



**FY12 Budget
Request**

UNIVERSITY of ALASKA

Report to UA Advocates December 2010

University of Alaska's FY12 Operating Budget
Compared to Governor's Proposed Budget
(in thousands)

	State Approp.	Receipt Auth.	Total	State Approp.	Receipt Auth.	Total
Final FY11 After Adjustments	340,236.1	507,571.2	847,807.3	340,236.1	507,571.2	847,807.3
FY12 Operating Request Items	UA BOR Request			Gov's Proposed Budget		
Compensation Increases ¹	6,261.2	4,093.2	10,354.4	6,261.2	4,093.2	10,354.4
Additional Operating Cost Increases	2,341.0	6,568.1	8,909.1	591.0	6,568.1	7,159.1
Subtotal - Adj'd Base Requirements	8,602.2	10,661.3	19,263.5	6,852.2	10,661.3	17,513.5
High Priority Program Sustainment						
FY11 One-time Funded Priority Programs to Baseline	539.2	85.0	624.2	539.2	85.0	624.2
Student Success Initiatives	292.4	104.8	397.2	-	-	-
High Demand Jobs	1,276.0	767.6	2,043.6	-	-	-
Enhancing Competitive Research	250.0	500.0	750.0	-	-	-
Subtotal - Priority Programs	2,357.6	1,457.4	3,815.0	539.2	85.0	624.2
FY12 Adjustments	(304.0)	14,401.5	14,097.5	(489.0)	14,441.5	13,952.5
Total FY12 Increment Request	10,655.8	26,520.2	37,176.0	6,902.4	25,187.8	32,090.2
Total FY12 Operating Budget	350,891.9	534,091.4	884,983.3	347,138.5	532,759.0	879,897.5

% Change FY11-FY12 Operating Budget

2.9%

1.8%

¹ Includes non-unionized staff salary and benefit increases and only benefit increases for bargaining groups currently under negotiation.

Targeted Program Support

UA's FY12 budget zeros in on high-priority programs in teacher education, health and biomedical training, and support of affordable energy solutions. It is a modest investment with solid returns for:

- Statewide teacher education programs
- Summer science and math camps
- Health and bio-medical training
- Workforce training programs
- And research for affordable energy solutions

Impacts on Alaska

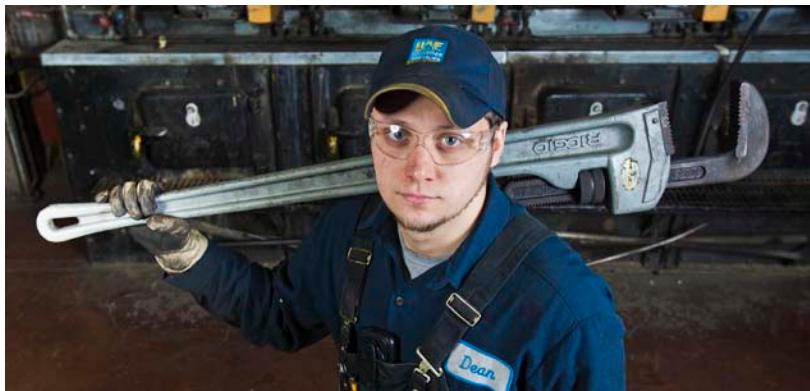
UA contributes nearly \$1 billion annually to Alaska's economy through payroll, spending and services – including \$121 million related to community campuses alone.

UA research brings over \$150 million to the state each year and employs nearly 2,400 people and a total payroll of \$92 million.

UA's community campus system provides significant employment, payroll and economic activity in more than 50 Alaska communities.

University of Alaska's FY12 Capital Budget Compared to Governor's Proposed Budget (in thousands)

	UA BOR Request			Gov's Proposed Budget		
	State Approp.	Receipt Auth.	Total	State Approp.	Receipt Auth.	Total
Deferred Maintenance (DM) and Renewal & Repurposing (R&R)*	37,500.0	100,000.0	137,500.0	37,500.0		37,500.0
Annual Renewal & Repurposing (Year 1 of 2)	25,000.0		25,000.0	2,000.0		2,000.0
New Construction & Planning Moved to Out-Years						
Ongoing Community Campus Projects	7,933.0		7,933.0	1,400.0		1,400.0
Research Capital - Arctic, Alaska	12,092.5		12,092.5			
Federal Receipt Authority for Capital Projects		30,000.0	30,000.0		30,000.0	30,000.0
Total FY11 Capital Budget	82,525.5	130,000.0	212,525.5	39,500.0	30,000.0	69,500.0



TODD PARIS

UA Facilities Need Investment

- The Board of Regents supports Gov. Sean Parnell's five-year (FY11–FY15) plan to invest in repairs of Alaska's public buildings, including \$37.5 million per year to UA.
- Every year, UA's highest priority capital budget request is major maintenance.
- UA maintains and operates nearly 400 buildings and 6.7 million square feet across the state, valued at over \$2 billion.
- UA's deferred maintenance list now exceeds \$750 million.

Proactive Cost Containment

UA continually reviews operations for maximum efficiency and cost avoidance.

- Executive salaries at System Office frozen in FY10.
- Elimination of institutional cell phones in FY11 saves \$200,000 annually.
- Changes to UA's employee health care benefits in FY11 saved \$1.2 million; changes in FY12 aim for a cost-reduction of over \$8 million. UA's wellness program has resulted in better employee health including lower cholesterol and weight loss.
- Network of doctors/providers saved UA's health-care plan over \$16 million in FY09 and FY10.
- Automation for admissions and graduation at UAF and UAA reduced processing time by up to 80 percent, providing better service to students and the elimination of one full-time position at UAF. Digital records reduce the need for physical storage costs.
- Dependent audit of UA health plan enrollees in FY11 ensures eligibility and reduces costs.



TODD PARIS

UA offers 500 unique degrees, certificates and endorsements including short-course workforce training, two-year, four-year, master's degrees and doctorate degrees.

Quick Facts & Figures

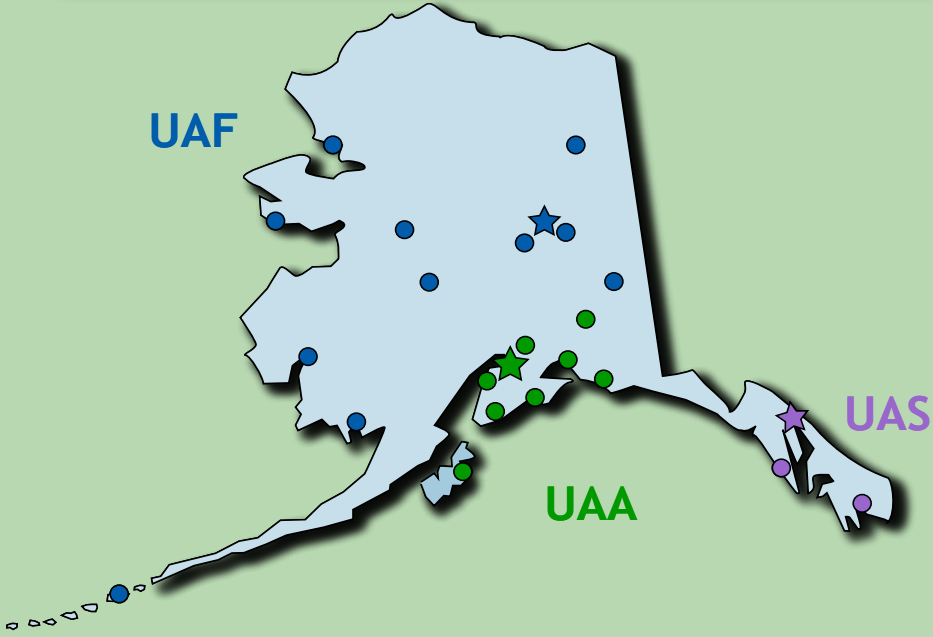
	UAF	UAA	UAS
Headcount Fall 2010			
Urban Campuses	5,788	16,144	2,898
Community Campuses	5,197	4,426	1,070
Total	10,985	20,570	3,968
% Increase 2006-2010	13 %	3%	0%

Comparisons from FY06 to FY10

Occupational Endorsements	34 / 100	22 / 176	0 / 87
Certificates	124 / 165	108 / 60	22 / 13
Associate Degrees	237 / 204	634 / 719	68 / 65
Baccalaureate Degrees	483 / 473	841 / 920	119 / 105
Master's Degrees	183 / 219	238 / 296	89 / 107
Doctorate Degrees	21 / 45	NA	NA
External Research	\$113.9m/\$114.7 m	\$13.7m/\$11.3m	\$0.8 m/\$1.5 m

Comparisons from Fall 2006 to Fall 2010

First-Time Freshmen	904 / 1,109	1,612 / 2,386	191 / 321
UA Scholars	650 / 609	998 / 929	87 / 139
Alaska Native Students	1,831 / 2,328	1,944 / 2,311	576 / 549
Instructional Faculty FTE	358 / 400	478 / 546	99 / 102
Staff FTE	1,497 / 1,512	950 / 1,040	212 / 218



Over 30 UA campuses and outreach centers statewide

From FY09 FY10 Report Card

Up 10.6%	↑	High Demand Job Area Degrees Awarded	2,723 high-demand certificates & degrees
Up 1.3 %	↑	First-Time Full-Time Undergraduate Retention	68.1 % retention
Up 6.6%	↑	Student Credit Hours	603,408 student credit hours
Up 9%	↑	Grant-funded Research Expenditures	\$131 million
Up 7%	↑	University-Generated Revenue	\$410 million
Up 7%	↑	Non-Credit Instructional Units	16,049 non-credit instructional units