

**University of Alaska Budget Summary**  
**FY11 House Finance Subcommittee**  
**February 25, 2010**

The House Finance subcommittee (HFS) proposed budget for UA is a \$10.1 million increase, 3.1%, over the current fiscal year. The proposed budget is \$2.3 million less than the Governor's budget. The HFS proposed budget does not include funding for UA's utility funding request (\$1.5 million) and \$832.4 thousand of UA's compensation and other fixed cost requests.

The Governor's budget and the HFS proposed budget support \$950 thousand for priority programs for the Alaska Center for Energy and Power, and Energy Outreach through the Cooperative Extension Service that are funded in the current year (FY10) budget as one-time items. Both the Governor's budget and the HFS proposed budget support a single appropriation for the University of Alaska.

The HFS proposed budget will move to the full House Finance Committee next week, and the priorities included in the Governor's and the Regents' budget requests will be given further consideration. The table below provides a summary comparison of the House Finance Subcommittee Proposed Budget, Governor's Proposed Amended Budget, and UA's Board of Regents' Revised Request.

The HFS also introduced a funding approach based on the ratio of Unrestricted General Funds (UGF) to Designated General Funds (DGF), with intent language that future requests by the University of Alaska for Unrestricted General Funds move toward a long-term goal of 125% of actual university receipts for the most recently closed fiscal year. The FY11 UGF/DGF ratio included in the HFS's proposal is 127% compared to the Governor's amended budget proposal of 128%.

Note: Unrestricted General Funds includes: General Fund, General Fund Match, and General Fund/Mental Health ; Designated General Funds includes: Interest Income, Auxiliary Receipts, Student Tuition/Fees, Indirect Cost Recovery, University Receipts, and Technical Vocational Education Program (TVEP).

<b>University of Alaska FY11 Operating Budget</b>				
<b>UA Board of Regents', Governor's Proposed Budget Amended, and House Finance Subcommittee</b>				
<b>State Appropriations</b>				
<b>(in thousands)</b>				
	UA BOR Revised Request	Gov's Proposed Amended Budget	HFS Proposed Budget	HFS over/ (under) Gov's
<b>FY10 Operating Budget</b>	<b>328,226.6</b>	<b>328,226.6</b>	<b>328,226.6</b>	
<b>Subtotal - FY10 Adjustments</b>	(1,100.0)	(1,100.0)	(1,100.0)	
<b>FY10 Operating Budget after Adjustments</b>	<b>327,126.6</b>	<b>327,126.6</b>	<b>327,126.6</b>	
<b>Adjusted Base Requirements</b>				
Compensation Increases	7,465.4	7,465.4	7,013.4	(452.0)
Non-Personnel Services Fixed Cost Increases	3,307.8	2,168.4	1,788.0	(380.4)
Compliance Mandates	265.0	-	-	-
Utility Cost Increases	1,484.3	1,484.3	-	(1,484.3)
New Facility Operating and Maintenance Costs	692.0	692.0	692.0	-
<b>Subtotal - Adjusted Base Requirements</b>	<b>13,214.5</b>	<b>11,810.1</b>	<b>9,493.4</b>	<b>(2,316.7)</b>
<b>Priority Program Enhancement and Growth</b>				
Energy	1,063.2	950.0	950.0	
Science, Technology, Engineering & Math (STEM)	1,415.1	-	-	
Climate	1,189.0	-	-	
High Demand Jobs	5,232.9	-	-	
Student Success Initiatives	2,137.4	-	-	
<b>Subtotal - Priority Programs</b>	<b>11,037.6</b>	<b>950.0</b>	<b>950.0</b>	
<b>FY11 Adjustments</b>				
FY11 Additional TVEP Funding	478.3	478.3	478.3	
Mental Health Trust and MHTAAR	584.1	-	-	
Dept. of Health & Social Services Trf.	305.0	305.0	305.0	
<b>Subtotal - FY11 Adjustments</b>	<b>1,367.4</b>	<b>783.3</b>	<b>783.3</b>	
<b>Total FY11 Increment Request (less FY10 Adjustments)</b>	<b>24,519.5</b>	<b>12,443.4</b>	<b>10,126.7</b>	<b>(2,316.7)</b>
<b>Total FY11 Operating Budget</b>	<b>352,746.1</b>	<b>340,670.0</b>	<b>338,353.3</b>	<b>(2,316.7)</b>
<b>% Change FY10 Operating Budget to FY11 Request</b>	<b>7.5%</b>	<b>3.8%</b>	<b>3.1%</b>	