

- Gov. Parnell deserves a lot of credit for recognizing the link between UA and the overall health of the state's economy with his FY11 proposed operating and capital budgets.
- Gov. Parnell's budget holds UA steady during uncertain economic times, allowing our campuses to continue delivering the education and programs Alaska employers demand and our 32,000 students need.
- Some other state universities and colleges have been forced to make drastic cuts while sharply increasing tuition, which has added to economic strain. Under Gov. Parnell's proposed budget, programs and staff levels at UA campuses would be maintained at current levels. This puts the university in a solid and even enviable situation relative to other state colleges and universities and provides stability to the state's economy.
- In his FY11 proposed capital budget, Gov. Parnell:
  - Supported three of the Board of Regents' top 5 capital priorities, including:
    - \$37.5 million for maintenance;
    - \$88 million for the Life Sciences classroom and laboratory facility; (\$20.6 million in bond financing through the University of Alaska)
    - and \$1.4 million for community campus planning and feasibility studies statewide.
- In his FY11 proposed operating budget, Gov. Parnell:
  - Provided full-funding of known staff, faculty and student compensation increases (contract negotiations ongoing for UAFT; a budget amendment may be required)
  - Included funding for a majority of the university's "adjusted base," or fixed costs including operating and maintenance costs for new and existing facilities, fuel increases, etc.
  - Provided \$950,000 of continued funding for energy programs (ACEP and CES) that were funded with one-time funding in FY10.
- While Gov. Parnell's proposed capital and operating budgets are positive starting points, the university full6mital and.

University of Alaska FY11 Budget Update  
Governor's proposed budget  
December 14, 2009

Operating Budget (Table 1):

- x The Governor's budget of \$10.3 million to support compensation increases and other adjusted base requirements aligns with the Board of Regents most pressing priorities FY10 one-time funded programs for the Alaska Center for Energy and Power ~~Energy~~

Table 1: Board of Regents FY11 Operating Budget and Governor's Proposed Budget Comparison (millions)

	Board of Regents' State \$ *	Gov's Proposed Budget
--	---------------------------------	-----------------------

Table 3: Board of Regents FY11 Capital Budget and Governor's Proposed Budget Comparison (thousands)

	Board of Regents'		Gov's Proposed Budget	
	State \$	Total	State \$	Total
Annual Requirement for Maintenance & for Reducing Deferred Maintenance & Renewal Backlog	37,500.0	37,500.0	37,500.0	37,500.0
UA-Anchorage Priority R&R	8,315.7	8,315.7	8,315.7	8,315.7
UAA-Community Campus Priority R&R	1,847.5	1,847.5	1,847.5	1,847.5
UA-Fairbanks and TVC Priority R&R	22,980.3	22,980.3	22,980.3	22,980.3
UAF-Community Campuses Priority R&R	868.7	868.7	868.7	868.7
UASJuneau Priority R&R	1,675.0	1,675.0	1,675.0	1,675.0
UASCommunity Campuses Priority R&R	1,047.4	1,047.4	1,047.4	1,047.4
UA-Statewide Priority R&R	765.3	765.3	765.3	765.3
UAF Life Sciences Classroom & Lab Facility	87,975.0	108,600.0	87,975.0	108,600.0
Planning & Design for Construction UA Engineering Facilities (Administered by Statewide)	10,000.0	10,000.0		
Community Campus Feasibility Study	1,400.0	1,400.0	1,400.0	1,400.0
Further Reduction of Deferred Maintenance & Renewal Backlog	62,500.0	62,500.0		
University Receipt Authority		15,000.0		15,000.0
<b>Total FY11 Capital Budget</b>	<b>199,375.0</b>	<b>235,000.0</b>	<b>126,875.0</b>	<b>162,500.0</b>