

**Department of Military and Veterans Affairs
Long Range (10-year) Plan Summary of Assumptions**

Operating Budget Continuing Service Level Assumptions – Focus on Maintaining Service Levels

FY2011:

- Additional operating costs for new Bethel Armory : \$258.3 (\$193.7 Fed/\$74.6 GF/Match)
- Increase Federal authority for Homeland Security & Emergency Services to align with anticipated federal grant awards: \$1,500.0 federal
- Annual inflation growth of 0.99% for increased cost of doing business (does not include personal services) such as travel, contractual services, supplies, etc.: \$328.5 in year-one with subsequent 0.99% annual increases (FY2010: \$217.2 Federal; \$26.3 GF/Match; \$85.1 GF).
- Add annual inflation growth of ½ percent related to increased personal services for non regular wage and health increases, not considered in OMB statewide labor contract salary increases and health benefits. First year inflation costs of ½ percent are \$112.8 with subsequent annual increases (FY2010: \$50.1 Federal; \$27.4 GF Group; \$35.3 Other funds)
- The department will not be able to continue current service levels and meet federal requirements if required to continually absorb increased costs for positions, services, supplies, etc.

FY2015:

- Bring on operating costs related to new United States Property & Fiscal Office (USPFO) at Camp Denali (no personal services): \$84.8 Federal

New Initiative Assumptions

FY2012:

- Operational costs for new Interior Veterans Cemetery: \$250.0 GF

Capital Budget Assumptions

- Army Guard Facilities Projects – Continuation of FY2010 Request of \$2.5 million (\$1,750.0 federal/\$750.0 GF/Match) for **FY2011-2019**
- Interior Alaska Veterans Cemetery Design, Planning & Construction – \$750.0 GF in FY2010 required to leverage \$5 million in federal construction dollars for FY2011
- Military Youth Academy Deferred Maintenance, Renewal & Replacement – Continuation of FY2010 Request of \$1.0 million GF **through FY2015**
- National Guard Counter Drug Support and ROPES Program – Continuation of FY2010 Request of \$150.0 (\$100.0 Federal / \$50.0 GF) through FY2019
- State Homeland Security Grant Program – Continuation of ongoing annual Capital request of \$9.5 million Federal Receipts through FY2019
- Deferred Maintenance Needs – Address deferred maintenance needs beginning in FY2011 through FY2019. A total of \$8 million projected for FY2011 through FY2015 (\$1.8 federal & 6.1 GF) and \$4 million projected for FY2012-2019 (\$3.1 Federal & \$900.0 GF).
- Improved Communications for Emergency Response – Continuation funding request of \$1 million for FY2011 through FY2019.