

House Finance Subommittee DOT&PF Department Overview

Alaska Department of Transportation & Public Facilities
Ryan Anderson P.E., Commissioner
Dom Pannone, Director of Program Management & Administration



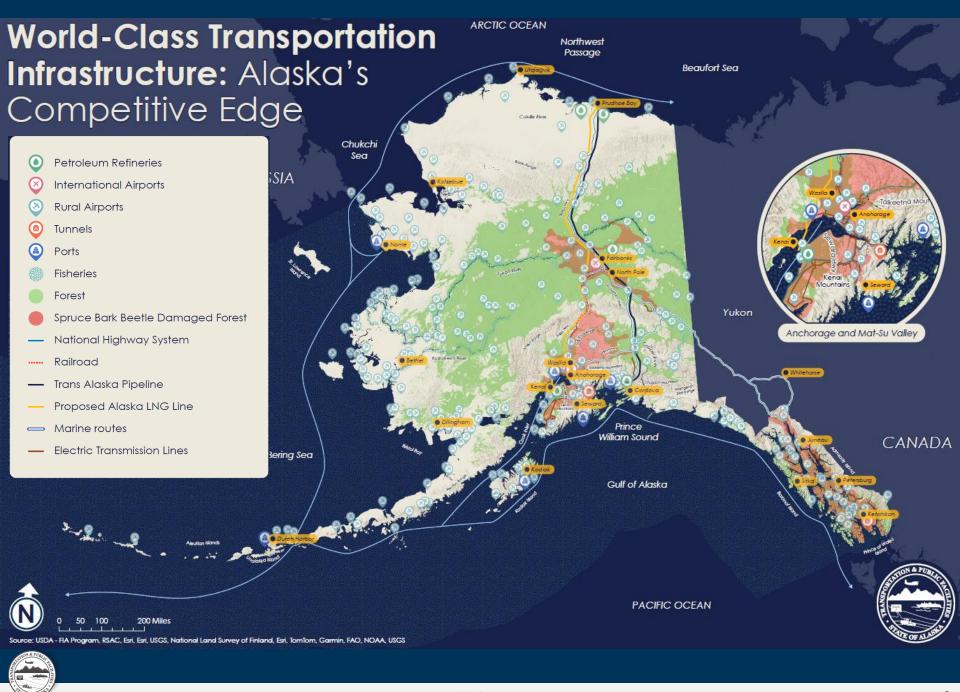
MISSION: Keep Alaska Moving

Core Values

Integrity • Excellence • Respect • Safety

DOT&PF oversees a network of highways that link together cities and communities throughout the state, thereby contributing to the development of commerce and industry in the state, and that aids in the extraction and development of its resources, and improves the economic and general welfare of





THROUGH LAND, AIR, SEA: IT TAKES A TEAM

DOT&PF Organization

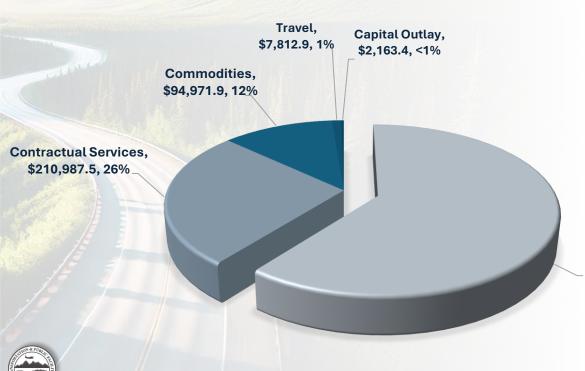


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FY2026 OPERATING: WHO WE ARE

An extremely diverse and talented workforce.

Staff are our largest investment and our largest resource.



Professional Categories	Employed
Engineering & Arcitechtural Professionals	578
Marine Vessel Staff	511
Equipment Operators	475
Administration & Administrative Support	161
Building & Facility Maintenance	149
Mechanics	112
Contracting & Procurement Professionals	108
Environmental Professionals	104
Finance, Accounting & Budget	102
Airport Police & Fire Officers	86
Information Technolgy Professionals	73
Right of Way Agents	43
Planners	41
Commercial Vehicle Inspectors, Weights	
& Measures Inspectors	35
Interns	22
Human Resources Professionals	22
Maintenance & Operations Managers	21
Executive & Leadership	17
Safety & Security Specialists	10
Public Relations & Communications	7
All Other Transportation Professions	273

Source: Department of Admin. Position Report, 1-13-2025

Personal Services, \$488,164.2, 61%

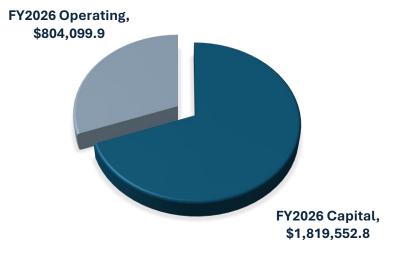
\$ in thousands

FY2026 OPERATING BUDGET: FUND SOURCES

FY2026 Operating: All Funds

UGF	\$184,046.2
1004 Unrestricted General Fund Receipts	\$184,046.2
DGF	\$72,986.6
1249 Motor Fuel Tax Receipts	\$37,100.8
1076 Alaska Marine Highway System Fund	\$22,877.6
1200 Vehicle Rental Tax Receipts	\$6,625.6
1005 General Fund/Program Receipts	\$6,282.6
1273 Abandoned Motor Vehicle Fund	\$100.0
Fed	\$81,842.0
1002 Federal Receipts	\$81,842.0
Other	\$465,225.1
1061 Capital Improvement Project Receipts	\$202,578.5
1027 International Airports Revenue Fund	\$127,904.1
1007 Interagency Receipts	\$60,879.9
1026 Highways Equipment Working Capital Fund	\$40,837.7
1147 Public Building Fund	\$15,802.7
1244 Rural Airport Receipts	\$8,979.4
1239 Aviation Fuel Tax Account	\$4,914.8
1214 Whittier Tunnel Toll Receipts	\$1,826.3
1215 Unified Carrier Registration Receipts	\$818.6
1108 Statutory Designated Program Receipts	\$402.0
1245 Rural Airport Receipts I/A	\$281.1
1232 In-State Natural Gas Pipeline FundInteragency	\$0.0
FY2026 Operating Total	\$804,099.9

OPERATING VS CAPITAL



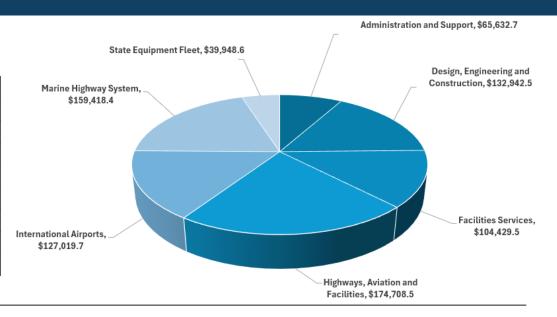


\$ in thousands

FY2026 OPERATING BUDGET: OVERVIEW

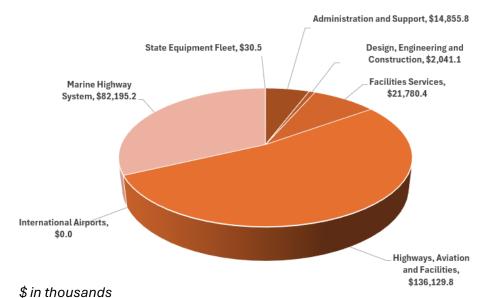
FY2026 Operating: All Funds

Results Delivery Unit	FY2026 Governor
Administration and Support	\$65,632.7
Design, Engineering and Construction	\$132,942.5
Facilities Services	\$104,429.5
Highways, Aviation and Facilities	\$174,708.5
International Airports	\$127,019.7
Marine Highway System	\$159,418.4
State Equipment Fleet	\$39,948.6
Total	\$804,099.9



FY2026 Operating: Unrestricted General Funds + Designated General Funds

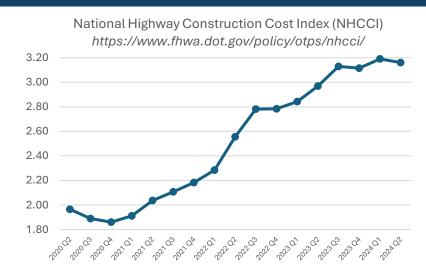
Results Delivery Unit	FY2026 Governor
Administration and Support	\$14,855.8
Design, Engineering and Construction	\$2,041.1
Facilities Services	\$21,780.4
Highways, Aviation and Facilities	\$136,129.8
International Airports	\$0.0
Marine Highway System	\$82,195.2
State Equipment Fleet	\$30.5
Total	\$257,032.8





FY2026 BUDGET HIGHLIGHTS: HIGHWAYS

NHCCI Up 61% from Q2 CY2020 to Q2 CY2024



NHCCI Components

Grading and Excavation Signalization Bridge Lighting Asphalt Roadway Concrete Pavement Lighting/Electrical Concrete-Miscellaneous Grassing Concrete-Culverts **Erosion Control** Base Stone Retaining Wall Drainage-Pipe Miscellaneous-Drainage-Inlets/Catch Stone/Riprap Basins Clearing Underdrain **Painting Structures** Traffic Control **Buildings/ Miscellaneous Guard Rail** Structures Utility-Water Fencing Signs-Permanent Utility-Gas Striping/Pavement **Utility-Sewer**

Equipment/Labor

Highways, Maintenance & Operations	UGF	DGF	FED	OTHER	TOTAL
One Time Items, Increments	\$ 2,442.5				\$ 2,442.5
Dalton Maintenance Camp Contracting	\$ 692.5				\$ 692.5
Right of Way Clearing of Vacated Homeless Encampments	\$ 500.0				\$ 500.0
Roadside Hardware Repairs	\$ 1,000.0				\$ 1,000.0
Statewide Safety & Emergency Management: Dalton Highway Safety Training	\$ 250.0				\$ 250.0

Increments to Base Budget	\$ 100.0	\$	355.0	\$ 455.0
Capital Improvement Project Receipts to Support Data Modernization and Innovation Division		\$	250.0	\$ 250.0
Capital Improvement Project Receipts to Support Highway Safety Mission		\$	25.0	\$ 25.0
Airport Stormwater Pollution Prevention Plans Tracker Annual Subscription Fee		\$	80.0	\$ 80.0
Removal of Abandoned Vehicles	\$ 100.0			\$ 100.0

Fund Change	\$ (2,875.0)	\$ 2,875.0	\$ -
Whitter Tunnel Fund Swap	\$ (2,875.0)	\$ 2,875.0	\$ -

Totals	\$ (432.5)	\$ 100.0	\$ 2,875.0	\$ 355.0	\$ 2,897.5	

Marking



\$ in thousands

FY2026 BUDGET HIGHLIGHTS: RURAL AVIATION



ural Airports & Statewide Aviation	UC	F	DGF	FED	ОТ	HER		TOTAL
One Time Items, Increments					\$	160.0	\$	160.0
Statewide Aviation: Remove Abandoned Buildings on Lease Lots					\$	160.0	\$	160.0
Increments to Base Budget	\$	558.3			\$	270.0	\$	828.3
Akutan Airport Employee Lodging	\$	72.0					\$	72.0
Kotzebue Airport Employee Housing and Travel	\$	111.6					\$	111.6
Rural Airport Maintenance Contractor Increases	\$	374.7					\$	374.7
Rural Airport Receipts to Support After-Hour Call Out					\$	120.0	\$	120.0
Capital Improvement and Maintenance Program (CIMP) Inspection Program					\$	100.0	\$	100.0
Alaska Aviation System Plan: Letters of Correction Database					\$	50.0	\$	50.0
					•			
	Totals \$	558 3			•	430 O	¢	088.3

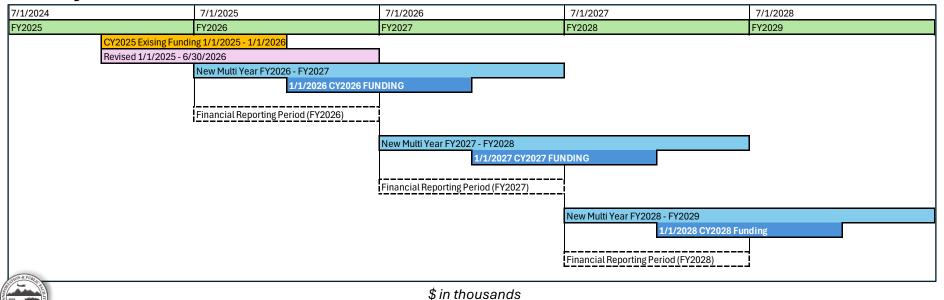


\$ in thousands

FY2026 BUDGET HIGHLIGHTS: MARINE HIGHWAY

Marine Highway System	UGF	DGF	FED	OTHER	TOTAL		
Multi Year Appropriation	\$ 61,440.9	\$ 20,754.3	\$ 76,242.1	\$ 981.1	\$ 159,418.4		
Multi-Year (FY2026-FY2027) Alaska Marine Highway Appropriation	\$ 61,440.9	\$ 20,754.3	\$ 76,242.1	\$ 981.1	\$ 159,418.4		
Miscellaneous Adjustment							
Amend Section 5, ch. 7, SLA 2024, page 77, lines 1-4							
Decrement	(61,440.9)	(20,754.3)	(76,242.1)	(981.1)	(159,418.4)		
Remove Alaska Marine Highway System from Numbers Section	(61,440.9)	(20,754.3)	(76,242.1)	(981.1)	(159,418.4)		

Multi-year Waterfall Model



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HIGHWAYS

FY2026 Budget

Design, Engineering, & Construction Highways, Aviation, & Facilities

Administration & Support

\$132,942.5 \$174,708.5 \$ in Thousands

\$65,632.7

UGF \$101,339.4, DGF \$51,687.3, Fed \$4,431.4, Other \$215,825.6



11,900 Lane Miles of DOT&PF Roads/Highways
80 Staffed Maintenance Stations
851 DOT&PF-Owned Bridges
9 Weigh Stations

3 Tunnels, incl. Anton Anderson Memorial Tunnel (2.5 mi)

Key Issues Ahead

- Dalton Highway and Industrial Activities on Highways
- Bridge Conditions
- Bicyclist and Pedestrian Safety / Complete Streets
- Project Cost Escalation
- Planning Authority on National Highway System Routes
- Deferred Maintenance
- Right-of-Way Management
- Emergency Relief Funding
 - Deicing Chemicals on Highways



RURAL AIRPORT SYSTEM

237 State-Owned and Operated Rural Airports
Over 300 Air Carriers
Over 140 Communities (82%) without Road Access
\$163,623.8 in FFY2024 from Airport Improvement Program
Essential Air Service FFY2024 provides \$39,268.7 over 65 communities
\$81,150.9 in FFY2024 from Bi-Partisan Infrastructure Law

Key Issues Ahead

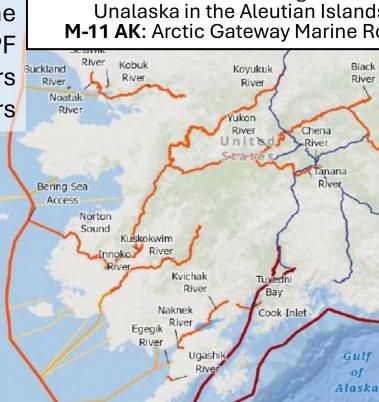
- Project Cost Escalation
- Airport Lighting Systems
- Airport Weather Observation Systems (AWOS)
- Federal Aviation Administration (FAA) Reauthorization
- Employee Housing
- Increasing Cost of Rural Airport Maintenance Contracts
- Civil Rights and FAA Findings
- Gustavus Airport Security
- PFAS Transition
- Parking at Airports



WATERWAYS

33,900 Miles of Shoreline **765** Ports and Harbors **58** Used for Commercial Purposes 5 Ports Among Nation's Busiest by Volume O Port Facilities Owned by DOT&PF **16** DOT&PF-Owned harbors 1 Set of Breakwaters

M-5 AK: Extends from Puget Sound to Unalaska in the Aleutian Islands M-11 AK: Arctic Gateway Marine Route



Key Issues Ahead

Ice Roads and Federal Funding Governance of Ports in Alaska Resiliency of Multi Modal Connections



ALASKA MARINE HIGHWAY SYSTEM

Budget Info \$\text{in Thousands}\$ FY2026 Marine Highway System \$159,418.4

UGF \$61,440.9, DGF \$20,754.3, Fed \$76,242.1, Other \$981.1

Key Issues Ahead

- Maritime Workforce
- Federal Transit Administration/Federal Highway Administration Coordination
- M/V Matanuska Decision
- Long Range Planning
- Capital Investment in Vessels and Terminals
- Modernization and Customer Service
- Trooper Ride-Alongs (Columbia)

2024 Operations

9 Ferries
35 Ports of Call
3,500-Mile Coastal Route
33 Terminals
53,111 Vehicles Moved
118,212 Passengers
Transported
4 Ships Over 50 Years Old





Budget InfoFY2026 International Airports
\$127,019.7

\$ in Thousands

Fed \$1,008.4, Other \$126,011.3



Ted Stevens Anchorage International Airport (ANC)

Ranked **Second** Busiest Cargo Airport in North America Ranked **Fourth** in Landed Cargo Weight Globally ~20,000 Passengers in a Single Day; Record in FY2024 **Five** New Cargo Carriers in FY2024

Fairbanks International Airport (FAI)

Diversionary Airport with an 11,800-foot runway **Sixty** cargo and passenger aircraft diversions in FY2024

Key Issues Ahead

- Air Cargo Growth & Infrastructure Investment
- Passenger Service Expansion
- Alaska International Airport System Restructure
- Sustainable Aviation Fuel Initiative
- Solar Initiative
- PFAS Transition





DIVISION OF FACILITY SERVICES

Budget Info
FY2026 Division of Facilities Services

\$104,429.5

\$ in Thousands

UGF \$21,235.4, DGF \$545.0, Fed \$160.1, Other \$82,489.0

827 Public Facilities Spanning 50 Communities
Serving Multiple State Agencies
44 Contracts Awarded in 2024 for over \$43,000.0 in Facility Improvements
180 Projects Underway
360-Degree Cameras for Virtual Building Walkthroughs
Developing Digital Twins



STATE EQUIPMENT FLEET

Budget Info \$ in Thousands FY2026 Statewide Equipment Fleet \$39,948.6

UGF \$30.5, Other \$39,918.1

\$39,000.0 in Fleet Replacement in Capital Budget for FY2026
7,596 Assets Managed for State Agencies
889 Assets Managed for Universities, Housing, and Energy Sectors
51 Equipment Maintenance Shops
3,400 Active Fuel Cards
\$5,500.0 in Fuel Costs in FY2024

Key Issues Ahead

- Legacy Systems
- Customer Service
- Deferred Maintenance
- Scalable Resourcing

FEDERAL PROGRAM CHALLENGES

Federal Aviation Administration (FAA) Reauthorization

- Airport Improvement Program Handbook Changes
- Runway Length Allowances
- Equipment Sharing

Civil Rights

- FAA Disadvantaged Business Enterprise (DBE)/Airport Concession (ACDBE) Reviews & Progress
- Federal Highway Administration (FHWA): Not Meeting DBE Goals

Blended Federal Funding

Alaska Marine Highway System Rural Ferry Program

Buy America Build America

- Utilities Challenges
- Uncertainties if Materials are Available

Eligibilities with Challenges to Implement

- Ice and Snow Roads
- PROTECT Program





Work Continues on STIP Practices

DOT&PF and FHWA Teams continue to work together to address remaining issues and changes in practices. Most recently DOT&PF met with FHWA leadership in Washington D.C. November 2024 to discuss the program.

LOOKING AHEAD – MODERN, RESILIENT, AGILE

GATEWAY FOR GLOBAL OPPORTUNITY

Transportation, Energy, and Economic Development

CONNECTING COMMUNITIES

Infrastructure, Supply Chains, and Strategic Assets

DEVELOPING RESOURCES, DELIVERING OPPORTUNITY

Securing Alaska's Future through Responsible Resource Development

FROM THE LAST FRONTIER TO THE FUTURE OF TRANSPORTATION

Positioning Alaska to Lead in Future Transportation Solutions

ADVANCING MOBLITY, PRESERVING OUR INFRASTRUCTURE

Lasting Infrastructure that Safely Serves All Users





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THANK YOU.



Commissioner Ryan Anderson, P.E.

Dom Pannone, Director of Program Management & Administration

Alaska Department of Transportation & Public Facilities

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Alaska 511: 511.alaska.gov

STIP: dot.alaska.gov/stip

Tentative Advertising: https://dot.alaska.gov/procurement/awp/tas.html

Contracts: dot.alaska.gov/procurement/bidding



Photo: Dalton Highway MP 18-37 construction, Summer 2023. By Raquel Ream, Alaska DOT&PF