FY13 Operating Budget

- $924 M in spending authorization
- State Funds = $368.2 M
- UA receipts=$328.5 M
  - Tuition=$140.5M
    - 7% increase for 100-400
    - 3% all others
- Federal receipts=$141.0 M
- Other= $86.3 M
- Adjusted based increases
  - Compensation, Utility Cost Increases, Facilities Maintenance & Repair, Other Fixed Costs
- Focused program growth
- Intent Language
University of Alaska Revenue by Source
FY90, FY04, FY07-FY11, FY12 est.

1. UA Intra Agency Receipts are excluded from this table.
2. State Appropriation includes one-time funding for utility cost increases: FY07 $2,640.0; FY08 $4,957.9; FY09 $4,840.0; FY10 $3,630.0; FY11 $3,080.0 and FY12 $1,980.0.
## FY13 Employee Salary Increases

<table>
<thead>
<tr>
<th>Group</th>
<th>Increase Details</th>
</tr>
</thead>
<tbody>
<tr>
<td>UNAC</td>
<td>2.5% ATB, .5% market</td>
</tr>
<tr>
<td>UAFT</td>
<td>2.5% ATB, .5% market</td>
</tr>
<tr>
<td>UNAD</td>
<td>1.7% minimum range</td>
</tr>
<tr>
<td>Local 6070</td>
<td>1.65% grid, 1.42% step</td>
</tr>
<tr>
<td>Non-union staff</td>
<td>3.5% ATB proposed</td>
</tr>
</tbody>
</table>
High Priority Program Investment and Sustainment

- FY12 One-time Funded Priority Programs to Baseline
  - UAA Honors College, UAF Honors Program
- Programmed Investment to Improve Graduation Rates
  - Advising
- Response to State High-Demand Jobs
  - Engineering, Health/Bio-Medical, Teacher Education, Workforce Development
- Investment in Revenue Generating Potential
  - Alaska Focused Research
  - Economic Development and Intellectual Property
New Initiatives to Improve Graduation Rates

• Focus more of UA’s responsibility to students into “the 3 critical years”
• Improve retention, timely completion
• Remove student obstacles-Advising
  – UAA: Four new academic development/student success professionals and build out of MAP-Works student retention program
  – UAF: Expansion of comprehensive advising program to 400 students
  – UAS: Faculty advisor for 100 AA general studies students
Response to State High-Demand Jobs

• Engineering
  – UAF Increased Engineering Retention and Graduation

• Health
  – UAA Graduate Nursing Faculty
  – UAF Alaska Veterinary Program Partnership

• Teacher Education
  – ISER-Alaska Education Policy Research
  – UAS Elementary Education Faculty

• Workforce Development
  – Process Technology, Early Childhood, Alaska Training/Technical Assistance Center, Fisheries
  – Technology, Tech Prep
Alaska Focused Research, Economic Development and Intellectual Property

- UAF Commercialization of University Intellectual Property for Business Development
- UAF Indigenous Studies PhD and Alaska Native Knowledge Network
- UAF High Performance Computing for Alaskan Research
- UAF Preservation of Alaska’s Art and Culture
- UAF Resilience and Climate Adaptation Program
- UAF Research Vessel Sikuliaq Support
UA Cost Savings/Efficiencies/Containment

• Energy Savings
  – Reduced consumption to help mitigate cost increases

• Personal Savings
  – Vacant position review
  – Eliminated, consolidated positions
  – Delayed recruitments
  – Reduction of work hours
UA Cost Savings/Efficiencies/Containment

• Sustainability
  – Reduced printing: electronic timesheets, e-materials for Board meetings, increased use of scanned materials

• Licensing Reductions
  – Renegotiation of contracts

• Travel Reductions
  – Use of video in lieu of travel

• Conversion of Easy Biz Miles to tickets for student recruitment
• $246.0 M Capital Budget
  – State $202.2 M
  – UA $43.8M

• Sustainment funding dollars for the University of Alaska facilities sustainment plan

• Defer new construction/planning dollars for consideration in the 10-year capital improvement plan

• Research directly affecting Alaskan issues of critical importance
  – Energy Solutions, Arctic Oil Spill Response, Impacts of Ocean Acidification
FY12 Sustainment Funding Plan for UA Facilities

 Deferred Maintenance Reduction

Deferred Maintenance Reduction Expenditures
($37.5M for 5 yrs + $200.0M)

Deferred Maintenance Backlog with adequate M&R/R&R
funding (Reduce to approximately $360M by FY16)
FY12 Sustainment Funding Plan for UA Facilities

<table>
<thead>
<tr>
<th>FY</th>
<th>Adj'd Value ($ in millions)</th>
<th>Annual Sustainment Funding</th>
<th>Deferred Maintenance Reduction</th>
</tr>
</thead>
<tbody>
<tr>
<td>2006</td>
<td>$1,750</td>
<td>$8.1</td>
<td>Deferred Maintenance Reduction Expenditures ($37.5M for 5 yrs + $200.0M)</td>
</tr>
<tr>
<td>2007</td>
<td>$1,800</td>
<td>$48.7</td>
<td></td>
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<td>$3.2</td>
<td>Deferred Maintenance Backlog with adequate M&amp;R/R&amp;R funding (Reduce to approximately $360M by FY16)</td>
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<tr>
<td>2011</td>
<td>$2,100</td>
<td>$37.5</td>
<td></td>
</tr>
</tbody>
</table>

Deferred Maintenance Reduction
- Reduce to approximately $360M by FY16

M&R Annual Expenditures (Operating Budget)
- $8.1, $48.7, $8.5, $45.8, $3.2

R&R Annual Capital Expenditures (Target is approx. 2.5% of Adj'd Value)
- $37.5

DM in Millions

in Millions

$0.0

$100.0

$200.0

$300.0

$400.0

$500.0

$600.0

$700.0

$800.0

$900.0

$1,400.0

$1,200.0

$1,000.0

$800.0

$600.0

$400.0

$200.0

$0.0

November 2, 2011
FY12 Sustainment Funding Plan for UA Facilities

### Annual Sustainment Funding

- **M&R Annual Expenditures (Operating Budget)**
- **M&R Annual Maintenance Target 1.5% of Adj'd Value (Budget Intent)**
- **R&R Annual Capital Expenditures (Target is approx. 2.5% of Adj'd Value)**
- **M&R/R&R Annual Investment Target (Approx. 4% of Adj'd Value)**
- **Annual Investment Target Shortfall (adds to DM backlog)**

### Deferred Maintenance Reduction

- **Deferred Maintenance Reduction Expenditures**
  - ($37.5M for 5 yrs + $200.0M)
- **Deferred Maintenance Backlog with adequate M&R/R&R funding**
  - Reduce to approximately $60M by FY16
- **Deferred Maintenance Backlog without adequate R&R funding**
  - Grows to over $900M by FY18

---

**FY Adj'd Value ($ in millions):**
- 2006: $1,750
- 2007: $1,800
- 2008: $1,850
- 2009: $1,900
- 2010: $2,000
- 2011: $2,100

**DM in Millions:**
- 2006: $615.0
- 2007: $70.0
- 2008: $81.5
- 2009: $81.5
- 2010: $81.5
- 2011: $81.5

---


**Adj'd Value:**
- 2006: $1,750
- 2007: $1,800
- 2008: $1,850
- 2009: $1,900
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- 2011: $2,100

---

**November 2, 2011**
FY12 Sustainment Funding Plan for UA Facilities

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<th>FY</th>
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<th>M&amp;R Annual Expenditures (Operating Budget)</th>
<th>M&amp;R Annual Maintenance Target 1.5% of Adj'd Value (Budget Intent)</th>
<th>R&amp;R Annual Capital Expenditures (Target is approx. 2.5% of Adj'd Value)</th>
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<td>2008</td>
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<td>$8.5</td>
<td>$37.5</td>
<td>$137.5</td>
<td>$37.5</td>
<td>Deferred Maintenance Backlog without adequate R&amp;R funding (Grows to over $900M by FY18)</td>
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<tr>
<td>2009</td>
<td>$1,900</td>
<td>$45.8</td>
<td>$137.5</td>
<td>$37.5</td>
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<td></td>
</tr>
</tbody>
</table>

Annual Sustainment Funding

- Status Quo line
- Deferred Maintenance Reduction Expenditures
- Deferred Maintenance Backlog with adequate M&R/R&R funding
- Deferred Maintenance Backlog without adequate R&R funding

November 2, 2011
FY12 Sustainment Funding Plan for UA Facilities

Annual Sustainment Funding

- M&R Annual Expenditures (Operating Budget)
- M&R Annual Maintenance Target 1.5% of Adj'd Value (Budget Intent)
- R&R Annual Capital Expenditures (Target is approx. 2.5% of Adj'd Value)
- M&R/R&R Annual Investment Target (Approx. 4% of Adj'd Value)

Deferred Maintenance Reduction

- Deferred Maintenance Reduction Expenditures ($37.5M for 5 yrs + $200.0M)
- Deferred Maintenance Backlog with adequate M&R/R&R funding (Reduce to approximately $360M by FY16)
- Deferred Maintenance Backlog without adequate R&R funding (Grows to over $900M by FY18)

Annual Investment Target Shortfall (adds to DM backlog)
FY13 Sustainment Funding Plan for UA Facilities

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<tr>
<td>2012</td>
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<td>2013</td>
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<td>2016</td>
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<td>2017</td>
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<td>2018</td>
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<td>$87.5</td>
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<tr>
<td>2019</td>
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<td>$37.5</td>
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<td>2020</td>
<td>$2,800</td>
<td>$448.0</td>
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</tr>
<tr>
<td>2021</td>
<td>$2,900</td>
<td>$93.5</td>
<td>$93.5</td>
</tr>
</tbody>
</table>

- **M&R Annual Expenditures (Operating Budget)**
- **M&R Annual Maintenance Target 1.5% of Adj'd Value (Budget Intent)**
- **R&R Annual Capital Expenditures (Target is approx 2.5% of Adj'd Value)**
- **M&R/R&R Annual Investment Target (Approx 4% of Adj'd Value)**
- **Annual Investment Target Shortfall (adds to DM backlog)**

Deferred Maintenance Reduction
- **Deferred Maintenance Reduction Expenditures ($37.5M for 5 yrs + $200.0M)**
- **Deferred Maintenance Backlog with adequate M&R/R&R funding (Reduce to approximately $450M by FY16)**
- **Deferred Maintenance Backlog as presented in FY12**
- **Deferred Maintenance Backlog without adequate R&R funding (Grows to over $800M by FY18)**
FY13 Sustainment Funding Plan for UA Facilities

**Annual Sustainment Funding**

- **M&R Annual Expenditures (Operating Budget)**
- **M&R Annual Maintenance Target 1.5% of Adj'd Value (Budget Intent)**
- **R&R Annual Capital Expenditures (Target is approx. 2.5% of Adj'd Value)**
- **M&R/R&R Annual Investment Target (Approx. 4% of Adj'd Value)**
- **Annual Investment Target Shortfall (adds to DM backlog)**

**Deferred Maintenance Reduction**

- **Deferred Maintenance Reduction Expenditures** ($37.5M for 6 yrs + $200.0M)
- **Additional R&R funds necessary to reach sustainment level by FY16**
- **Deferred Maintenance Backlog with adequate M&R/R&R funding (Reduce to approximately $360M by FY16)**
- **Deferred Maintenance Backlog as presented in FY12**
- **Deferred Maintenance Backlog without adequate R&R funding (Grows to over $800M by FY18)**

**FY Adj'd Value ($ in millions)**

- **2006** $1,750
- **2007** $1,800
- **2008** $1,850
- **2009** $1,900
- **2010** $2,000
- **2011** $2,100
- **2012** $2,150
- **2013** $2,200
- **2014** $2,500
- **2015** $2,600
- **2016** $2,700
- **2017** $2,800
- **2018** $2,900

**DM in Millions**

- **2006** $615.0
- **2007** $70.0
- **2008** $65.0
- **2009** $72.5
- **2010** $81.5
- **2011** $87.5
- **2012** $93.5
- **2013** $362.5
- **2014** $40.5
- **2015** $200.0
- **2016** $37.5
- **2017** $37.5
- **2018** $100.0

**November 2, 2011**
10-Year Capital Improvement Plan

• Includes short-, mid-, and long-term capital improvement goals of University to support the academic direction

• Focus on:
  – Sustainment Funding Plan Approval in Juneau
    • Deferred Maintenance (DM) and Renewal & Repurposing (R&R)
    • Annual Requirement Plan for R&R
    • Additional DM Backlog Reduction
  – Planning and Design
    • Infrastructure
    • Academic Facilities R&R
    • Research Facilities
    • Student Life & Community Support Facilities