreation parcels to 300 subdivision lots per year due to several reasons. The first reason is that recent large acreages conveyed to municipalities and the recent grant of 250,000 acres of state land to the University have removed some of the most accessible and desirable state land from DNR's long-term land disposal portfolio. The second is that municipalities, through their platting authority, are often requiring DNR to provide access or roads, often at considerable cost, as conditions of their approval of new land sales. The Department of Transportation and Public Facilities (DOT/PF) now requires road apron development for new subdivisions and the Corps of Engineers is requiring wetland delineations for the new sales. All of these new requirements are expensive and challenge the timeline for meeting the target offering amounts. (For more information, see description in Land Sales and Municipal Entitlements Component.)

**Land Transfers to Municipalities under Municipal Entitlements** - The challenge is to meet the accelerated schedule and performance measures for municipal entitlements with a goal of transferring 20,000 acres in FY09 and 20,000 acres in FY10. (For more information, see description in Land Sales and Municipal Entitlements Component.)

**BLM Accelerated Land Conveyance Program (BLM 2009)** - The US Bureau of Land Management (BLM) is increasing the rate of land transfers in Alaska with an ambitious goal of largely fulfilling land transfers to Alaska Native Claims Settlement Act (ANCSA) Corporations, Native Allottees and the state by 2009. Although it is unlikely that the BLM will succeed in transferring the remaining state entitlement by the end of the federal FY09, the challenge is for the Division to review all BLM decisions in a manner that protects state interests but does not slow (or even accelerates) BLM's transfer process. In addition, the division needs to ensure that the state receives its highest priority selections as BLM transfers over 10 million acres to the state. It is also important to resolve whether BLM will continue to fund state participation in the conveyance acceleration project. (For more information, see description in Title, Acquisition and Defense Component.)

**Review of Easements under Sec. 17 (b) of ANCSA** - The Division is actively involved in the identification of easements that are reserved in federal conveyances to Native corporations, and to helping resolve management issues affecting these state easements and state land. As BLM increases the rate of land transfers under the ANCSA, the challenge is to defend state's rights in BLM's decisions and during BLM's termination process, and to help resolve management issues. (For more information, see description in Title, Acquisition and Defense Component.)

**University Land Conveyance** - The Division continues to implement the University Land Conveyance. The Department intends to provide deeds to the University for most parcels in FY09, but will continue with updates to land records and other administrative "cleanup" well into FY10. Conveyances to the University were delayed due to Alaska Supreme Court injunction. (For more information, see description in Title Acquisition and Defense Component.)

**The School Trust Lands** - Valuation and litigation is part of the Title Defense Project. Resolution requires significant staff work, in a manner acceptable to the court. (For more information, see description in Title,

Acquisition and Defense Component.)

**Navigability** - The issue of navigability determines who owns and manages the land under waterbodies in Alaska. The Division is working with BLM to use the Recordable Disclaimer process to clearly establish the state's ownership of the land under these waters. (For more information, see description in the RS2477/Navigability Assertions and Litigation Support Component.)

#### **WATER ISSUES:**

**Funding and Performance Measures for Service** - The complexity, competing interests, growing demands, and controversial developments of water appropriations are all increasing the processing time for new and backlog applications. Not adjudicating a water right application within a reasonable time, or not processing a necessary amendment to an existing water right, will result in: delays in financing and development of projects; no legal rights or certainty during disputes over water; cost and impacts of litigation; and impacts to public trust resources. Due to staff shortages and the inability to change certain regulations to create efficiencies, there continues to be a growing backlog of applications. (For more information, see Water Development Component.)

**Dam Safety** - With the increase in mine development projects and a greater number of dams being built in the state, the staff of one dam safety engineer is over taxed to provide needed oversight. (For more information, see Water Development Component.)

#### **MINING ISSUES:**

**Permitting and Managing Alaska's Large Mine Industry** - As a result of strong metal prices combined with a supportive business climate and regulatory improvements, the state has seen increases in mining claim staking, mineral exploration and mining activities throughout Alaska and on state lands in particular. Gold prices peaked at \$1000 /ounce but recently dropped to \$740/ounce. Most commodity prices are dropping. The division processed over 7,993 claims in FY08, resulting in more acreage being staked than in any year in the past. Through FY09, we expect to have about 4.6 million acres under mining claims. Today, we have a more active placer industry and an expanding suite of large hardrock and coal mines. In 2008, Red Dog, Greens Creek, Fort Knox, Pogo, Rock Creek, and the Usibelli Coal Mine were in production, while Kensington Mines was in development. The Chuitna Coal project near Tyonek began submitting permit applications in 2008. The division has also seen a renewed interest in coal with 3 exploration permits received for the Western Arctic, Eastern Alaska Range, and in the Matanuska Valley. The large Donlin Creek project is expected to initiate permitting in 2009 and the Pebble project is expected to initiate permitting in 2010.

Until the early 1990s, Alaska held only a placer mine industry. Since that time, Alaska has developed an increasing industry of large mines: Fort Knox, True North, Pogo, Greens Creek, Kensington, and soon perhaps Donlin Creek and Chuitna Coal. An important challenge for Alaska in FY09 is continuing the permitting to enable the development (or continued development of Alaska's Large Mines):

- **Pogo Project** - Monitor operations.
  - **Red Dog** - Finalize reclamation and closure and financial assurance.
  - **Kensington** - Possible transition from construction to production contingent on results of litigation.
  - **Green's Creek** - Monitor operations.
  - **Illinois Creek** - Monitor water quality
  - **Rock Creek** - Monitor environmental compliance.
  - **Donlin Creek** - Anticipate permit applications to initiate project development.
  - **Chuitna Coal** - Issue draft supplemental EIS and issue permits and development.
  - **Pebble Copper** - Review of baseline studies.
  - **Niblack** - Permit exploration.
  - **Technical Review of Canadian Mine Program** - For projects adjacent to Southeast Alaska.
- (For more information, see Claims, Permit and Leases component.)

#### **Significant Changes in Results to be Delivered in FY2010**

**Adjusted Land Sale Program** - The Division will focus more on providing higher quality subdivisions, while possibly not meeting the target quantity of lots, in order to meet revenue expectations.

**Accelerated Land Conveyance from BLM (BLM 2009)** - In FY10, the state will be responding to significantly more federal decisions to transfer land to ANCSA Corporations, Native Allottees and the state as BLM accelerates its land transfers. BLM's target is to transfer 94% of ANCSA entitlement and 96% of state

entitlement by the end of FY09. This increased effort will affect all aspects of title acquisition section as well as navigability, submerged lands and upland access title defense issues. The state continues to work with BLM on procedural modifications as the workload accelerates and additional issues arise. (For more information, see description under "Key Component Challenges" In the Title Acquisition and Defense component.)

**University Land Conveyance** - In FY10, the Division expects to complete most or all of the recordkeeping updates necessary to reflect the results of the University Land Conveyance. By the end of FY09, DNR will have issued signed documents, or finalized drafts we are prepared to execute upon acceptance by the University, for all parcels that are currently eligible for conveyance.

**Navigability and RS2477** - DNR implemented the SB305 Navigability mapping website in FY09. Regarding the navigability program, DNR anticipates filing additional applications for Recordable Disclaimers of Interest (RDI) for up to 40 additional water bodies and to receive from BLM RDIs for 10-20 water bodies. DNR will also try a pilot assertion for a right-of way across federal lands through an administrative process, rather than quiet title action.

**Knik River Public Use Area** - The management plan and regulations will be completed in FY09. On site management presence will increase in the area. (See Claims Permits and Leases component for details.)

## Major Component Accomplishments in 2008

This section summarizes the major component accomplishments for the remaining five components within the Division of Mining, Land and Water. For more information see the discussion within individual components.

**REVENUE TO ALASKA** - In FY08, the division brought in more than \$1.3 million more than it cost to operate. Revenue from all sources was \$19.2 million, and costs were \$17.8 million. The revenue is almost all generated by two components: Claims, Permits, and Leases; and Land Sales and Municipal Entitlements. The revenue from those two components more than carried the costs for the entire Division. This year (FY10), the Division expects to bring in \$21.7 million in Revenue, and cost approximately \$20.1 million. Of the revenues, the Claims, Leases and Permits component is expected to bring in \$12.0 million. The Land Sales and Municipal Entitlement component will bring in another \$6.4 million. These figures do not include revenues that result from other state land activities, such as oil and gas royalty, forestry stumpage fees, mining license tax, etc. that are dependent on title, planning, survey and other DMLW functions.

### LAND ACCOMPLISHMENTS:

**Permit/Lease/Claim Processing; Revenues to the State of Alaska** - This component of the division processed a wide variety of permits, mining claims, and leases. In FY08, this work resulted in approximately \$11.4 million dollars in revenue to the state including fees, rents, and royalties, primarily from mining activities. This figure also includes federal revenue to the component. It does not include revenues such as taxes, royalties, or timber stumpage that accrue through other divisions or departments. Of this amount, approximately \$1.6 million was allocated to the permanent fund and \$83.0 thousand to the school fund. The cost of this component in FY08 was \$9.9 million. For FY09, the revenue is expected to be \$11.8 million.

**Revenue Backlog Project** - The Division continues to work through revenue-generating backlogged authorizations. Two positions in the Northern and Southcentral region completed detailed audits on over 40 leases, right-of-way, and permits. 47 were finished where customers paid a total of \$194,371 in fees, current rents, and back rents. An additional \$494,907 has been identified for collection. In addition, the authorizations also represent over \$82,000 in annual rents that will come in for many years in the future.

### Examples of Other Land Management Accomplishments:

- Continued to work with local residents to clean up parcels of state land that have been used as illegal dumping sites and other illegal uses. Sites include Jim Creek near Palmer and Exit Glacier near Seward. We have removed over 10 destroyed vehicles from Jim Creek.
- Continuation of RSAs with the Department of Public Safety to increase enforcement presence in the Knik River PUA.

- Worked with the public, user groups and legislature to establish and initiate increased management of the Knik River PUA. Worked toward the completion of the management plan for this area. This included the issuance of Phase I regulations that address the most egregious violations and those that affect public safety.
- Managed public use pressures in and mitigated trail damage by improving or rerouting new or existing trails in Denali Tangle Lakes Special Use Area.
- Issued easements for defined segments of the Iditarod Trail. Worked with native corporations and local communities to mitigate trail location issues and impacts.
- Assist over 26,000 people with information and assistance through the Public Information Centers and Division Staff.
- Provided legal access to 15 state disposal areas.
- Improved a document tracking system for the Realty Services Section that allows them to track multiple agency comments on thousands of conveyance documents received from BLM.
- Created new web sites to inform the public and gather comments regarding the Knik River Public Use Area and the Rex Trail.
- Working with owners and other creative solutions, removed 20 abandoned vessels from state tidelands.
- Worked with user groups regarding trail issues in the Caribou Hills.
- NRO Guide Sites: Inspected 15 sites related to commercial guiding, trapping cabins and trespass in the Wood River/Gold King/Alaska Range/Chandalar River areas.
- Alternative Energy: Continue to discuss alternative energy projects with potential applicants and issue land use permits for the collection of meteorological/weather and other data related to alternative energy projects.
- Ongoing Tundra Travel Monitoring/Data Collection: Collected vegetation disturbance data associated with Chevron's White Hill project, Anadarko's Gubik and Chandler projects, Brooks Range's North Shore ice road, and the Renaissance's snow road.
- Material Sales: Issued a 1,000,000 yd sale to BP for NS oil and gas development. Issued 3 contracts for DOT projects totaling 900,000 yards and 1 contract to the City of Nenana for 250,000 yds.
- Trail management: Implemented Rex Trail decision seasonally restricting certain types of use in response to resource damage. Working towards a long-term solution.

**Land Sales to Individual Alaskans** - In FY08, the department sold 517 parcels or 3,816 acres for a total value of \$4,918,436.00 in over-the-counter and auction sales (gross sales price during that year only, does not reflect actual revenue received by the State, which is higher). DNR offered 211 parcels in the FY08 auction, 188 of which were new parcels, including new subdivisions where DNR constructed internal subdivision roads to increase the value of the land and to meet borough platting requirements. Additionally, DNR offered 205 parcels in July and 215 parcels in April for individuals to stake for remote recreational cabin sites in FY08 and prepared an additional 14 surveyed remote parcels for sale. It is expected that the over-the-counter sales will level off in future years but that the auction parcels will be more popular and therefore bring a higher price therefore continuing to fund an ongoing land sale programs.

**Land Transfers to Municipalities Under Municipal Entitlements** - Significant progress has been made since FY04 to reduce the pending entitlements owed to Municipalities totaling approximately 340,274 acres. Entitlements for the Aleutians East and Matanuska-Susitna Boroughs have been completed and a large portion of the Lake and Peninsula and Northwest Arctic Boroughs have been completed. DNR expects to make progress on the Denali and North Slope Boroughs entitlement within the next two fiscal years work continues on the revisions to the area plans that will enable conveyances to these boroughs.

**Land Planning for Disposal and Development** - In FY08 many of the planning efforts underway in previous years are scheduled to be completed. Revision of the Northwest Area Plan will eventually result in the conveyance of an additional 26,000 acres to the North Slope Borough. Revision of the Prince of Wales Area Plan will result in 6,500 acres being classified for settlement or timber disposal. An additional 1.2 million acres of tide and submerged lands were also classified; some of these were classified to support timber management operations, waterfront development, and general development.

**Land Transferred into State and ANCSA Ownership** - Land Transferred into state ownership – in FY08, the state received over 2 million acres from the federal government under its land grants. This was part of the accelerated federal land transfer program. As part of this effort, the Division has increased review of ANCSA Corporation conveyances and draft conveyances to the state.

**Land Transferred out of State Ownership** - Land Transferred out of state ownership – in FY08, DNR issued 455 deeds to transfer approximately 15,552 acres from state to private, municipal, and other ownerships. DNR also approved numerous additional land transfers (such as for municipal entitlements) but deeds cannot be issued until the land is surveyed.

**RS2477:**

1. In FY06 the Department of Law filed Quiet Title for two routes from Coldfoot to Chandalar Lake All settlement decree stipulations have been met in FY08 and the case is closed.
2. Researched RS2477 rights of way for an easement application with BLM. Top candidates were eliminated by last minute priority selections by Doyon Alternate candidates are being finalized for application.
3. Reviewed all state and federal land conveyances for RS2477 and ANCSA Section 17(b) easement conflicts and assertions.
4. Reviewed requests for subdivision plats for RS2477 easement conflicts to ensure viable alternative access is provided.
5. Researched historical trails with the intent to nominate to the Legislature for codification as a RS2477.

**Navigability:**

1. Coordinated and assisted in historical navigability research on approximately 120 rivers in the Kuskokwim Basin for possible RDI application submission
2. Issued navigability determinations for various bridge, road, and other development projects and made navigability determinations for state land conveyances to Municipalities and private parties.
3. Reviewed and responded to BLM navigability determinations and proposed BLM land conveyances, to defend state sovereign submerged land from being erroneously conveyed.
4. Assisted the Attorney General's Office in research related to administrative appeals and litigation regarding navigable waters and 17(b) easements.
5. Provided information to the legislature, agencies and the public on the navigability of water bodies.
6. Responded to various requests submitted by phone, e-mail, navigability website and letters.
7. Challenged BLM navigability report on Chuitna River, thereby getting the BLM State Director to reconsider the Department's position.
8. Planned and conducted baseline field research on Kandik, Nation, Chuitna and Talachuitna River basins. Discovered a significant ancient archeological site, corroborating historical travel trade and commerce reports.
9. Conducted field research on Kotsina River to survey ordinary high water mark in association with Copper River access disputes and gravel extraction in the Kotsina River Delta.
10. Developed policy and litigation recommendations and prepared information packets for Interagency Navigability and Access Team ( DNR, Alaska Department of Fish and Game and Department of Labor)
11. Published a statewide navigability map on the Division's webpage.

**MINING ACCOMPLISHMENTS:**

In its role in permitting and in the technical review of large mine projects, in FY07 the division completed the following:

- Illinois Creek post-closure water quality monitoring and reclamation success monitoring was conducted by DNR & Department of Environmental Conservation (DEC) staff three times in calendar year 2007 and new monitoring equipment was installed during the two inspections in 2008.
- Compliance inspections were completed in 2008 during construction of the Kensington Gold Mine. Mine construction began in 2006 and was largely complete by late in calendar year 2008.
- Monitored building and startup of the Rock Creek Mine, which began construction in August 2006.
- Continued process to issue DEC Waste Management Permit, DNR Reclamation Plan and revised financial assurances for the *Red Dog Mine Project*. Completion of these efforts is scheduled for 2009.
- Completed regular inspections (monthly) of the Pebble exploration project
- Completed environmental audits and bond reviews at the Pogo and Greens Creek mines.
- Conducted compliance inspections at all active hardrock and coal mines.
- Completed compliance inspections for the Nixon Fork Mine which went on care and maintenance in 2008.
- Also made progress on important planning and permitting work on: *Chuitna Coal Project, Donlin Creek, and Pebble Copper*.

#### **WATER ACCOMPLISHMENTS:**

**Processing Water Rights** - The Water Management Unit processed 68% of the water rights applications received during FY08, even with additional adjudication work resulting from increased competition for water sources and enforcement actions.

**Processing Temporary Water Use Authorizations** - The Water Management Unit processed 91% of the Temporary Water Use Authorization applications received. To ensure that the authorizations can withstand any legal challenges, staff went to unusual lengths to ensure that the record showed that staff had gone above and beyond procedures requirements for issuing the authorizations and reflected documentation that showed the environment would be protected. The lack of litigation is a significant change and increased the reliability of the authorizations for the applicants.

In FY08, the unit processed permits or temporary water use authorizations for several projects such as the Pebble Mine, Chevron White Hill exploration, Kensington Mine, Northern Region ADOT/PF road construction and maintenance, and Anadarko Gubit Foothills exploration.

The Unit also asserts the state's interest and authority in water allocation issues raised by federal actions. Finally, staff manages more than over 22,000 adjudicated water property rights, water use files and pending applications.

The **Alaska Hydrologic Survey Unit** (AHS) provided Division staff with hydrologic data and data analysis for support of adjudication and issuance of temporary water use authorizations and water rights throughout the State. Legal issues pertaining to protection of private property and property rights through illegal diversions and use of water and drainage of aquifers associated with gravel extractions were successful. Increased participation in the hydrologic data interpretation needs for the protection of instream flows for the preservation of habitat through the State's instream flow reservation process has also proven successful. Continued participation in the State's Large Mine Project Team including, such as participating in studies for the controversial Pebble Copper mine project and oversight of the operational Red Dog Mine, are essential services AHS provides.

In all, AHS has met its goals by: responding to over 1300 individual requests for hydrologic assistance; posting all of the 480 additional water well logs received to the WELTS system bringing the total number of well logs to over 33,000 individual wells; providing oversight of hydrologic data needs for issuance of temporary water use permits for North Slope oil field operations; participating in 5 active major industrial mine projects (Usibelli, Red Dog, Pogo, Fort Knox, Rock Creek); participating in 2 industrial mining projects in the exploration phase (Pebble, Donlin, ); participating in the closing of the Nixon Fork mine; and numerous small projects. The continued success of the WELTS online database giving access to groundwater data statewide is evidenced by the 16,650 "hits" recorded during FY08. Without the online system an unknown number of individual requests requiring manual AHS staff retrieval of data would have reduced to nearly eliminated AHS staff availability to support many of the other projects/support issues completed.

**The Dam Safety and Construction Unit** issued a Certificate of Approval to Operate, Construct, Modify, Remove, or Abandon a Dam for 15 dams in Alaska in FY08 including, the approval to construct the Walter Creek Heap Leach Pad Dam at Fort Knox Mine and the approval to abandon the Upper Cannery Tailing Impoundment Dam at the Greens Creek Mine. Two Emergency Action Plans were exercised, and six new or updated plans were received. There are 19 Emergency Action Plans now on file, bringing the level of compliance to 37%, although now less than half of these plans are current. A Periodic Safety Inspections occurred on 6 dams, but that actually raised the level of compliance to 58%, only two points below our compliance goal.

### **Statutory and Regulatory Authority**

AS 27; AS 29; AS 38; AS 41; AS 46; 11AAC;

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**Director's Office/Mining, Land, & Water  
Component Financial Summary**

*All dollars shown in thousands*

	FY2008 Actuals	FY2009 Management Plan	FY2010 Governor
<b>Non-Formula Program:</b>			
<b>Component Expenditures:</b>			
71000 Personal Services	440.9	344.6	361.4
72000 Travel	13.2	22.4	22.4
73000 Services	43.5	41.0	41.0
74000 Commodities	14.8	13.8	13.8
75000 Capital Outlay	1.0	0.0	0.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
<b>Expenditure Totals</b>	<b>513.4</b>	<b>421.8</b>	<b>438.6</b>
<b>Funding Sources:</b>			
1004 General Fund Receipts	454.6	397.6	404.0
1007 Inter-Agency Receipts	58.8	24.2	34.6
<b>Funding Totals</b>	<b>513.4</b>	<b>421.8</b>	<b>438.6</b>

**Estimated Revenue Collections**

Description	Master Revenue Account	FY2008 Actuals	FY2009 Management Plan	FY2010 Governor
<b>Unrestricted Revenues</b>				
None.		0.0	0.0	0.0
<b>Unrestricted Total</b>		<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
<b>Restricted Revenues</b>				
Interagency Receipts	51015	58.8	24.2	34.6
<b>Restricted Total</b>		<b>58.8</b>	<b>24.2</b>	<b>34.6</b>
<b>Total Estimated Revenues</b>		<b>58.8</b>	<b>24.2</b>	<b>34.6</b>

**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>
<b>FY2009 Management Plan</b>	<b>397.6</b>	<b>0.0</b>	<b>24.2</b>	<b>421.8</b>
<b>Adjustments which will continue current level of service:</b>				
-Transfer in Interagency Receipts authority from Claims, Permits and Leases component for indirect funds allocation	0.0	0.0	10.0	10.0
-FY2010 Wage and Health Insurance Increases for Bargaining Units with Existing Agreements	6.4	0.0	0.4	6.8
<b>FY2010 Governor</b>	<b>404.0</b>	<b>0.0</b>	<b>34.6</b>	<b>438.6</b>

**Director's Office/Mining, Land, & Water  
Personal Services Information**

<b>Authorized Positions</b>			<b>Personal Services Costs</b>	
	<b>FY2009 Management Plan</b>	<b>FY2010 Governor</b>		
Full-time	5	5	Annual Salaries	235,833
Part-time	0	0	COLA	9,514
Nonpermanent	0	0	Premium Pay	0
			Annual Benefits	122,863
			<i>Less 1.85% Vacancy Factor</i>	(6,810)
			Lump Sum Premium Pay	0
<b>Totals</b>	<b>5</b>	<b>5</b>	<b>Total Personal Services</b>	<b>361,400</b>

**Position Classification Summary**

<b>Job Class Title</b>	<b>Anchorage</b>	<b>Fairbanks</b>	<b>Juneau</b>	<b>Others</b>	<b>Total</b>
Accounting Tech II	1	0	0	0	1
Administrative Clerk III	1	0	0	0	1
Administrative Officer II	1	0	0	0	1
Division Director	1	0	0	0	1
Division Operations Manager	1	0	0	0	1
<b>Totals</b>	<b>5</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>5</b>