

The State of Alaska (SOA) will own 73 (88%) of the total number of sites in the Alaska Land Mobile Radio (ALMR) Communications System, and the Department of Defense (DOD) will own 10 (12% - assuming they obtain Site Summit). These percentages were utilized in this approach and method to factor the shared costs for each.

Approach - 88/12: Agencies owning infrastructure pay for the cost of maintaining all equipment, connectivity, spares radio site towers, power, shelters, roads, grounds they own or occupy and providing response repair IAW the approved ALMR Service Level Agreement, predicated on the fact that they would require the equipment to operate independently and would bear those costs regardless.

Preventative maintenance Inspections (PMIs) and those shared services, which provide a mutual benefit to the member agencies, will be cost shared among the member agencies. Shared services are defined as Systems Management and Operations Management, PMIs, Zone Controllers, Anchorage and Fairbanks MotoBridge™ Servers, and specified connectivity costs attributed to ALMR.

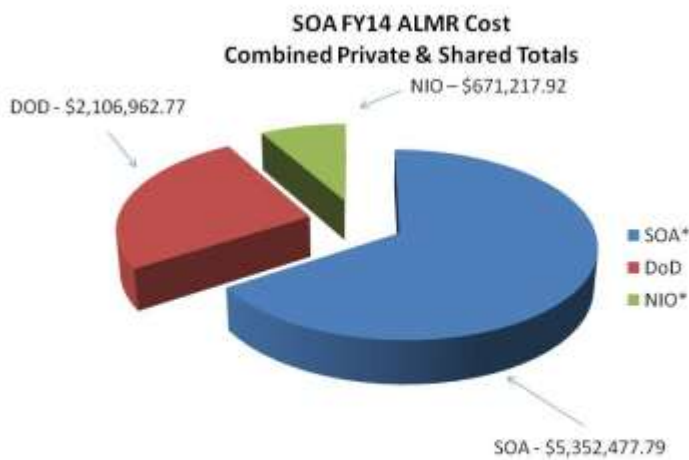
Method - 88/12: Shared costs are divided into two categories; infrastructure owners and non-infrastructure owners (NIOs).

The method of cost share between infrastructure owners is based on percentage of facilities owned. Shared services costs will be split in a ratio based on the percentage of Federal site ownership to State site ownership.

Any costs attributed to NIOs will be negotiated by the SOA directly with individual NIOs.

The Numbers:

Total ALMR Shared Services Cost:	\$3,050,990.56
SOA - 88% of the Total Shared Services Cost:	\$2,684,871.69
DOD - 12% of the Total Shared Services Cost:	\$ 366,118.87
Annual Shared Cost @ Per-Owned Site Contribution:	\$ 36,611.89
25% of SOA Total Shared Cost - To be negotiated with NIOs:	\$ 671,217.92



* Assumes the State collects 25% of its liability from Non-Infrastructure Owners (NIOs)