

State of Alaska
FY2023 Governor's Operating Budget

Department of Transportation/Public Facilities
International Airports
Results Delivery Unit Budget Summary

International Airports Results Delivery Unit

Contribution to Department's Mission

The mission of the International Airports RDU is to “Keep Alaska Flying and Thriving” by the safe, effective, and efficient operation and maintenance of Ted Stevens Anchorage International Airport and Fairbanks International Airport in a manner consistent with good business practices, federal regulatory requirements, high customer service standards, sensitivity to user needs, and awareness of community goals.

Core Services

- Plan, design, and construct airport infrastructure.
- Plan, organize, direct, and control airport functions.
- Develop and implement strategic management plans and airport operating and capital budgets.
- Implement effective and appropriate internal controls and policies.
- Promote and support all levels of airport training and education.
- Maintain compliance with federal and state regulations.
- Negotiate and administer airline operating agreements, leases, and other agreements.
- Manage airport lands, facilities, and buildings.
- Provide uniform rate and fee structures for airport facilities and services as required under federal grant assurances.
- Promote Alaska International Airports System (AIAS) in domestic and international markets.
- Facilitate advancements in aviation safety.

Major RDU Accomplishments in 2021

- 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.
- Anchorage International Airport supported another record level of air cargo operations during the COVID-19 pandemic.
- Anchorage International Airport was named a finalist for best cargo airport in the world and best cargo airport in North America
- Fairbanks International Airport (FAI) completed two commercial aircraft hangers.
- FAI launched a new Safety Management System Phase I which includes an anonymous Hazard Reporting Portal available to employees, tenants, and visitors to FAI; initial buildout of hazard tracking database.

Key RDU 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.
- Retaining and recruiting qualified staff across all components of AIAS.

COVID-19 Response and Telework Challenges

- The airport increased cleaning frequency and upgraded the cleaning protocols to combat COVID-19.
- ANC installed UV-C handrail sanitizers on escalators at the airport. In elevators, the airport installed microbial resistant buttons and ionizing air filtration to prevent the spread of COVID-19.

- The 24/7 nature of the airport will always pose a challenge for coordinating telework. A large percentage of airport workers cannot telework. Sanitation and social distancing programs are in place, but the airport needs to stay vigilant in protecting our employees.

Significant Changes in Results to be Delivered in FY2023

- Enhanced multi-agency narcotics interdiction.
- Continued integration and adoption of IDMS to streamline badging processes, reduce data entry burden, and ensure regulatory compliance.

Contact Information
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**International Airports
RDU Financial Summary by Component**

All dollars shown in thousands

	FY2021 Actuals				FY2022 Management Plan				FY2023 Governor			
	UGF+DGF Funds	Other Funds	Federal Funds	Total Funds	UGF+DGF Funds	Other Funds	Federal Funds	Total Funds	UGF+DGF Funds	Other Funds	Federal Funds	Total Funds
Formula Expenditures None.												
Non-Formula Expenditures												
International	0.0	1,805.8	0.0	1,805.8	0.0	2,255.6	0.0	2,255.6	0.0	2,235.7	0.0	2,235.7
Airport Systems												
AIA Administration	0.0	6,559.0	0.0	6,559.0	0.0	7,462.2	0.0	7,462.2	0.0	7,384.8	0.0	7,384.8
AIA Facilities	0.0	25,085.3	0.0	25,085.3	0.0	27,715.3	0.0	27,715.3	0.0	27,714.4	0.0	27,714.4
AIA Field & Equipment Maint	0.0	19,789.0	0.0	19,789.0	0.0	17,905.9	0.0	17,905.9	0.0	17,928.2	0.0	17,928.2
AIA Operations	0.0	6,108.5	0.0	6,108.5	0.0	7,234.6	0.0	7,234.6	0.0	7,177.4	0.0	7,177.4
AIA Safety	0.0	11,539.2	189.4	11,728.6	0.0	13,089.6	595.1	13,684.7	0.0	13,048.4	595.1	13,643.5
FIA Administration	0.0	1,838.9	0.0	1,838.9	0.0	2,566.3	0.0	2,566.3	0.0	2,531.3	0.0	2,531.3
FIA Facilities	0.0	4,762.4	0.0	4,762.4	0.0	4,852.1	0.0	4,852.1	0.0	4,852.3	0.0	4,852.3
FIA Field & Equipment Maint	0.0	4,324.5	0.0	4,324.5	0.0	4,775.4	0.0	4,775.4	0.0	4,779.2	0.0	4,779.2
FIA Operations	0.0	1,119.9	0.0	1,119.9	0.0	1,237.2	0.0	1,237.2	0.0	1,212.6	0.0	1,212.6
FIA Safety	0.0	4,687.6	160.2	4,847.8	0.0	5,533.7	213.3	5,747.0	0.0	5,511.8	213.3	5,725.1
Totals	0.0	87,620.1	349.6	87,969.7	0.0	94,627.9	808.4	95,436.3	0.0	94,376.1	808.4	95,184.5

International Airports
Summary of RDU Budget Changes by Component
From FY2022 Management Plan to FY2023 Governor

All dollars shown in thousands

	<u>Unrestricted</u> <u>Gen (UGF)</u>	<u>Designated</u> <u>Gen (DGF)</u>	<u>Other Funds</u>	<u>Federal</u> <u>Funds</u>	<u>Total Funds</u>
FY2022 Management Plan	0.0	0.0	94,627.9	808.4	95,436.3
Adjustments which continue current level of service:					
-International Airport Systems	0.0	0.0	-19.9	0.0	-19.9
-AIA Administration	0.0	0.0	-77.4	0.0	-77.4
-AIA Facilities	0.0	0.0	-0.9	0.0	-0.9
-AIA Field & Equipment Maint	0.0	0.0	22.3	0.0	22.3
-AIA Operations	0.0	0.0	-57.2	0.0	-57.2
-AIA Safety	0.0	0.0	-41.2	0.0	-41.2
-FIA Administration	0.0	0.0	-35.0	0.0	-35.0
-FIA Facilities	0.0	0.0	0.2	0.0	0.2
-FIA Field & Equipment Maint	0.0	0.0	3.8	0.0	3.8
-FIA Operations	0.0	0.0	-24.6	0.0	-24.6
-FIA Safety	0.0	0.0	-21.9	0.0	-21.9
FY2023 Governor	0.0	0.0	94,376.1	808.4	95,184.5