

State of Alaska FY2011 Governor's Operating Budget

Department of Transportation/Public Facilities Statewide Facility Maintenance and Operations Results Delivery Unit Budget Summary

Statewide Facility Maintenance and Operations Results Delivery Unit

Contribution to Department's Mission

Provide cost-effective, environmentally sound and reliable public facilities.

Core Services

- Provide preventative maintenance, routine maintenance, repair work, and minor construction for nearly 700 state facilities totaling about 2.3 million square feet.
- Furnish basic services and utilities, such as electricity, water, sewer, waste disposal, janitorial, heating, grounds maintenance, and snow removal for state-owned facilities.
- Perform or procure contracts for remodeling and repairs required by building occupants or needed to meet changing building codes and new regulations such as the Americans with Disabilities Act.
- Provide and procure contracts for major maintenance, including renewal and replacement of worn-out, inefficient and outdated building components, mechanical systems, flooring, ceilings, windows, and window and wall coverings.

Results at a Glance

(Additional performance information is available on the web at <http://omb.alaska.gov/results>.)

END RESULT A: Maintain state-owned facilities to appropriate department standards.

- The percent of Facilities' satisfied customers increased from 83% in FY08 to 84% in FY09.

Status of Strategies to Achieve End Result

- In 2009, the Facilities staff completed 87% of work requests in a timely manner, which was an increase from the completion rate in 2008 of 84%.
- In 2009, the percentage of expenditures specifically for energy saving upgrades was slightly higher than the target of 2%.
- Timely preventative maintenance increased from 88% in 2008 to 89% in 2009 which is on track for maintaining the target of 90% for this measure.
- In 2008 87% of all Facilities staff completed their required safety training.

Major Activities to Advance Strategies

- Expand use of Facility Maintenance Management System
- Continue to install energy savings devices
- Conduct safety training and audits - work with Department of Labor and Workforce Development

Key RDU Challenges

The continuing escalation in fuel prices and utility costs results in a larger percentage of the budget being spent to cover these costs, reducing the amount available to cover routine and preventative maintenance items. This results in accelerated deterioration and an increasing deferred maintenance backlog. As the state's public facilities continue to age, Facilities Maintenance and Operations is confronted with an increasing list of deferred maintenance repairs. Other demands include the burden of new laws and regulations. The cost of outsourcing portions of the maintenance work to contractors continues to rise as rates for skilled tradesmen increases. Conversely, it is becoming more difficult to attract and hire qualified journeyman as the pay and benefits are better elsewhere.

The baseline values in the budget for fuel and utilities are based on the FY05 budget. The budget request does not accurately reflect total anticipated expenditures.

Significant Changes in Results to be Delivered in FY2011

Install more energy efficiency upgrades to reduce operating costs in existing buildings.

Additional resources will result in a shift from total reactive maintenance to more proactive and preventive maintenance.

Major RDU Accomplishments in 2009

- Completed over 11,000 Work Orders.
- Completed energy efficient improvements and preventative maintenance at multiple locations for DOT&PF and other departments, such as direct digital control upgrade projects, insulation upgrade, new well and water systems, upgraded generators, major ventilation and equipment replacements, replacement of overhead doors, converted heating system, installed diesel generator for more reliable power, replaced windows, furnace replacement, and heating, ventilating, and air conditioning units.
- Completed additions, remodels and enhancements at multiple locations for DOT&PF and other departments.

Contact Information
<p>Contact: Frank Richards, Deputy Commissioner Phone: (907) 465-3900 Fax: (907) 586-8365 E-mail: Frank.Richards@alaska.gov</p>

**Statewide Facility Maintenance and Operations
RDU Financial Summary by Component**

All dollars shown in thousands

	FY2009 Actuals				FY2010 Management Plan				FY2011 Governor			
	General Funds	Federal Funds	Other Funds	Total Funds	General Funds	Federal Funds	Other Funds	Total Funds	General Funds	Federal Funds	Other Funds	Total Funds
Formula Expenditures None.												
Non-Formula Expenditures												
Central Region Facilities	6,503.1	0.0	1,661.7	8,164.8	6,771.5	0.0	1,290.8	8,062.3	6,496.5	0.0	1,300.8	7,797.3
Northern Region Facilities	9,622.8	115.0	3,181.3	12,919.1	10,012.1	128.7	2,634.8	12,775.6	9,594.1	128.7	2,734.8	12,457.6
Southeast Region Facilities	1,316.1	0.0	45.4	1,361.5	1,392.3	0.0	64.8	1,457.1	1,372.3	0.0	64.8	1,437.1
Totals	17,442.0	115.0	4,888.4	22,445.4	18,175.9	128.7	3,990.4	22,295.0	17,462.9	128.7	4,100.4	21,692.0

**Statewide Facility Maintenance and Operations
Summary of RDU Budget Changes by Component
From FY2010 Management Plan to FY2011 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2010 Management Plan	18,175.9	128.7	3,990.4	22,295.0
Adjustments which will continue current level of service:				
-Central Region Facilities	-275.0	0.0	0.0	-275.0
-Northern Region Facilities	-660.0	0.0	0.0	-660.0
-Southeast Region Facilities	-20.0	0.0	0.0	-20.0
Proposed budget increases:				
-Central Region Facilities	0.0	0.0	10.0	10.0
-Northern Region Facilities	242.0	0.0	100.0	342.0
FY2011 Governor	17,462.9	128.7	4,100.4	21,692.0