

Senate Finance / Department of Transportation
Subcommittee Members: Sen. Stedman, Sen. Bjorkman, Sen. Wielechowski,
Sen. Dunbar, Sen. Cronk

Narrative Closeout Report
April 15, 2026

RECOMMENDATIONS:

The Senate Finance Budget Subcommittee for the Department of Transportation submits the following FY27 recommendations to the Senate Finance Committee:

Fund Group: (dollars are in thousands)	Senate Sub
Unrestricted General Funds (UGF)	119,489.8
Designated General Funds	57,153.7
Other Funds	496,392.8
Federal Funds	5,607.5
TOTAL FUNDS	678,643.8

Positions:	
Permanent Full-time	2,367
Permanent Part Time	222
Temporary	94
TOTAL POSITIONS	2,683

BUDGET ACTIONS:

The Subcommittee made no additions to the Governor's Amended budget request. The Subcommittee made reductions to the Governor's Amended budget. The following are highlights of the Subcommittee's action.

Governor's Amended Budget Request:

The Senate Finance Subcommittee accepted many items requested in the Governor's Amended budget. These items include:

- Accepted all items related to Information Technology Classification Study Implementation.
- Accepted restoration of \$1,253.9 UGF displaced by one-time use of AHFC receipts.
- Accepted restoration of \$1,423.1 UGF displaced by one-time use of Derelict Vessel program receipts.
- Accepted all items related to Alaska Marine Highway System restructuring the appropriation to multi-year budget covering FY27-FY28.

Subcommittee Reductions & Changes:

- Approved half of the requested restoration of funding for Highways & Aviation Maintenance and the State Equipment Fleet that was cut in FY26.

Organizational Changes:

- Denied Department wide reorganization.
- Accepted structural changes related to statewide wayside maintenance & statewide guardrail repair.

Full Committee Recommendation:

ATTACHED REPORTS

The Senate Finance Subcommittee for the Department of Transportation adopts the attached Budget Action Report. A separate Wordage report is also attached.

Respectfully Submitted,

Senator Bert Stedman