



State of Alaska

Department of Natural Resources, Division of Mining, Land & Water

SB84 Land Voucher/ PFD - Senate Resource Committee Meeting - 1/31/2022 Additional Information

A portion of the sales price for each parcel sold under the Land Sales program, including the Remote Recreational Cabin Sites (RRCS), Land Sales, Over-the-Counter, could be allocated for indirect costs.

- In FY21, the Land Sales program receipted \$5,813,100 in revenue. The administrative costs are estimated at \$1,048,100. The Department uses the Federal Indirect Rate of 18.03% to estimate administrative costs.
 - Administrative costs known as Indirect costs, are negotiated by the U.S. Department of the Interior, Interior Business Center, and the Department of Natural Resources. The latest negotiate and agreed upon rate is 18.03% of direct salaries and wages, including fringe benefits, and applies to all programs administered by the non-federal entity for FY2021. This rate is negotiated annually and adjusts accordingly.
- Staff necessary for the development of Land Sales program parcels include:
 - Resource Assessment & Development – Area planning and land classification
 - Regional Land Office – Easements, access, material sites
 - Public Access Assertion and Defense – Navigable water
 - Land Conveyance – Project development
 - Surveys – land surveys, monumentation, and subdivision development contract administration
 - Appraisals – parcel appraisals
 - Contract Initiation – Land Sales contract and conveyance