

House Labor and Commerce Committee

Ryan Anderson, P.E.
Commissioner

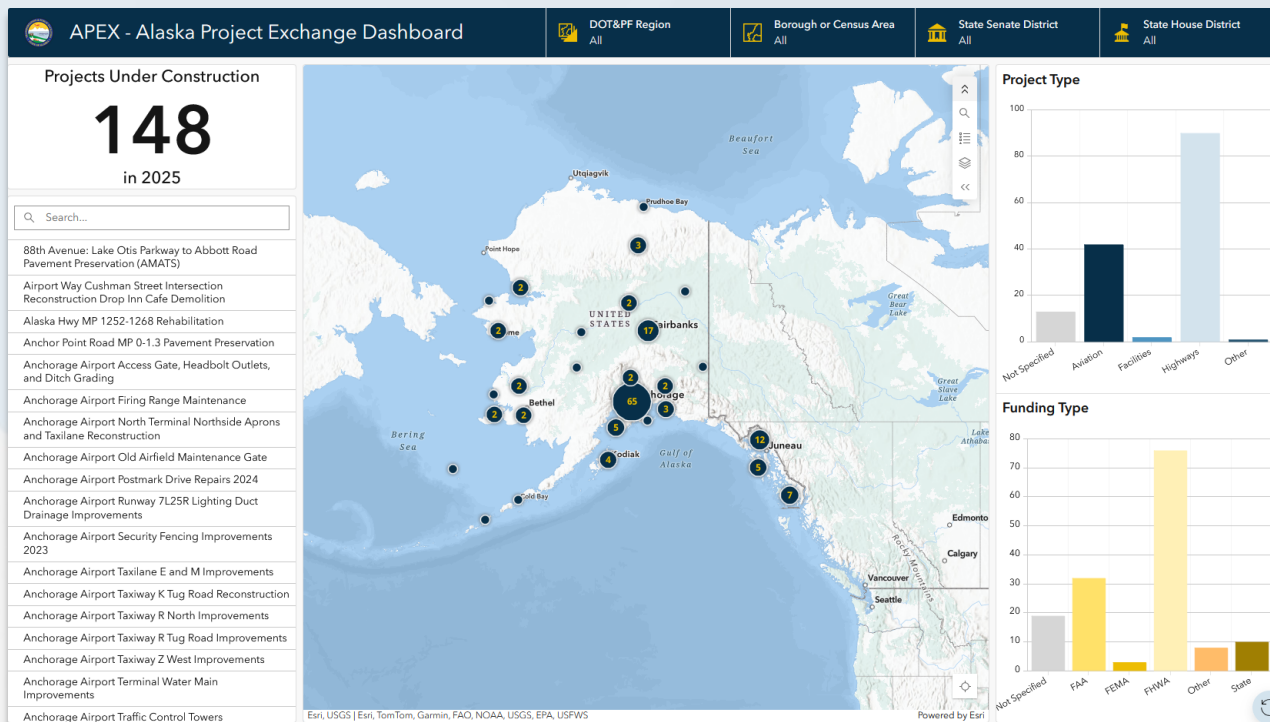
Katherine Keith, PMP, PMI-ACP
Deputy Commissioner

October 27, 2025



KEEP ALASKA MOVING

FFY2025 Project Delivery Program Review Construction Activity and Goals



Focused Infrastructure Areas

- Bridges
- Pavement
- New roads and realignments

Tentative Advertise List:

<https://dot.alaska.gov/procurement/awp/tas.html>

Current Bid Calendar:

<https://dot.alaska.gov/procurement/awp/bids.html>

Contract Award Status:

<https://dot.alaska.gov/procurement/awp/cas.html>

Project Delivery Fiscal Year Trends and FFY2025 Projections

Fiscal Year	Contract Awards (\$m)	Contractor Payments (\$m)	FHWA Obligations (\$m)	FAA Obligations (\$m)	Disc. Grant Obligations (\$m)
FFY2022	\$815.2	\$894.4	\$812.2	\$256.0	
FFY2023	\$736.7	\$1,022.0	\$792.8	\$229.3	
FFY2024	\$630.6	\$1,144.7	\$662.8	\$244.8	
FFY2025	\$935.0	\$885.7	\$900.0+ **	\$235.8	\$564.9M
Projected*					

* All projected values are contingent on federal appropriations and may be adjusted based on Congressional funding decisions, particularly while operating under a Continuing Resolution (CR), which may affect the timing and distribution of federal allocations. Projected numbers are also contingent on project delivery timelines.

** Obligation totals include August Redistribution, with preliminary estimates exceeding \$120 million for FFY2025. Advance Construction (AC) agreements, an essential financial tool allowing project acceleration, are not considered obligations. However, repayment of AC does constitute an obligation, thereby impacting fiscal projections.

FFY2025 Project Delivery Program Review

Contract Awards

Contract Awards FFY 2025: \$897,230,167

All Awards by Type (FFY)

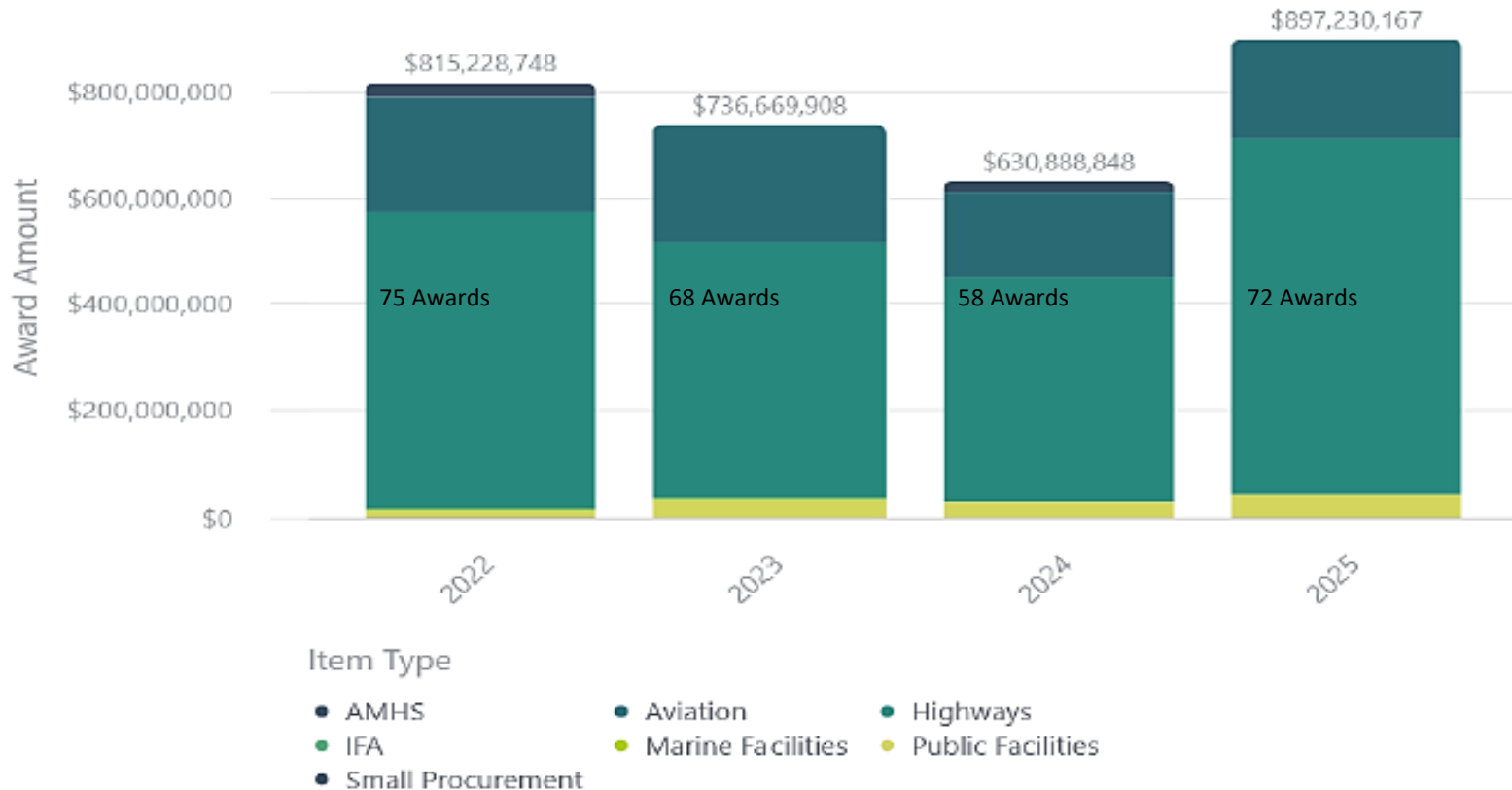
(Including Sterling Highway MP 45-60 Sunrise to Skilak Lake Rd Reconstruction Stage 1B CM/GC, 10/2/2025)

Regional:

Northern
\$369,082,182

Central
\$365,101,097

Southcoast
\$163,046,888



FFY2025 Project Delivery Program Review

Obligations and Grants - Highways

Federal Highway Administration (FHWA) Funds Obligated in FFY 2025: \$922,258,501

FFY2025 marks the highest level of federal highway funds ever delivered in Alaska DOT&PF history

Funds Obligated by FFY
All FHWA federal funds secured.



Our team successfully obligated 100% of available formula funds — plus an additional \$183 million through August redistribution.

Our performance reflects excellent collaboration with FHWA Alaska Division and project readiness across all regions.

FFY2025 Project Delivery Program Review

Obligations and Grants - Airports

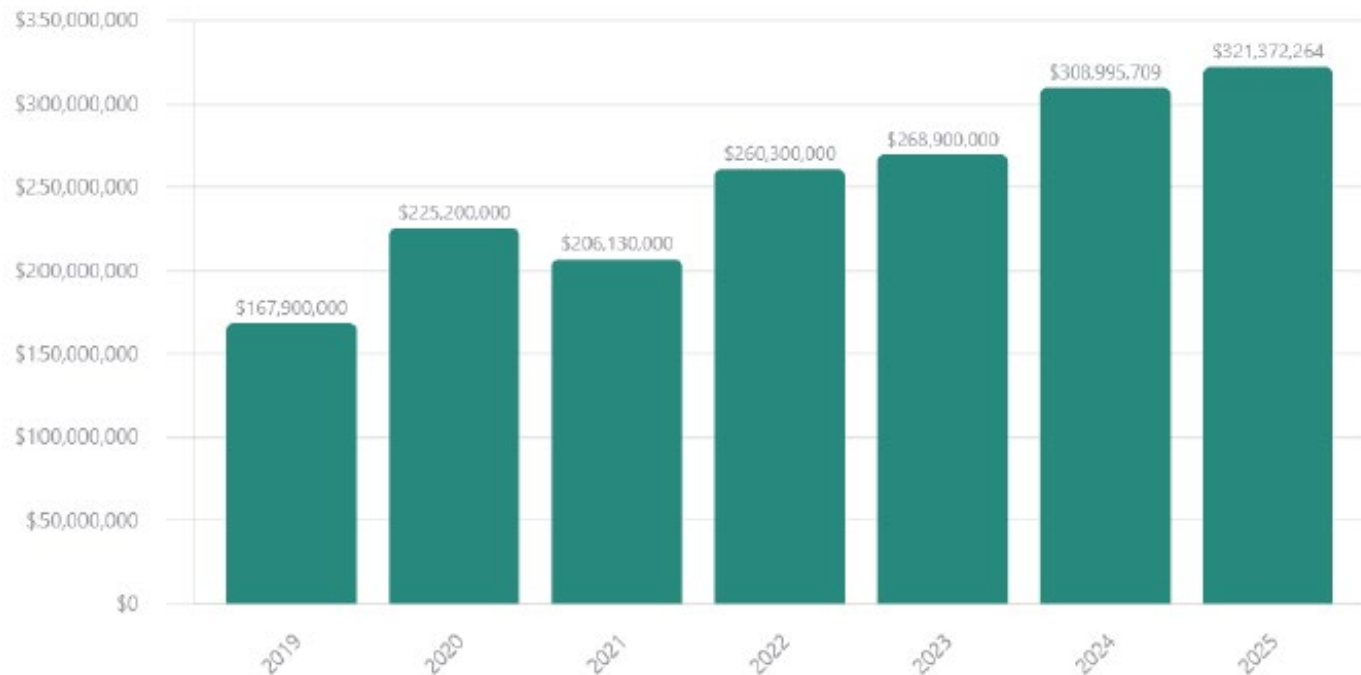
Airport Grants: \$321.4 Million Secured in FFY2025:

Federal Aviation Administration (FAA) Airport Improvement Program (AIP) and Bipartisan Infrastructure Legislation (BIL) funds continue to increase, supporting safety, access, and economic opportunity statewide.

Our performance reflects excellent collaboration with FHWA Alaska Division and project readiness across all regions.

SRE & ARFF Equip.	\$22,035,614
Safety & Stds. Improvements	\$41,691,958
Terminal & Bldgs	\$50,009,019
Airfield Ltg. & Vis Aids	\$12,841,139
Surface Perserv. Maint.	\$4,000,535
Airfield Rehabilitation & Reconstruction	\$182,055,293
Planning	\$3,512,659
Other (Fencing, Signage)	\$5,226,047
	\$321,372,264

Funds Obligated by FFY

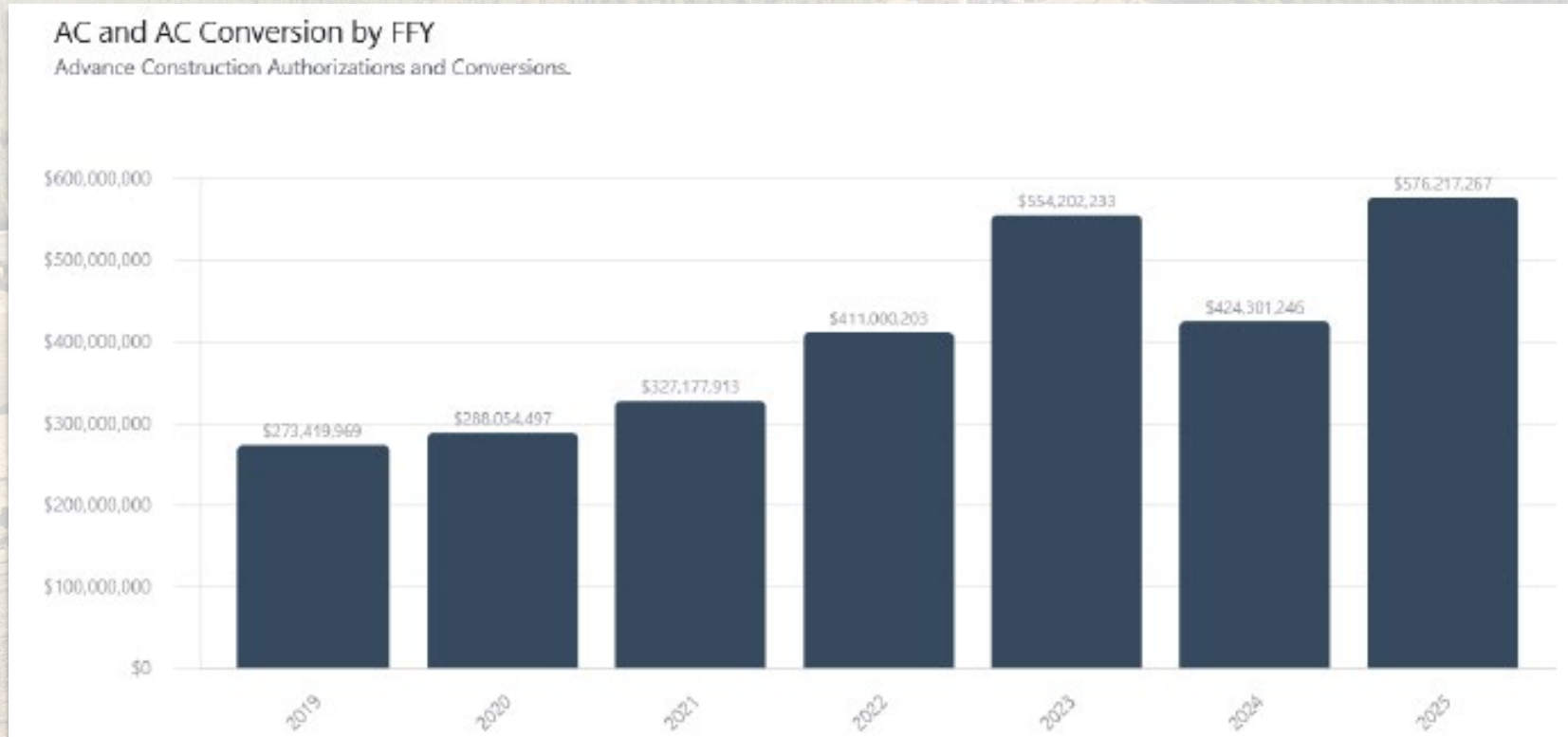


FFY2025 Project Delivery Program Review

Advance Construction

Advance Construction (AC): A Tool for Project Delivery

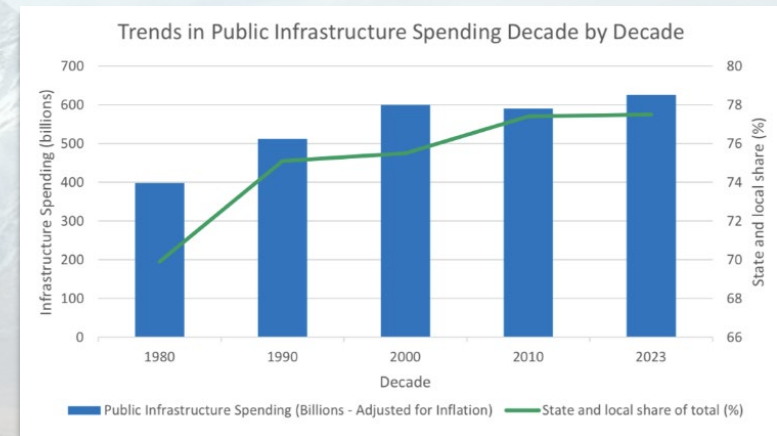
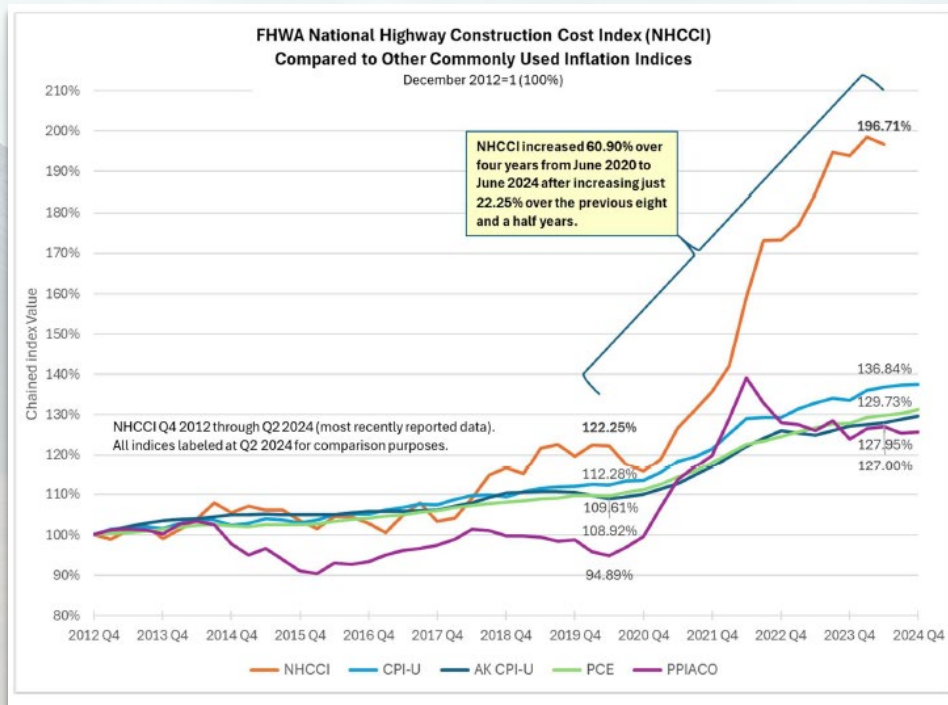
- Allows DOT&PF to begin projects under this authority and convert to federal funds later
- Ensures continuous project delivery even when federal obligation limits are reached
- FFY2025 balance: \$576 million, reflecting a strong project pipeline
- Balance managed carefully to align with federal reimbursements and construction schedules



FFY2026 Construction Pipeline Challenges and Focus

FFY2026 Project Delivery — Forecast and Outlook

- Inflation-adjusted program to maintain buying power
- Strategic use of Advance Construction to sustain delivery
- Continuous review of project timelines and readiness
- Shelf-ready projects to capture federal opportunities
- Focused on steady delivery despite rising construction costs



Eno Center for Transportation, 2025

FFY2026 Construction Pipeline

Forecasted Contract Awards

Program Outlook

- 91 projects planned for advertisement: \$670M–\$1.1B total value
- 60 highway, 19 airport, and 8 other infrastructure projects
- 24 additional shovel-ready projects valued at \$200–\$314M ready for advancement

Current Listing Summary

[Download this Data](#)

This dashboard displays data on construction projects that are tentatively planned to be advertise in the next 12 months.

Number of Projects on List

91

Value Low

\$670,100,000

Value High

\$1,098,500,000

No Changes Since:

9/29/2025 1:15pm

Highway Projects

60

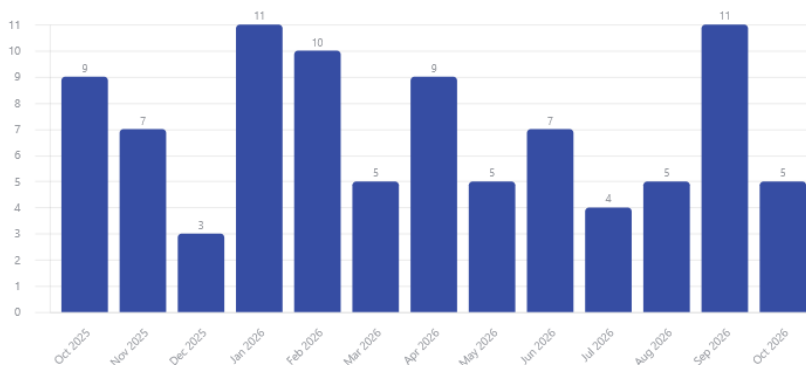
Airport

19

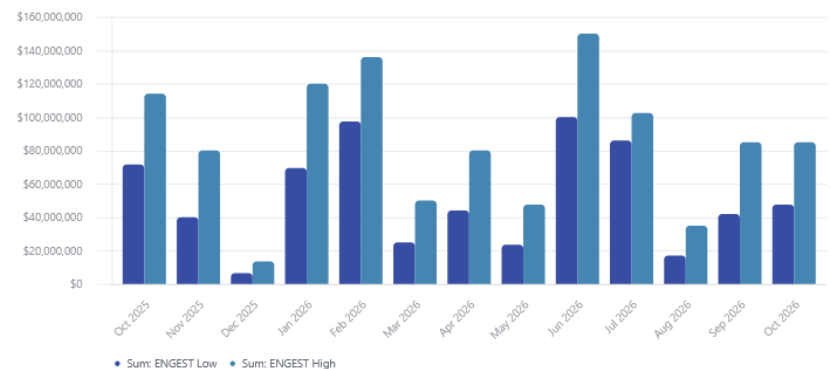
Other

8

Total Projects by Month



Engineers Estimate Low/High by Month



Shovel Ready Projects

Projects shovel ready in the next year but not on the Advertise List primarily due to funding, or other reasons.

Project Count

24

Value Low

\$200,700,000

Value High

\$314,000,000

FFY2026 Fiscal Outlook Surface & Air Transportation

Federal Programs Total Combined Investment: ~\$1.98B

Surface Transportation (STIP Amendment 2)

- **Total Revenue (FFY2026): \$1.71B**
 - Federal Highway (FHWA) Formula Programs: \$966M
 - Federal Transit Administration (FTA): \$160M
 - Federal Transit Discretionary: \$171M
 - Advance Construction (State-Funded): \$285M
 - Other Federal/Discretionary: \$49M
 - State Match: \$76M
- **Programmed Obligations: \$1.45B**
- **Program Highlights**
 - NHPP: \$363M – Core preservation & modernization
 - STBG: \$194M – Local access & connectivity
 - Bridge Programs: \$80M – State and off-system
 - HSIP, Carbon Reduction, CMAQ: \$94M
 - Discretionary/Competitive Grants: \$68M

Air Transportation (Federal Aviation AIP & BIL)

Estimated Federal Funding (FFY26): ~\$272M

Airport Improvement Program (AIP) Apportionment,
Entitlements, and Discretionary: ~\$177M
BIL Infrastructure Grants: ~\$95M

Program Focus

Alaska International Airport System (Anchorage / Fairbanks)
Rural Airports (235 total count)

Focus on

- Airfield rehabilitation, pavement & lighting
- Safety & compliance upgrades
- Rural airport access & maintenance support

STIP – Statewide Transportation Improvement Plan

AIP – Airport Improvement Plan

BIL – Bipartisan Infrastructure Law

NHPP - National Highway Performance Program

STBG – State Transportation Block Grant

HSIP – Highway Safety Improvement Program

CMAQ – Congestion Mitigation and Air Quality

FFY2026 Project Delivery State Match Projections

SFY2026 CAPITAL – State Match Summary					
Category	Governor Proposed	Enacted Budget	Funding Source	% Change	Allocation Reduction
Total Capital	\$115,971,056	\$45,816,078	UGF	-60.5%	-\$70,154,978
STP (Surface Transportation Program)	\$90,125,981	\$31,849,826	UGF	-64.7%	-\$58,276,155
AIP (Airport Improvement Program)	\$23,773,636	\$13,966,252	UGF	-41.3%	-\$9,807,384
Other	\$1,611,548	\$0	AIDEA	-100.0%	-\$1,611,548
Safety	\$59,891	\$0	AIDEA	-100.0%	-\$59,891
FTA (Transit)	\$400,000	\$0	AIDEA	-100.0%	-\$400,000

Current Status

- \$70M state match shortfall following FY2025 legislative actions and vetoed reappropriations
- DOT&PF adjusted STIP - ~25 projects deferred 1–3 years to remain within available match
- Continuing delivery through carryforward match and Advance Construction authority

Program Implications

- DOT&PF can still obligate the program in FFY2026 by paying down Advanced Construction balances
- Without new match, fewer projects will move to contract award, limiting construction activity
- Deferred work includes major rehabilitation and safety projects statewide

When Does Match Run Out?

- Timing depends on bid schedules and obligation pace
- Match balances sustain early FY2026, but a fix is needed to maintain momentum

Thank You.

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KEEP ALASKA MOVING

Cover photos by Alaska DOT&PF Staff:
Sunset departure, Anchorage International Airport. By Christopher Cummins
Alaska Range from the Richardson Highway. By Dennis Bishop
Aboard the MV LeConte sailing Lynn Canal to Juneau from Haines. By Andrea Deppner