

**University of Alaska**  
**FY10 Operating Budget Request Summary**  
(in thousands)

	State Approp.	Receipt Authority	Total
<b>FY09 Operating Budget</b>	<b>313,107.1</b>	<b>525,007.6</b>	<b>838,114.7</b>
<b>FY10 Operating Request Items</b>			
<b>Adjusted Base Requirements</b>			
Compensation Increases	9,098.4	5,676.5	14,774.9
Additional Operating Cost Increases	8,359.4	9,458.6	17,818.0
<b>Subtotal - Adjusted Base Requirements</b>	<b>17,457.8</b>	<b>15,135.1</b>	<b>32,592.9</b>
<b>Priority Program Enhancement and Growth</b>			
K-12 Outreach	2,628.1	846.6	3,474.7
Energy, Engineering, Climate	3,823.4	7,120.0	10,943.4
Health Programs	3,073.2	3,213.5	6,286.7
Workforce and Campus Programs	2,341.8	619.9	2,961.7
<b>Subtotal - Priority Program Enhancement and Growth</b>	<b>11,866.5</b>	<b>11,800.0</b>	<b>23,666.5</b>
<b>Total FY10 Increment Request</b>	<b>29,324.3</b>	<b>26,935.1</b>	<b>56,259.4</b>
<b>Total FY10 Operating Budget Request</b>	<b>342,431.4</b>	<b>551,942.7</b>	<b>894,374.1</b>
Percent Change FY09 Received to FY10 Request	9.4%	5.1%	6.7%
Operating Budget Adjustments	2,957.5	(47,677.0)	(44,719.5)
<b>Total FY10 Operating Budget Request with Adjustments</b>	<b>345,388.9</b>	<b>504,265.7</b>	<b>849,654.6</b>

**University of Alaska**  
**FY10 Capital Budget Request Summary**  
(in thousands)

	State Approp.	Receipt Authority	Total
<b>FY10 Facility Capital Needs</b>			
Maintaining Existing Facilities R&R Annual Requirement	50,000.0		50,000.0
UAF Life Sciences Innovation and Learning Facility	82,195.0	20,625.0	102,820.0
UAS Auke Lake Way Campus Entry Improvements & Road Realign.	4,130.0		4,130.0
UAA Sports Arena	65,000.0		65,000.0
New Facilities Planning & Design	47,300.0	15,800.0	63,100.0
Reducing Major R&R and Deferred Maintenance Backlog	150,000.0		150,000.0
UAF Alaska Region Research Vessel		100,000.0	100,000.0
Federal Receipt Authority		15,000.0	15,000.0
<b>Subtotal - FY10 Facility Capital Needs</b>	<b>398,625.0</b>	<b>151,425.0</b>	<b>550,050.0</b>
<b>FY10 Project and Equipment Requests</b>			
Energy Projects	20,950.0		20,950.0
Climate Projects	21,500.0		21,500.0
Alaska Education Policy Project	700.0		700.0
University Equipment Refresh (administrative & academic)	90,000.0		90,000.0
Compliance/Business Efficiency Solutions	10,000.0		10,000.0
<b>Subtotal - FY10 Project and Equipment Requests</b>	<b>143,150.0</b>		<b>143,150.0</b>
<b>Total FY10 Capital Budget Request</b>	<b>541,775.0</b>	<b>151,425.0</b>	<b>693,200.0</b>

## Strengthening Alaska's Economy

- The University of Alaska leaves an economic footprint in the state of nearly \$1 billion annually, including:
  - Direct and indirect payroll
  - Student and visitor spending
  - And millions in goods and services paid to 1,200 Alaska businesses in 70 communities
- Nine out of 10 recent high school graduates rate the quality of education at UA as good or very good, a dramatic improvement since 1999.
- UA research brings over \$150 million to the state each year, employs nearly 2,400 people and has a total payroll of \$92 million. Future growth in UA research will require a state investment in new facilities.
- Charitable donations to the UA Foundation reached a record \$31 million in FY08, with nearly 6,450 people, businesses and foundations supporting the university's programs, scholarships and students.
- UA now attracts 63 percent of college-bound high school graduates in Alaska, up from 45 percent in the mid-1990s.



**Bottom Line: Students, parents, employers, alumni and citizens support the UA system.**

### Funding Analysis Comparison University of Alaska Compared to Western States

	U of A	WICHE
	FY06	FY06
State Appropriation to Higher Education	9.8%	11.6%
State Grant Aid per Student	\$28	\$416
Ratio : Instruction Expenditures per Student FTE	\$9,373	
2-year, 4-year and Graduate Institutions		\$6,545
4-year and Graduate Institutions only		\$9,813
Ratio : Appropriation per Student FTE	\$14,090	
2-year, 4-year and Graduate Institutions		\$7,073
4-year and Graduate Institutions only		\$15,613
Staff per 100 FTE Students*	13.9	12.9
Research Generated per Faculty**	\$118,734	\$54,283

Note: \* UA Peer Institutions with less than 35,000 student FTE.

\*\* Only FY05 Faculty figures were available on WICHE website: <http://www.wiche.edu/policy/factbook/>

**Bottom Line: UA instructional costs and state appropriations, per student, are in line with our Western neighbors.**



## UA Facilities Need Investment

- UA requires annual capital funding of \$50 million for major renewal and renovation (R&R), plus an additional annual investment to begin to address the R&R backlog known as "deferred maintenance."
- This investment is in addition to operating funds UA dedicates each year (\$31 million in FY09) to maintain 400 buildings – 6.7 million square feet across the state.
- When capital R&R funding falls below \$50 million annually, UA's maintenance backlog grows.
- Every year, UA's highest priority capital budget request is major R&R. Since FY2000, UA's annual request has averaged \$75 million. State appropriations have averaged \$16 million.
- UA's R&R inventory now exceeds \$800 million--a critical level.

## FY08 REPORT CARD

From FY07		From FY99
Up 1%	High Demand Job Area Degrees Awarded	Up 38%
Down 1.5 points	First-Time Full-Time Undergraduate Retention	Up 9.5 points
No Change	Student Credit Hours	Up 16%
Down 4.6%	Grant-funded Research Expenditures	Up 97%
No Change	University-Generated Revenue	Up 90%

# Quick Facts & Figures

	UAF	UAA	UAS
Headcount Fall 2008			
Urban Campuses	5,212	15,356	2,625
Community Campuses	4,464	4,369	975
Total	9,676	19,725	3,600
<b>Comparisons from 2003 to 2008</b>			
Occupational Endorsements	NA	NA / 47	NA / 28
Certificates	78 / 190	88 / 87	21 / 52
Associate Degrees	246 / 238	530 / 679	72 / 65
Baccalaureate Degrees	395 / 444	770 / 871	80 / 93
Master's Degrees	163 / 199	204 / 289	61 / 116
Doctorate Degrees	36 / 29	NA	NA
First-Time Freshmen	1,057 / 943	1,581 / 1,907	193 / 220
Foreign Students	398 / 315	448 / 472	78 / 45
Female/Male Ratio 2008	5,894 / 3,934	11,837 / 7,891	2,409 / 1,189
% Female	60%	60%	67%
UA Scholars	510 / 698	809 / 1,081	66 / 65
Alaska Native Students	2,299 / 2,048	1,790 / 1,864	762 / 493
Average Age UA Student	28 / 27	28 / 27	31 / 30
Instructional Faculty FTE	373 / 383	458 / 511	95 / 97
Staff FTE	1,500 / 1,518	968 / 987	203 / 222
External Research	\$99.4 m / \$108 m	\$10.2 m / \$8.8 m	\$1.2 m / \$2.1 m



## UA's Impact on Alaska

- Completion of at least one workforce training course at UA leads to an average 18 percent increase in earnings.
- The UA Scholars Program keeps young Alaskans in state. More than 4,250 Scholars have enrolled since 1999, earning more than 1,200 degrees and certificates to date. More than 90 percent of them stay in Alaska to work, raise families and contribute to the economy.
- New Occupational Endorsement and Workforce Credential tracks are tailored toward non-traditional students who have a specific career goal, like a promotion.
- UA freshmen in baccalaureate engineering programs have doubled since 2004, with a 30 percent increase in the last year. State labor economists predict strong employment opportunities in engineering and related fields.
- UA graduates in health programs have increased over 20 percent in the last five years. The latest enrollment figures, at nearly 3,450 students, are up an incredible 86 percent since 2000. Health-care workers are highly sought for employment, with demand even higher in rural Alaska.

# Budget Request

## And Performance Summary

# FY 2010

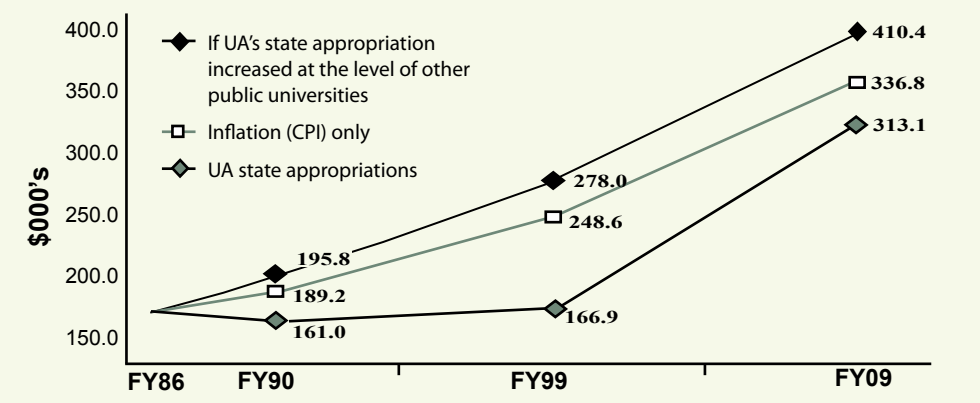
### UA Request Compared to Actual Appropriation

FY	UA's Requested GF* Increase	State Appropriated GF* Increase		Salary and Fixed Cost Obligations	
		GF*	NGF	GF*	NGF
2000	\$16.3 m	\$6.0 m	3.6%	\$12.9 m	\$2.5 m
2001	\$16.9 m	\$15.7 m	9.0%	\$11.7 m	\$3.7 m
2002	\$16.8 m	\$10.7 m	5.6%	\$10.7 m	\$7.1 m
2003	\$16.9 m	\$9.7 m	4.8%	\$10.3 m	\$8.6 m
2004	\$13.6 m	\$4.6 m	2.2%	\$9.9 m	\$9.3 m
2005**	\$19.3 m	\$15.5 m	7.2%	\$18.6 m	\$13.6 m
2006**	\$19.5 m	\$17.1 m	7.4%	\$18.8 m	\$17.6 m
2007**	\$40.5 m	\$34.3 m	13.8%	\$29.9 m	\$18.7 m
2008	\$27.8 m	\$10.0 m	3.5%	\$12.9 m	\$15.8 m
2009	\$28.4 m	\$20.5 m	7.0%	\$14.5 m	\$13.9 m
Total	\$216.0 m	\$144.1 m	7.1%	\$150.2 m	\$110.8 m

\* GF includes GF/MHT/TVEP/ASTF/BLic  
 \*\* Includes extraordinary PERS/TERS retirement increases for FY05 \$8.8m GF; FY06 \$6.9m GF; FY07 \$7.9 m GF

**Bottom Line: In only four of the last 20 years have general fund increases covered the salary and fixed cost obligations and allowed for state-funded program growth.**

### State Appropriation Comparison



- ◆ **Where We Could Be:** If state funding increased at the average for Lower 48 public universities
- **Where We Should Be:** If state participation was adjusted for inflation (CPI)
- ◇ **Where We Are:** Nearly \$24.6 million is consumed by extraordinary increases in state retirement

**Bottom Line: State support for UA has not kept pace with the average of Lower 48 counterparts. At the same time, retirement costs have skyrocketed.**



UNIVERSITY  
of ALASKA  
*Many Traditions One Alaska*

**University of Alaska Anchorage (UAA):**  
Anchorage, Kenai, Mat-Su, Homer, Kodiak and Valdez  
*Outreach centers: Cordova, Copper Center and Eagle River*

**University of Alaska Southeast (UAS)**  
Juneau, Sitka and Ketchikan

**University of Alaska Fairbanks (UAF)**  
Fairbanks, Bethel, Dillingham, Nome, Kotzebue, Tanana Valley and Interior-Aleutians  
*Outreach centers: Fort Yukon, Galena, McGrath, Nenana, Tok and Unalaska*