

State of Alaska FY2026 Governor's Operating Budget

Department of Military and Veterans' Affairs Alaska Aerospace Corporation Results Delivery Unit Budget Summary

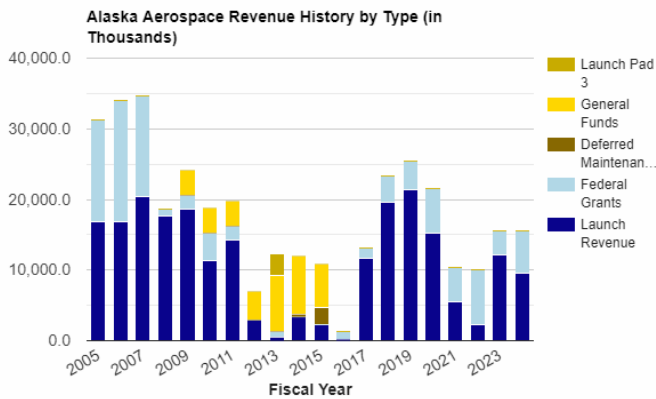
Alaska Aerospace Corporation Results Delivery Unit

Contribution to Department's Mission

Alaska Aerospace Corporation (AAC) maintains and operates the Pacific Spaceport Complex – Alaska (PSCA), a state-of-the-industry spaceport on Kodiak Island. PSCA remains the only commercial polar launch range available in the United States, offering both orbital and suborbital capabilities for commercial and government interests. PSCA has been the launch site for several missile defense tests, orbital missions, and is a prime orbital launch site for light-lift vehicles supporting small satellites for government and commercial customers. PSCA has become a force multiplier in being the alternative West Coast range to Vandenberg AFB, providing additional capacity to test national security missions from an existing spaceport.

Results

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



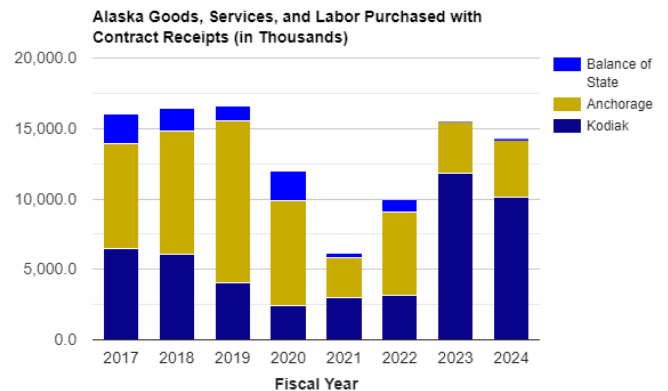
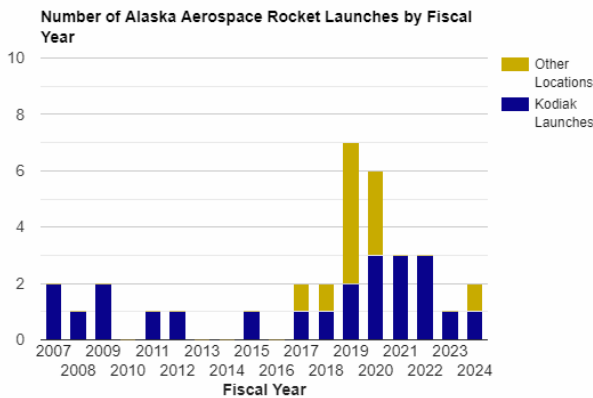
Core Services

- Provide Launch Facilities and Aerospace Services

Measures by Core Service

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

1. Provide Launch Facilities and Aerospace Services



Major RDU Accomplishments in 2024

- Government Contracts

- Missile Defense Agency (MDA) continued launch cadence with Indefinite Delivery Indefinite Quantity (IDIQ) Follow-On contract from MDA Test Support for \$111 million
 - AAC supported operations overseas
 - AAC supported operations at the Pacific Spaceport Complex - Alaska (PSCA)
- Rapid Space Launch Response (RSLP) continued spaceport capital investment through the US Space Force Spaceport Enhancement Program (SEP) for \$12.5 million
- University of Fairbanks Poker Flat Research Range (PFRR) initiative to license PFRR for AAC launch operations as a second Federal Aviation Administration (FAA) licensed vertical orbital spaceport in Alaska has begun
 - FAA licensing for orbital launch can take up to two years
 - FAA licensing for sounding rocket launches will be much sooner
 - NASA contracts are anticipated
- Commercial Contracts
 - Commercial operators were on site for six months
 - AAC's proprietary deployable Range Safety and Telemetry System (RSTS)
 - Foreign commercial customer on contract with deployed operations beginning in Q1CY25
 - AAC supported PSCA operations with a fixed RSTS on site
 - Commercial contract revenue exceeded government revenue for the first time
- Other
 - Increased summer internships from one in the previous year to four this year
 - Secured CACI Inc. spaceport Indefinite Delivery, Indefinite Quantity (IDIQ) contract for expertise depth and operational breadth with anticipated growth in launch operations at both the PSCA and the PFRR
 - Congressional delegation engagement in Washington DC July 2024 with Senator Murkowski, Senator Sullivan and Representative Peltola's staff (also met with several Senate and House subcommittee staff)
 - Hosted PSCA site visits for Norway, Sweden, UK and numerous state and local leaders
 - Significant PSCA road closure communication improvements, to include deploying cell-enabled digital signage, QR code for text alerts, web site notifications, direct community engagement with regular CEO radio and newspaper updates on AAC and PSCA activities affecting the Kodiak Borough community
 - Other community outreach efforts include the PSCA open house (350 attendees), PSCA site visits for schools and engagement with the Alaska and Kodiak Chamber of Commerce, Kodiak Rotary Club, Kodiak Fisheries and Kodiak business and community leaders

Key RDU Challenges

All State infrastructure has been sustained through federal RSLP SEP congressional plus ups. Federal funding is not programmed. Each year, AAC leadership makes it a priority to impart the importance of these funds on Alaska's congressional delegation. The PSCA continues to benefit from federal spaceport enhancement funding due to the fact that the PSCA is a national security asset.

Significant Changes in Results to be Delivered in FY2026

AAC has a strategic plan for long-term financial stability, to firmly secure its core business (launch), and to diversify with new lines of business in FY2026.

AAC plans on close to doubling revenue from \$15 million to \$27million in FY2026, The PSCA will increase launches beyond the historic max of three per year to nine per year in 2027. AAC leadership engagement with the congressional delegation garnered continued support for federal spaceport RSLP funding as well as support for funding to enable the development of an Aleutian Test Range (ATR) for hypersonic testing. The ATR is attracting more government customers such as the Army Rapid Capabilities Office (RCCTO), who are anticipated to bring long-term contracts to Alaska. AAC produces a proprietary Resource Sharing Timesharing System (RSTS) that is in global demand. AAC anticipates manufacturing and operating more of these systems in FY2026 which will increase jobs as each RSTS system is deployed. All of these initiatives will add more technical jobs

and inject millions of additional dollars into the state of Alaska. The global commercial spaceport demand is at an inflection point and the future is bright. The Alaska Aerospace Corporation's 33-year history, as the first FAA licensed commercial spaceport, with 31 launches, firmly positions the state as a proven leader in the national and global aerospace industry.

Contact Information
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**Alaska Aerospace Corporation
RDU Financial Summary by Component**

All dollars shown in thousands

	FY2024 Actuals				FY2025 Management Plan				FY2026 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												
AK Aerospace Corp	0.0	851.3	3,819.9	4,671.2	0.0	1,119.9	2,774.3	3,894.2	0.0	1,136.2	2,775.4	3,911.6
AAC Facilities Maintenance	0.0	181.2	7,290.9	7,472.1	0.0	1,771.0	4,838.9	6,609.9	0.0	1,783.2	4,841.1	6,624.3
Totals	0.0	1,032.5	11,110.8	12,143.3	0.0	2,890.9	7,613.2	10,504.1	0.0	2,919.4	7,616.5	10,535.9

Alaska Aerospace Corporation
Summary of RDU Budget Changes by Component
From FY2025 Management Plan to FY2026 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>
FY2025 Management Plan	0.0	0.0	2,890.9	7,613.2	10,504.1
Adjustments which continue current level of service:					
-AK Aerospace Corp	0.0	0.0	16.3	1.1	17.4
-AAC Facilities Maintenance	0.0	0.0	12.2	2.2	14.4
FY2026 Governor	0.0	0.0	2,919.4	7,616.5	10,535.9