

State of Alaska
FY2024 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 2022

- 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.
- ANC was awarded the Balchen/Post Award top honor as the best large commercial airport in maintaining safe and operational status during the 2021-22 winter season. The Balchen/Post Award is the most prestigious award presented by the American Association of Airport Executives (AAAE) in recognition of airport snow removal excellence.
- ANC received the Asian Freight, Logistics, and Supply Chain Award as 2022 Best Airport – 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.

Significant Changes in Results to be Delivered in FY2024

- 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

	FY2022 Actuals				FY2023 Management Plan				FY2024 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												
AIA Airport Admin COVID2022	0.0	52.0	0.0	52.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
International Airport Systems	0.0	2,054.1	0.0	2,054.1	0.0	2,268.3	0.3	2,268.6	0.0	2,288.6	0.0	2,288.6
AIA Administration	0.0	7,071.3	0.0	7,071.3	0.0	7,472.9	0.8	7,473.7	0.0	7,772.1	0.0	7,772.1
AIA Facilities	0.0	25,586.2	0.0	25,586.2	0.0	25,838.5	26.9	25,865.4	0.0	29,773.0	0.0	29,773.0
AIA Field & Equipment Maint	0.0	20,179.0	0.0	20,179.0	0.0	20,112.5	21.6	20,134.1	0.0	25,944.1	0.0	25,944.1
AIA Operations	0.0	7,317.7	0.0	7,317.7	0.0	7,511.0	0.0	7,511.0	0.0	7,865.9	0.0	7,865.9
AIA Safety	0.0	12,904.7	133.9	13,038.6	0.0	12,854.1	608.7	13,462.8	0.0	13,796.8	595.1	14,391.9
FIA Administration	0.0	2,340.5	0.0	2,340.5	0.0	2,996.2	0.0	2,996.2	0.0	3,154.5	0.0	3,154.5
FIA Facilities	0.0	4,744.1	0.0	4,744.1	0.0	5,029.8	0.0	5,029.8	0.0	5,292.8	0.0	5,292.8
FIA Field & Equipment Maint	0.0	4,784.7	0.0	4,784.7	0.0	4,895.9	0.0	4,895.9	0.0	6,373.1	0.0	6,373.1
FIA Operations	0.0	1,191.5	0.0	1,191.5	0.0	1,242.1	0.0	1,242.1	0.0	1,502.7	0.0	1,502.7
FIA Safety	0.0	5,343.7	74.9	5,418.6	0.0	5,560.8	213.3	5,774.1	0.0	5,813.9	413.3	6,227.2
Totals	0.0	93,569.5	208.8	93,778.3	0.0	95,782.1	871.6	96,653.7	0.0	109,577.5	1,008.4	110,585.9

International Airports
Summary of RDU Budget Changes by Component
From FY2023 Management Plan to FY2024 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>
FY2023 Management Plan	0.0	0.0	95,782.1	871.6	96,653.7
Adjustments which continue current level of service:					
-International Airport Systems	0.0	0.0	20.3	-0.3	20.0
-AIA Administration	0.0	0.0	89.2	-0.8	88.4
-AIA Facilities	0.0	0.0	435.9	-26.9	409.0
-AIA Field & Equipment Maint	0.0	0.0	347.9	-21.6	326.3
-AIA Operations	0.0	0.0	72.3	0.0	72.3
-AIA Safety	0.0	0.0	-126.9	-13.6	-140.5
-FIA Administration	0.0	0.0	39.0	0.0	39.0
-FIA Facilities	0.0	0.0	77.8	0.0	77.8
-FIA Field & Equipment Maint	0.0	0.0	106.4	0.0	106.4
-FIA Operations	0.0	0.0	24.5	0.0	24.5
-FIA Safety	0.0	0.0	238.1	0.0	238.1
Proposed budget increases:					
-AIA Administration	0.0	0.0	210.0	0.0	210.0
-AIA Facilities	0.0	0.0	3,498.6	0.0	3,498.6
-AIA Field & Equipment Maint	0.0	0.0	5,483.7	0.0	5,483.7
-AIA Operations	0.0	0.0	282.6	0.0	282.6
-AIA Safety	0.0	0.0	1,069.6	0.0	1,069.6
-FIA Administration	0.0	0.0	119.3	0.0	119.3
-FIA Facilities	0.0	0.0	185.2	0.0	185.2
-FIA Field & Equipment Maint	0.0	0.0	1,370.8	0.0	1,370.8
-FIA Operations	0.0	0.0	236.1	0.0	236.1
-FIA Safety	0.0	0.0	15.0	200.0	215.0
FY2024 Governor	0.0	0.0	109,577.5	1,008.4	110,585.9