

State of Alaska
FY2022 Governor's Operating Budget

Department of Transportation/Public Facilities
International Airport Systems Office
Component Budget Summary

Component: International Airport Systems Office

Contribution to Department's Mission

Provide relevant and reliable financial information to the Alaska International Airports System (AIAS) and its stakeholders.

Core Services

- Establish uniform rates and charges for air carriers, concessionaires, and others using the AIAS, which consists of the Ted Stevens Anchorage International Airport and Fairbanks International Airport. Perform ongoing evaluation of those rates and charges to ensure financial goals are achieved.
- Provide for timely and informative financial reporting for use by state, Federal Aviation Administration, airport management, air carriers, rating agencies, bondholders, and other stakeholders.
- Ensure effective and appropriate accounting and financial internal controls, policies and procedures are in place.
- Evaluate the fiscal impact of airport development and administration plans such as terminal and field expansion, parking garages, land lease rates, and aircraft tie-down fees. Develop fiscal constraints to be followed by management.
- Identify auditing needs and arrange for and oversee the annual enterprise fund external financial audit.
- Assist in the ongoing implementation of the AIAS passenger Terminal Lease and Operating Agreement.
- Monitor AIAS capital project funding needs, ensuring that appropriate financing methodologies are employed, and alternatives are reviewed and considered as market conditions and funding requirements warrant.
- Coordinate with the Department of Revenue on AIAS revenue bond issues and ensure timely fulfillment of ongoing disclosure requirements.

Major Component Accomplishments in 2020

- Maintained level rates and fees structure while meeting unprecedented shifts in passenger and cargo airline traffic volume, with a dramatic decline in concession activity/revenues at both Ted Stevens Anchorage International Airport (ANC) and Fairbanks International Airport.
- Applied for and received substantive fiscal relief from adverse pandemic impact on passenger volumes through participation in Federal Aviation Administration CARES Act grant funding available to airports.
- Have undertaken potential general airport revenue bond refunding effort intended for economic savings designed to front-load benefit to pandemic impacted fiscal periods to the extent possible under current market conditions.

Key Component Challenges

- Maintaining continued customer confidence in AIAS through stability of rates and use-terms and dissemination of useful and timely financial information.
- Projecting activity levels to develop accurate revenue budgets and managing expenses proficiently helps produce stable and reliable rate and fee levels, which in turn helps provide airline customers, especially international cargo carriers, with confidence needed to support current and planned operations.
- Continuing efforts to increase employee proficiency and their ability to function efficiently while more fully leveraging information collection and reporting efforts.

COVID-19 Response and Telework Challenges

- While experiencing some degradation of operational efficiencies resulting from need to meet pandemic related challenges, no insurmountable challenges so far.

Significant Changes in Results to be Delivered in FY2022

No materially significant changes anticipated, dependent upon long-term impact of pandemic on passenger and cargo airlines market activities; will continue ongoing efforts at optimizing efficiency and productivity through continuous

review of process and procedures.

Statutory and Regulatory Authority

FAR Part 108, 612
AS 18 Health and Safety
AS 37.15.430

Contact Information
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International Airport Systems Office Personal Services Information				
Authorized Positions			Personal Services Costs	
	<u>FY2021</u> <u>Management</u> <u>Plan</u>	<u>FY2022</u> <u>Governor</u>		
Full-time	9	9	Annual Salaries	633,085
Part-time	0	0	COLA	6,132
Nonpermanent	0	0	Premium Pay	0
			Annual Benefits	403,544
			<i>Less 1.41% Vacancy Factor</i>	(14,661)
			Lump Sum Premium Pay	0
Totals	9	9	Total Personal Services	1,028,100

Position Classification Summary					
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Accountant III	1	0	0	0	1
Accountant IV	1	0	0	0	1
Accounting Technician I	2	0	0	0	2
Accounting Technician II	1	1	0	0	2
Accounting Technician III	1	0	0	0	1
AIAp Sys Plnr	1	0	0	0	1
Intl Ap Ctrlr	1	0	0	0	1
Totals	8	1	0	0	9

Component Detail All Funds
Department of Transportation/Public Facilities

Component: International Airport Systems Office (1649)
RDU: International Airports (189)

Non-Formula Component

	FY2020 Actuals	FY2021 Conference Committee	FY2021 Authorized	FY2021 Management Plan	FY2022 Governor	FY2021 Management Plan vs FY2022 Governor	
71000 Personal Services	895.6	1,021.9	1,021.9	1,021.9	1,028.1	6.2	0.6%
72000 Travel	3.5	15.9	13.4	13.4	13.4	0.0	0.0%
73000 Services	1,224.4	1,227.1	1,227.1	1,227.1	1,248.2	21.1	1.7%
74000 Commodities	7.0	6.6	6.6	6.6	6.6	0.0	0.0%
75000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	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	2,130.5	2,271.5	2,269.0	2,269.0	2,296.3	27.3	1.2%
Fund Sources:							
1027 Int Airprt (Other)	2,130.5	2,271.5	2,269.0	2,269.0	2,296.3	27.3	1.2%
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	2,130.5	2,271.5	2,269.0	2,269.0	2,296.3	27.3	1.2%
Federal Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Positions:							
Permanent Full Time	9	9	9	9	9	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 Transportation/Public Facilities

Component: International Airport Systems Office (1649)
RDU: International Airports (189)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2021 Conference Committee To FY2021 Authorized *****												
Conference Committee												
1027 Int Airprt	ConfCom	2,271.5	1,021.9	15.9	1,227.1	6.6	0.0	0.0	0.0	9	0	0
		2,271.5										
Eliminate Restoration of Non-JGF Travel Reductions from FY2020												
1027 Int Airprt	Veto	-2.5	0.0	-2.5	0.0	0.0	0.0	0.0	0.0	0	0	0
		-2.5										
This is a legislative restoration of previous year vetoes. Due to the COVID-19 Travel Mandate, the Department will continue to manage with available funds.												
Subtotal		2,269.0	1,021.9	13.4	1,227.1	6.6	0.0	0.0	0.0	9	0	0
***** Changes From FY2021 Management Plan To FY2022 Governor *****												
FY2022 Salary Adjustments												
1027 Int Airprt	SalAdj	6.2	6.2	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
		6.2										
FY2022 1% COLA for ASE/General Government (GG/GP/GY/GZ): \$6.2.												
Transfer from Human Resources to Fund Employee Based Rates - DOPLR/IRIS HRM												
1027 Int Airprt	Trin	5.9	0.0	0.0	5.9	0.0	0.0	0.0	0.0	0	0	0
		5.9										
Transfer from Human Resources component to fund Division of Personnel and Labor Relations and Integrated Resource Information System Human Resource Management rates which have been incorporated into individual positions.												
Transfer from Information Systems and Services for Employee Based Rates Funding - OIT												
1027 Int Airprt	Trin	15.2	0.0	0.0	15.2	0.0	0.0	0.0	0.0	0	0	0
		15.2										
Transfer from Information Systems and Services component to cover Office of Information Technology rates which have been incorporated into individual positions.												
Totals		2,296.3	1,028.1	13.4	1,248.2	6.6	0.0	0.0	0.0	9	0	0

Line Item Detail (1676)
Department of Transportation/Public Facilities
Travel

Component: International Airport Systems Office (1649)

Line Number	Line Name		FY2020 Actuals	FY2021 Management Plan	FY2022 Governor
2000	Travel		3.5	13.4	13.4
Object Class	Servicing Agency	Explanation	FY2020 Actuals	FY2021 Management Plan	FY2022 Governor
2000 Travel Detail Totals			3.5	13.4	13.4
2000	In-State Employee Travel	In-state employee travel (per diem, airfare, mileage, and parking).	1.2	5.9	5.9
2002	Out of State Employee Travel	Out of state employee travel for airline meetings (per diem, airfare, mileage, parking).	2.3	7.5	7.5

Line Item Detail (1676)
Department of Transportation/Public Facilities
Services

Component: International Airport Systems Office (1649)

Line Number	Line Name		FY2020 Actuals	FY2021 Management Plan	FY2022 Governor
3000	Services		1,224.4	1,227.1	1,248.2
Object Class	Servicing Agency	Explanation	FY2020 Actuals	FY2021 Management Plan	FY2022 Governor
3000 Services Detail Totals			1,224.4	1,227.1	1,248.2
3000	Education Services	Conference registration, memberships and employee tuition (excluding information technology).	62.5	67.0	67.0
3001	Financial Services	Contract for financial audit for international airports.	142.2	182.1	183.9
3003	Information Technology	All information technology (IT) contractual cost such as software licensing, software maintenance, IT training, IT consulting, and IT equipment leases. Includes Shared Use Passenger System (EASE)/Local Departure Control System (LDCS)/Onsite Warranty and Annual/Seasonal Technical Support and Propworks/Airport Operational Database (AODB)/Flight Information Display System (FIDS) Annual Support.	566.5	470.0	485.0
3006	Delivery Services	Delivery services.	0.0	5.0	0.5
3007	Advertising and Promotions	Advertising (rates and fees public notices).	0.0	3.0	0.3
3008	Utilities	Utility services.	0.0	1.0	1.0
3011	Other Services	Alaska International Airport System Airport Technical Representative (ATR) contract and other services including PASSUR contract (radar based aircraft activities recording system).	123.6	200.0	200.0

Line Item Detail (1676)
Department of Transportation/Public Facilities
Services

Component: International Airport Systems Office (1649)

Object Class	Servicing Agency	Explanation	FY2020 Actuals	FY2021 Management Plan	FY2022 Governor
3000 Services Detail Totals			1,224.4	1,227.1	1,248.2
3017	Inter-Agency Information Technology Non-Telecommunications	Admin - Department-wide Computer services provided by the Department of Administration such as central server, data storage, printing, network services, open connect, and task order system.	10.8	15.0	26.0
3018	Inter-Agency Information Technology Telecommunications	Admin - Department-wide FY2016 transfer of \$3.7 to Statewide Admin Services for consolidation of EPR lump sum funding. Telecommunications services provided by the Department of Administration such as basic telephone services, equipment and features, dedicated voice/data line service, statewide paging, two-way radio, and video conferencing.	0.0	1.0	0.1
3021	Inter-Agency Mail	Admin - Department-wide Chargeback fees for central mail services such as mailing vendor payments and payroll warrants.	0.1	1.0	0.1
3022	Inter-Agency Human Resources	Admin - Department-wide Chargeback fees for human resource services such as labor relations, position classification and payroll processing.	0.0	0.0	5.9
3024	Inter-Agency Legal	Law - Department-wide Legal services provided by the Department of Law. This item funds legal services across both international airports providing efficiencies and better information flow to decision makers.	315.3	275.0	275.0
3027	Inter-Agency Financial	Admin - Department-wide Chargeback fees for financial services provided by Department of Administration, Division of Finance.	3.2	3.0	3.0
3028	Inter-Agency Americans with	Admin - Department-wide Chargeback fees for the statewide	0.1	2.0	0.2

Line Item Detail (1676)
Department of Transportation/Public Facilities
Services

Component: International Airport Systems Office (1649)

Object Class	Servicing Agency	Explanation	FY2020 Actuals	FY2021 Management Plan	FY2022 Governor
3000 Services Detail Totals			1,224.4	1,227.1	1,248.2
		Disabilities Act Compliance			
		coordinator for the Americans with Disabilities Act (ADA).			
3029	Inter-Agency Education/Training	Admin - Department-wide	0.0	2.0	0.2
		Department of Administration, Division of Finance training classes.			
3038	Inter-Agency Management/Consulting	Gov - Department-wide	0.1	0.0	0.0
		Office of Management and Budget - Budget Analyst support.			

Line Item Detail (1676)
Department of Transportation/Public Facilities
Commodities

Component: International Airport Systems Office (1649)

Line Number	Line Name		FY2020 Actuals	FY2021 Management Plan	FY2022 Governor
4000	Commodities		7.0	6.6	6.6
Object Class	Servicing Agency	Explanation	FY2020 Actuals	FY2021 Management Plan	FY2022 Governor
4000 Commodities Detail Totals			7.0	6.6	6.6
4000	Business	Books, office supplies, subscriptions.	7.0	6.6	6.6

Revenue Detail (1681)
Department of Transportation/Public Facilities

Component: International Airport Systems Office (1649)

Revenue Type (OMB Fund Code) Revenue Source	Component	Comment	FY2020 Actuals	FY2021 Management Plan	FY2022 Governor
6027 Int Airprt (1027 Int Airprt)			92.7	0.0	0.0
6382 International Airport Revenue Fund - Chrgs for Srvcs Misc			92.7	0.0	0.0

Inter-Agency Services (1682)
Department of Transportation/Public Facilities

Component: International Airport Systems Office (1649)

				FY2020 Actuals	FY2021 Management Plan	FY2022 Governor
Component Totals				329.6	299.0	310.5
With Department of Administration				14.2	24.0	35.5
With Department of Law				315.3	275.0	275.0
With Office of the Governor				0.1	0.0	0.0
Object Class	Servicing Agency	Explanation	FY2020 Actuals	FY2021 Management Plan	FY2022 Governor	
3017	Inter-Agency Information Technology Non-Telecommunications	Admin - Department-wide Computer services provided by the Department of Administration such as central server, data storage, printing, network services, open connect, and task order system.	10.8	15.0	26.0	
3018	Inter-Agency Information Technology Telecommunications	Admin - Department-wide FY2016 transfer of \$3.7 to Statewide Admin Services for consolidation of EPR lump sum funding. Telecommunications services provided by the Department of Administration such as basic telephone services, equipment and features, dedicated voice/data line service, statewide paging, two-way radio, and video conferencing.	0.0	1.0	0.1	
3021	Inter-Agency Mail	Admin - Department-wide Chargeback fees for central mail services such as mailing vendor payments and payroll warrants.	0.1	1.0	0.1	
3022	Inter-Agency Human Resources	Admin - Department-wide Chargeback fees for human resource services such as labor relations, position classification and payroll processing.	0.0	0.0	5.9	
3024	Inter-Agency Legal	Law - Department-wide Legal services provided by the Department of Law. This item funds legal services across both international airports providing efficiencies and better information	315.3	275.0	275.0	

Inter-Agency Services (1682)
Department of Transportation/Public Facilities

Component: International Airport Systems Office (1649)

Object Class	Servicing Agency	Explanation	FY2020 Actuals	FY2021 Management Plan	FY2022 Governor
		flow to decision makers.			
3027 Inter-Agency Financial	Admin - Department-wide	Chargeback fees for financial services provided by Department of Administration, Division of Finance.	3.2	3.0	3.0
3028 Inter-Agency Americans with Disabilities Act Compliance	Admin - Department-wide	Chargeback fees for the statewide coordinator for the Americans with Disabilities Act (ADA).	0.1	2.0	0.2
3029 Inter-Agency Education/Training	Admin - Department-wide	Department of Administration, Division of Finance training classes.	0.0	2.0	0.2
3038 Inter-Agency Management/Consulting	Gov - Department-wide	Office of Management and Budget - Budget Analyst support.	0.1	0.0	0.0

Personal Services Expenditure Detail
Department of Transportation/Public Facilities

Scenario: FY2022 Governor (17280)
Component: International Airport Systems Office (1649)
RDU: International Airports (189)

PCN	Job Class Title	Time Status	Retire Code	Barg Unit	Location	Salary Sched	Range / Step	Comp Months	Split / Count	Annual Salaries	COLA	Premium Pay	Annual Benefits	Total Costs	UGF Amount
25-0280	Accounting Technician III	FT	A	SS	Anchorage Intl Airport	200	16A	12.0		55,432	0	0	39,362	94,794	0
25-0862	Accounting Technician I	FT	A	GP	Anchorage Intl Airport	200	12A / B	12.0		40,671	557	0	33,855	75,083	0
25-2556	Intl Ap Ctrlr	FT	A	XE	Anchorage Intl Airport	N00	24O	12.0		130,217	0	0	66,919	197,136	0
25-2956	Accounting Technician II	FT	A	GP	Anchorage Intl Airport	200	14C / D	12.0		48,783	669	0	36,860	86,312	0
25-2975	Accountant III	FT	A	GP	Anchorage Intl Airport	200	18O	12.0		89,252	1,223	0	51,849	142,324	0
25-2986	Accounting Technician I	FT	A	GP	Anchorage Intl Airport	200	12A / B	12.0		40,268	552	0	33,706	74,526	0
25-3075	Accounting Technician II	FT	A	GP	Fairbanks	203	14C / D	12.0		50,785	696	0	37,601	89,082	0
25-3458	Accountant IV	FT	A	GP	Anchorage Intl Airport	200	20N	12.0		101,978	1,398	0	56,563	159,939	0
25-3737	AIAp Sys Plnr	FT	A	GP	Anchorage Intl Airport	200	21B	12.0		75,699	1,037	0	46,829	123,565	0

	Total Positions	New	Deleted	Total Salary Costs:	633,085
Full Time Positions:	9	0	0	Total COLA:	6,132
Part Time Positions:	0	0	0	Total Premium Pay:	0
Non Permanent Positions:	0	0	0	Total Benefits:	403,544
Positions in Component:	9	0	0	Total Pre-Vacancy:	1,042,761
				Minus Vacancy Adjustment of 1.41%:	(14,661)
				Total Post-Vacancy:	1,028,100
				Plus Lump Sum Premium Pay:	0
				Personal Services Line 100:	1,028,100

PCN Funding Sources:	Pre-Vacancy	Post-Vacancy	Percent
1027 International Airport Revenue Fund	1,042,761	1,028,100	100.00%
Total PCN Funding:	1,042,761	1,028,100	100.00%

Note: If a position is split, an asterisk (*) will appear in the Split/Count column. If the split position is also counted in the component, two asterisks (**) will appear in this column. [No valid job title] appearing in the Job Class Title indicates that the PCN has an invalid class code or invalid range for the class code effective date of this scenario.

Department of Transportation & Public Facilities
 RDU: International Airports (189)
 Component: International Airport Systems Office (1649)
 FY2022 Governor's Budget

9 PFT
 All positions located at Anchorage International
 Airport unless otherwise noted by *.
 25-0005 budgeted in Commissioner's Office component.

