

MEMORANDUM

State of Alaska

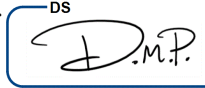
Department of Transportation & Public Facilities
Program Management and Administration Division

TO: Ryan Anderson
Commissioner

DATE: May 11, 2026

PHONE NO: 907-465-3911

FROM: Dom Pannone
Director



SUBJECT: REVISED - FY2027
Indirect Costs Proposed Rates

This memo is revising the FY2027 Indirect Cost Rate Proposal (ICRP) submitted to Federal Highway Administration (FHWA) on December 31, 2025. Program Management and Administration found errors while conducting a review of the original submittal and were advised by FHWA after consultation and joint review of the submitted rates to correct the errors and resubmit the FY2027 ICRP. Corrected rates are listed below. Attached is a seven-year rate comparison.

ICRP Rate by Type	Updated proposed FY2027 Rate	Original proposed FY2027 Rate	Percentage Point Increase / (Decrease)
Federal Highways CIP	7.59%	7.21%	0.38
State Highways CIP	8.54%	8.15%	0.39
Federal Airport CIP	7.67%	7.24%	0.43
State Airport CIP	2.44%	2.08%	0.36
Public Facilities CIP	0.00%	0.00%	0.00
Reimbursable / Harbors / Misc CIP	7.88%	9.31%	(1.43)
Disaster Relief / Emergency Response CIP	0.00%	0.00%	0.00
Facilities (Operations – external agencies)	9.00%	8.67%	0.33
Leasing (Operations – external agencies)	1.17%	1.12%	0.05

Rates have been reviewed by the Internal Review section and the revised FY2027 ICRP has been submitted to FHWA for approval. Once approved, the rates listed will be used to assess ICRP charges against capital project expenditures that are processed on or after July 1, 2026.

The rates currently in place will continue to be assessed against capital project expenditures processed until June 30, 2026. If FHWA approval is not received by July 1, 2026, a one-time adjustment to retroactively charge FY2027 rates will be applied.

Please contact Christina Zepp, Rate Accountant, at christina.zepp@alaska.gov, or Christina Giehl, Accountant 3 at christina.giehl@alaska.gov if you have any questions.

Attachment

cc: Katherine Keith, Deputy Commissioner
Lauren Little, Director, Project Delivery
Christopher Goins, Regional Director, Southcoast Region
Danny Gibson, Director, Division of Facilities Services
Judy Chapman, Division Operations Manager, Project Delivery
Christine Langley, Director, Data Modernization and Innovation Office
Vicky Roberts, Director, Southcoast Support Services
Daniel Smith, Director, MSCVC
Angela Spear, Director, International Airport Systems Office
Craig Tornga, Marine Director, Alaska Marine Highways System
Susan Ault, Controller, Alaska International Airport System
Brad Bylsma, Manager, State Equipment Fleet
Troy LaRue, Division Operations Manager, Statewide Aviation
James Woods, Chief Contracts Officer, Commissioner's Office
Sunny Haight, Deputy Director, Program Management and Administration
Nathan Bodensadt, Budget Manager, Program Management and Administration
Michael White, Financial Manager, Program Management and Administration
Imelda Soriano, Public Building Fund Accountant, Program Management and Administration
Christina Zepp, Rate Accountant, Program Management and Administration
Karmen Bowman, Accountant, Program Management and Administration
Christina Giehl, Accountant, Program Management and Administration
Tiara Ward, Project Control Chief, Program Management and Administration
Erica Ruerup, Project Control Chief, Northern Region
Giannie Gamulo, Acting Project Control Chief, Southcoast Region
Ben Johnson, Capital Project Accountant, MSCVC
Ryan Marlow, Transportation Planner, Statewide Aviation
Wayne Phillips, Vessel Construction Manager, Alaska Marine Highways System
Jerry Mastin, Vessel Contract Manager, Alaska Marine Highways System
Deborah Yeager, Administrative Operations Manager, Northern Region
Justin Shelby, Administrative Operations Manager, Central Region
Sara Brown, Administrative Operations Manager, Southcoast Region
Meg Buck, Administrative Operations Manager, Northern Region
Natalie Wolfe, Administrative Operations Manager, Division of Facilities Services