

University of Alaska Budget Summary
FY10 Conference Committee
April 14, 2009

The Conference Committee (CC) proposed budget (HB81 & HB83) for UA is a \$12.9 million increase, 4.1%, over the current fiscal year. The proposed budget is \$14.7 million less than the Regents request and \$2.2 million less than the Governor's budget. The CC proposed budget does not fully cover the university's fixed costs (shortfall -\$4.7 million¹). The \$1.7 million in utility cost increases are being considered under separate legislation.

The BOR Request includes \$2.6 million for K-12 Outreach, and the Governor's budget includes \$800 thousand for these priority increments. Since neither the House nor the Senate included funding for these priorities, they were not considered for funding by the Conference Committee.

The BOR Request includes \$3.8 million for Energy, Engineering and Climate Change programs and the Governor's budget includes \$1 million for the Energy programs. The CC accepted the Senate's proposed budget which includes \$950 thousand for Energy and Cooperative Extension Service programs.

The BOR Request includes \$3 million for Health program priorities and the Governor's budget includes \$1.8 million to support these programs. The CC accepted the House's proposed budget which includes \$922 thousand to support the health programs.

The table below provides a summary comparison of the UA's Board of Regents' request, Governor's Proposed Budget Amended, House Proposed Budget, Senate Proposed Budget, and the Conference Committee Proposed Budget. HB81 & HB83 will now be transmitted to the Governor for her consideration.

University of Alaska
FY10 Operating Budget Request Summary
Compared to Gov's Amended, House, Senate, and Conference Committee Proposed Budgets
State Appropriation (in thousands)

| | UA BOR Request | Gov's Proposed Budget | House Proposed Budget | Senate Proposed Budget | Conf. Committee HB81 & HB83 | BOR vs. Conf. Comm. |
|---|-------------------|-----------------------------|-----------------------------|------------------------------|-----------------------------------|---------------------------|
| FY09 Operating Budget | 313,107.1 | 313,107.1 | 313,107.1 | 313,107.1 | 313,107.1 | |
| FY09 GF/MHT GF Base | 308,383.5 | 308,383.5 | 308,383.5 | 308,383.5 | 308,383.5 | |
| Adjusted Base Requirements | | | | | | |
| Compensation Increases | 9,098.4 | 9,098.4 | 9,098.4 | 8,698.4 | 8,698.4 | (400.0) |
| Non-Personnel Services Fixed Cost Increases | 3,214.9 | 825.0 | 825.0 | 825.0 | 825.0 | (2,389.9) |
| Compliance Mandates (personnel) | 654.0 | | | | | (654.0) |
| Utility Cost Increases ¹ | 1,700.0 | | | | | See note |
| New Facility Operating and Maintenance Costs | 2,790.5 | 1,525.0 | 1,000.0 | 2,025.0 | 1,525.0 | (1,265.5) |
| <i>Integrated Science Building (ISB)</i> | <i>2,177.5</i> | <i>1,025.0</i> | <i>500.0</i> | <i>1,525.0</i> | <i>1,025.0</i> | <i>(1,152.5)</i> |
| <i>Virology Operating Costs</i> | <i>263.0</i> | <i>150.0</i> | <i>150.0</i> | <i>150.0</i> | <i>150.0</i> | <i>(113.0)</i> |
| <i>Bragaw Building Lease Expense</i> | <i>350.0</i> | <i>350.0</i> | <i>350.0</i> | <i>350.0</i> | <i>350.0</i> | |
| Subtotal - Adjusted Base Requirements | 17,457.8 | 11,448.4 | 10,923.4 | 11,548.4 | 11,048.4 | (4,709.4) |
| Priority Program Enhancement and Growth | | | | | | |
| K-12 Outreach | 2,628.1 | 800.0 | | | | (2,628.1) |
| Energy, Engineering, Climate | 3,823.4 | 1,000.0 | | 950.0 | 950.0 | (2,873.4) |
| Health Programs | 3,073.2 | 1,843.9 | 922.0 | | 922.0 | (2,151.2) |
| Workforce and Campus Programs | 2,341.8 | | | | | (2,341.8) |
| Subtotal - Priority Programs | 11,866.5 | 3,643.9 | 922.0 | 950.0 | 1,872.0 | (9,994.5) |
| Total FY10 Increment Request | 29,324.3 | 15,092.3 | 11,845.4 | 12,498.4 | 12,920.4 | (14,703.9) |
| Total FY10 Operating Budget Request | 342,431.4 | 328,199.4 | 324,952.5 | 325,605.5 | 326,027.5 | (14,703.9) |
| % Change FY09 Budget to FY10 Request | 9.4% | 4.8% | 3.8% | 4.0% | 4.1% | |
| Subtotal - Adjustments | 2,957.5 | 2,199.1 | 2,349.1 | 2,199.1 | 2,199.1 | (758.4) |
| Total FY10 Operating Budget Request w/Adj. | 340,665.3 | 325,674.9 | 322,578.0 | 323,081.0 | 323,503.0 | (15,462.3) |

1. Assumes the \$1.7M utility cost increases will be funded through the trigger mechanism.