

**01/23/14
OVERVIEW:
AVIATION
BY DOT &
PF**

<TARGET><BILL></BILL><SUBJECT>01-23-14 OVERVIEW
AVIATION BY DOT and
PF</SUBJECT><COMM>HTRA28</COMM></TARGET>



Alaska Department of Transportation & Public Facilities

Aviation Overview for Alaska Legislature

Deputy Commissioner John Binder

January 23, 2014



Mission Statements

DOT&PF:

“Keep Alaska moving through service and infrastructure.”

Alaska International Airport System (AIAS):

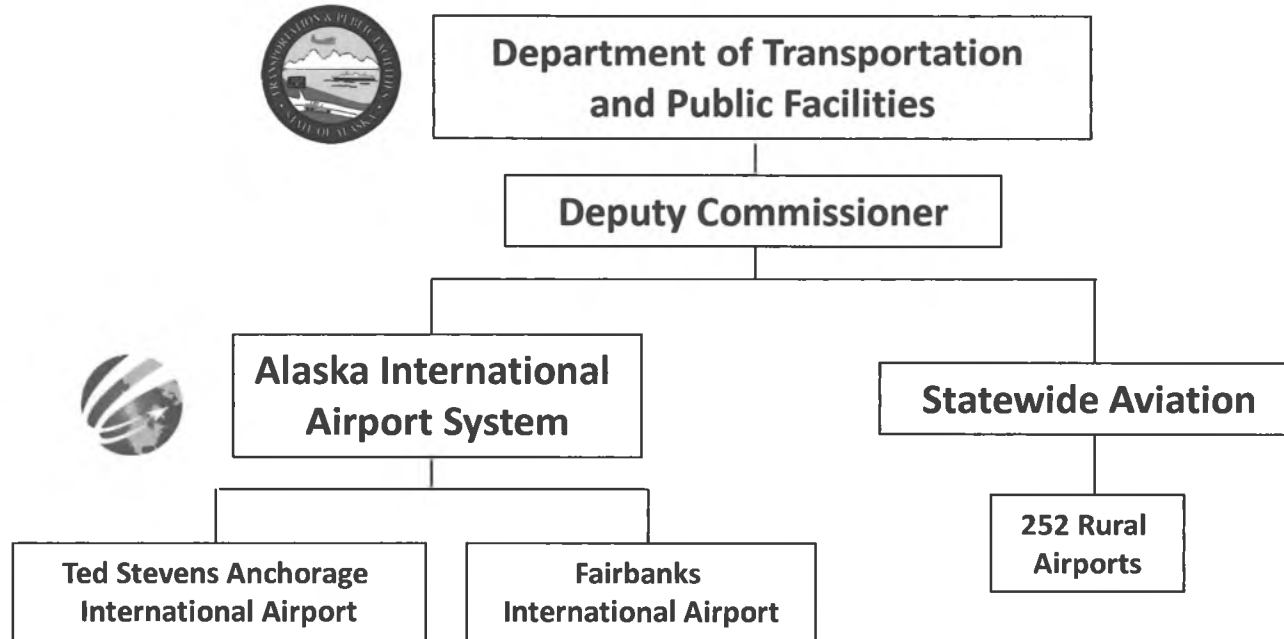
“To keep Alaska flying and thriving.”

Statewide Aviation (SWA):

“To sustain and improve the quality of life throughout Alaska”



Organization





AIAS Structure

Created over 50 years ago by Ch88 SLA
1961 - (AS 37.15.410-550)



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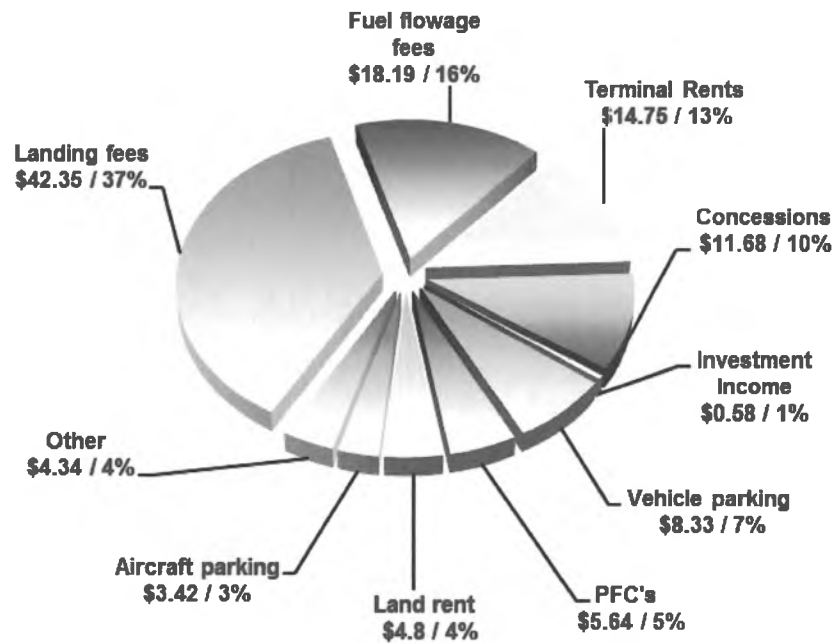
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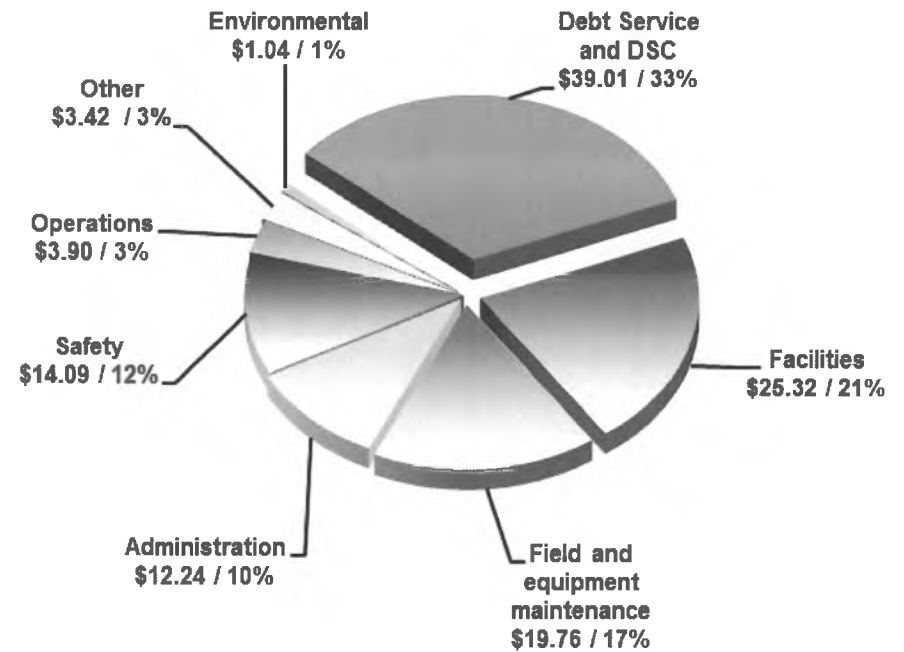
Annual Revenues and Operations, Maintenance and Debt Costs - Funded from Customer Charges -

**AIAS FY2013 Revenue
Sources (Millions)**



\$114M in Operating/Other Revenues

**AIAS 2013 Annual Costs
and DSC (Millions)**

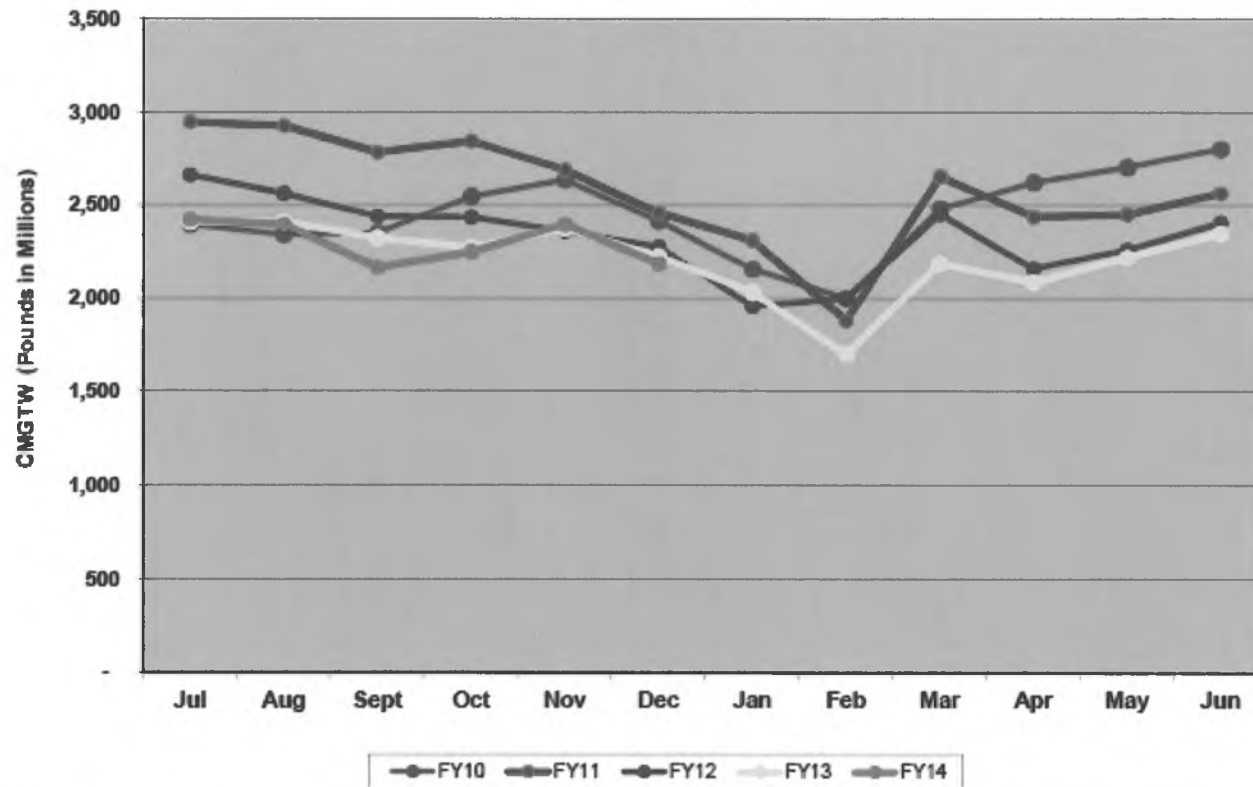


**Costs are covered by adjustments to
rates and fees – self sustaining system**



Airfield Revenue Activity (CMGTW): -5% FY13 /-1% FY14 ytd

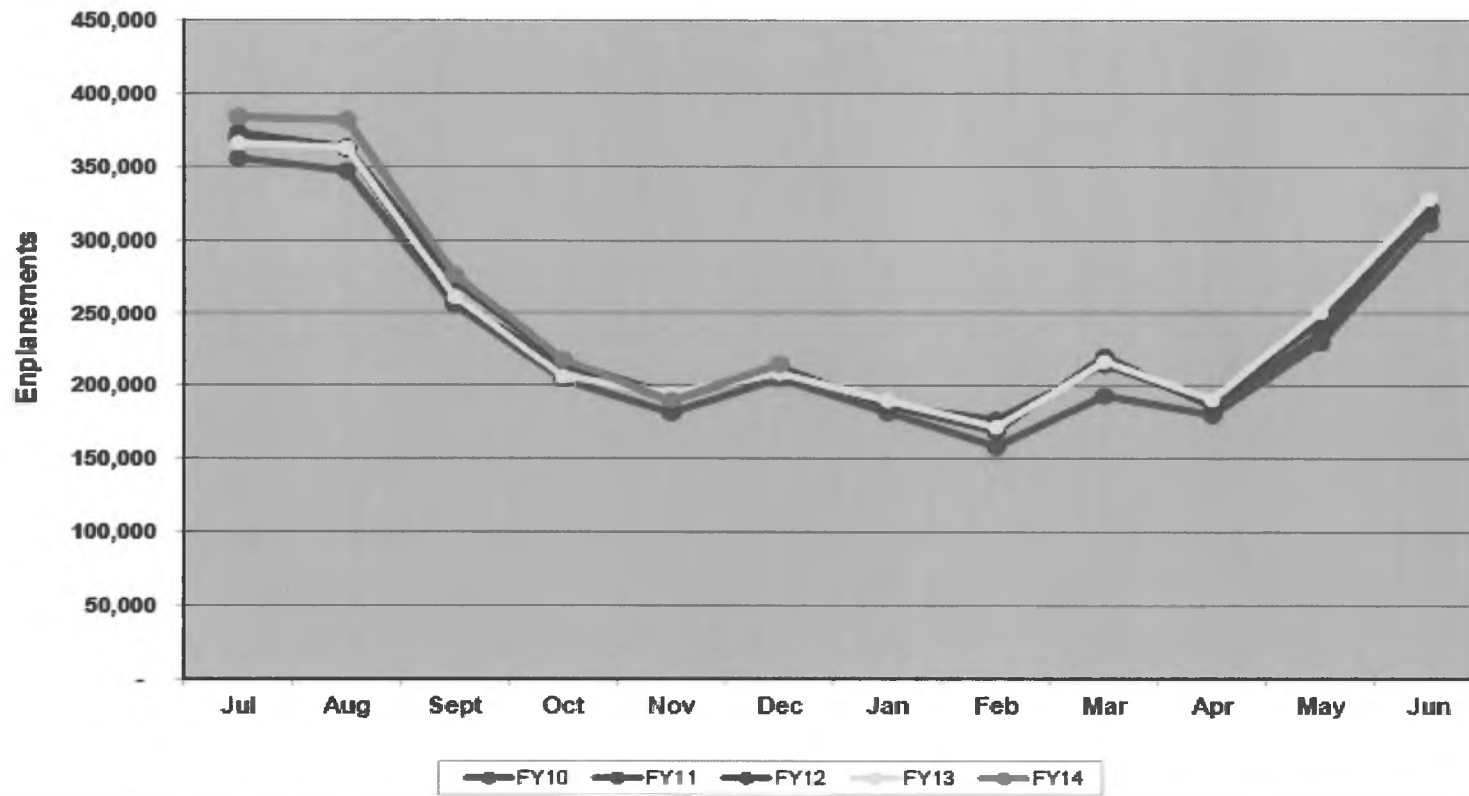
AIAS
FY10- FY14 YTD
Monthly Reported Combined Cargo - Pax CMGTW
As of December 31, 2013





Passenger Activity

AIAS
 FY10 - FY14 YTD
 Monthly Enplanements
 As of December 31, 2013





Operating Agreement with Air Carriers

- **New Operating Agreement established July 1, 2013**
 - 30 Airlines are Signatory
 - Lengthened term from 5 to 10 years
 - Maintained existing framework with enhancements
 - Reduces barriers to entry as Signatory allowing for competition and growth
- **Residual Cost Model**
 - Signatory Carriers share financial risk
 - Signatory Carriers have discounted fees and Operating, Capital input
- **AIAS has authority to issue revenue bonds**
- **Signatory Carriers organize and engage AIAS as Airline Airport Affairs Committee (AAAC)**



Strategic Planning & Marketing

- **System planning/responses to previous management reviews**
 - Strategic Agenda (2014)
 - Business Plan (2014)
 - Marketing Plans / System Branding (Ongoing)
- **Proactive communications**
 - Work with sister State agencies; Convention and Visitors Bureaus (CVBs) and Economic Development Corporations (EDCs) to strategize opportunities
 - Attend passenger and cargo conferences to promote AIAS
 - Recurring engagements with Asian carriers



Master Plans

- **AIAS Strategic Plan (DOWL/HNTB Team)**
 - Completed Sept 2013; scenarios, capacity and forecasts
 - Report located at <http://dot.alaska.gov/aias/news>
- **FAI Master Plan (RS&H Team)**
 - On-going, planned completion summer 2014
 - Progress updates at <http://pdcprojects.info/FAIMasterPlan>
- **ANC Master Plan (RS&H Team)**
 - On-going, planned completion summer 2014
 - Progress updates at <http://www.ancmasterplan.com>



Statewide Aviation