



THE STATE  
*of* **ALASKA**  
GOVERNOR MIKE DUNLEAVY

Office of the Governor

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March 10, 2021

The Honorable Senator Stedman  
Co-Chair, Senate Finance Committee  
Alaska State Capitol Room 518  
Juneau, AK 99801

The Honorable Senator Bishop  
Co-Chair, Senate Finance Committee  
Alaska State Capitol Room 516  
Juneau, AK 99801

Dear Co-Chairs Stedman and Bishop,

Thank you for inviting the Office of Management and Budget to present on the Governor's fiscal year 2021 deferred maintenance capital budget to the Senate Finance Committee on Tuesday, February 23<sup>rd</sup>. Responses to questions and requests for follow-up information from the committee hearing are included below:

**Senator Wilson asked about the budget shortfalls that would be created if the reverse sweep is not enacted.**

Fund #	Fund	FY22 Potential Shortfall
1169	Power Cost Equalization Fund	(57,471.5)
1226	Higher Education Fund	(25,818.7)
1197	AK Capital Income Fund	(17,503.8)
1200	Vehicle Rental Taxes	(5,863.3)
1168	Tobacco Use Education and Cessation	(2,671.1)
1151	Technical Vocational Education Program Fund	(1,261.5)
1180	Alcohol & Other Substance Abuse	(1,042.5)
1254	Marijuana Education and Treatment	(803.7)
1246	Recidivism Reduction Fund	(627.0)
1201	Commercial Fisheries Entry Commission	(597.8)
1054	State Employment and Training Fund	(330.3)

Impacts will be mitigated by enacting section 28(a) of the Governor's proposed FY22 operating budget.

**Senator von Imhof asked as the department is reviewing properties, has any space been added to potential disposal list due to reduced space needs because of COVID19 telework practices?** The property disposal consolidated report was completed prior to the Pandemic. There would need to be an extensive review internally from an HR and administrative programmatic perspective before the space evaluation can occur.

**Senator Stedman requested an updated 2021 list of State Facility Council Property Disposal Report.** Provided as Attachment 1.

**Senator Wielechowski asked when the project index methodology adopted by the state and whether it is standard in other states/industries.** The project index methodology was adopted by the state in the Spring of 2020. Other states and industries use similar methods to prioritize their projects, however, each entity incorporates their own unique and specific criteria.

**Senator Stedman asked for the current status of deferred maintenance needs of the Governor's mansion and the Wickersham House in Juneau.**

Governor's Mansion

Project Title	Project Description	Project Cost	Location (City)	House District
Governor's House- Fence replacement including soil remediation	Fence needs to be replaced and soil remediation needed due to lead contamination. Updated Site Characterization plan of soil recently completed. Awaiting results. Projected cost is estimated and can be updated once results are received.	\$750.00	Juneau	33
Governor's House - Upgrade Mechanical Systems	Modify mechanical and install cooling	\$225.80	Juneau	33
Governor's House - Repaint Interior	Repaint Interior (all floors)	\$300.00	Juneau	33
Governor's House - Replace Light Fixtures	Replace various interior lighting with historical fixtures	\$42.00	Juneau	33
Governor's House - Replace Railing	Replace veranda railing, and third floor balcony railings	\$60.00	Juneau	33
Governor's House - Entry Repairs	Steps, porch, Handicap ramp/railing replacement due to cracking/staining	\$200.00	Juneau	33
Governor's House - Repair Side Entry	Repair rot or replace side entry	\$150.00	Juneau	33

Project Title	Project Description	Project Cost	Location (City)	House District
Governor's House - Reseal Generator Room Leakage	Reseal generator room wall due to leakage	\$75.00	Juneau	33
Governor's House - Repair Rock Wall	Replace rock wall	\$200.00	Juneau	33
Governor's House - Replace UST	Replace UST w/above ground tank	\$25.00	Juneau	33
Governor's House - Rotted Wood Repairs / Replace	Replace rotting wood railings and window frames	\$75.00	Juneau	33
Governor's House - Security Updates	Replace failing cameras, add cameras, and replace viewing PCs	\$35.00	Juneau	33

#### Wickersham House

Project Title	Project Description	Project Cost	Location (City)	House District
Wickersham SHS	Move radiators to replace broken historic radiators. Finish floor on 2nd floor.	\$20.0	Southeast	33

The radiators are the only official item on the Deferred Maintenance (DM) list however DNR staff are in the process of updating the DM list. Items that may be added are noted below. For each item, costs have not been gathered. Once the project is confirmed and the estimated costs are known, they will be added to the DM list.

- 1) Front door concrete step replacement – The old steep concrete steps/stoop has separated from the foundation and is settling/leaning. This must be replaced. At a minimum, the stairs will be matched and replaced however we will also look into replacing with an ADA ramp and stair system.
- 2) The back sunporch appears to be settling or had settled and was in need of leveling/repair – We will need to wait for the snow to melt and weather to improve to verify.
- 3) There is also an old shed that needs to be rebuilt/repared or eliminated – it is not an historic structure, just a large “garden/lawn” shed. If replaced, it should be relocated and built to match the historic appearance of the house and time period.

**Senator von Imhof asked for the year of disposal for list on Slide 27 of the presentation. Are any buildings currently for sale? If so, how long have the properties been on the market?**

Disposal List on Slide 27:

- Department of Health and Social Services Ketchikan Youth Center Returned to the City
  - DHSS reports this disposal was completed September 2016

- Department of Health and Social Services Nome Youth Facility
  - DHSS reports that divestment is currently in-progress
- Department of Fish and Game Birch Lake Land Parcel
  - DFG is connecting with OMB to get more clarification. DFG does not show this as disposed.
- Department of Natural Resources Sold Facility Associated with the Agriculture Revolving Loan Fund
  - DNR researched internally, but do not have enough details to respond with a year.
- Department of Military and Veterans Affairs Divested 15 Army National Guard Facilities with 50 Others Planned or In Progress
  - DMVA Summary as below:

	Location	Date	Grantee
1	Shaktoolik	2013	Shaktoolik Native Corporation
2	Angoon	2015	Great Beaver Lodge
3	Delta Junction	2015	USARAK
4	Kiana	2015	Land DOTPF, Bldg City of Kiana
5	White Mountain	2015	City of White Mountain
6	Dillingham	2015	City of Dillingham
7	Haines	Jul-17	USARAK
8	Hoonah	Jul-17	City of Hoonah
9	Wrangell	Jul-17	City of Wrangell
10	Napakiak	Nov-17	City of Napakiak
11	Kake	Apr-18	City of Kake
12	Tuntutuliak	Apr-18	Quinararmiut Corporation
13	Petersburg	May-18	Department of Public Safety
14	Buckland	May-18	City of Buckland
15	Marshall	Mar-19	City of Marshall
16	Nightmute	Jul-19	Chiniruk Inc.
17	Napaskiak	Jul-19	Native Village of Napaskiak
18	Little Diomed	Aug-19	Building demolished
19	Point Hope	Aug-19	Tikigaq Corp
20	Fort Yukon	Sep-19	Building donated school
21	Manokotak	Sep-19	Donated to City
22	Wales	Sep-19	Lease terminated
23	Shishmaref	Oct-19	Lease transferred to tribe
24	Mountain Village	Oct-19	Lease terminated build donated
25	Nulato	Oct-19	Donated to Tribe
26	Alakanuk	Jan-20	Donated to Tribe
27	Wainwright	Jan-20	Donated to Tribe
28	Koyukuk	Jan-21	Donated to City
29	Point Hope	21-Feb	Term Fed Lease Old

- Department of Transportation and Public Facilities Sold Two Facilities from Kulis – Anchorage
  - DOT&PF reports this was completed in 2011.
- University of Alaska Reduced Space through Property Sales, Elimination of Leases, and Demolition
  - UA's Space Reduction Summary with year of divestment is provided as Attachment 2.

DOT&PF is not aware of any buildings currently for sale.

**Senator Stedman asked a list of the disposed properties by DMVA.** Provided as Attachment 3.

Don't hesitate to reach out to my office if you have further questions.

Sincerely,



Neil Steininger  
Director

cc: Miles Baker, Legislative Director, Office of Governor Mike Dunleavy  
Alexei Painter, Director, Legislative Finance Division