

University of Alaska
FY07 Proposed Operating Budget Distribution Summary

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Updated 5/23/07

	State Approp.	Receipt Authority	Total	State Approp.	Receipt Authority	Total
FY06 Operating Budget	248,188.8	466,036.0	714,224.8	248,188.8	466,036.0	714,224.8
<i>One-time utility distribution***</i>	<i>2,355.6</i>		<i>2,355.6</i>	<i>2,355.6</i>		
FY06 Operating Budget (includes one-time utility distribution)	250,544.4	466,036.0	716,580.4	250,544.4	466,036.0	714,224.8
FY07 Operating Increments						
Adjusted Base Requirements	FY07 Operating Request Items			FY07 Proposed Distribution		
Salary, Retirement and Other Benefits	22,585.9	10,971.1	33,557.0	22,585.9	10,971.1	33,557.0
Utilities, Bandwidth, Facility, and Fixed Costs*	7,405.9	7,734.9	15,140.8	6,410.1	7,734.9	14,145.0
Replenish Performance-Based Budgeting Pool (PBB)				-1,500.0		-1,500.0
Distribute (PBB) Pool (To be distributed)				1,500.0		1,500.0
Subtotal - Adjusted Base Requirements	29,991.8	18,706.0	48,697.8	28,996.0	18,706.0	47,702.0
Priority Program Enhancement and Growth						
Continuing Programs in State Needs	2,951.8	1,500.0	4,451.8	2,221.8	1,400.0	3,621.8
<i>Teacher and Early Childhood Education - Juneau, Anch, and Mat-Su</i>	<i>465.0</i>	<i>50.0</i>	<i>515.0</i>	<i>270.0</i>	<i>50.0</i>	<i>320.0</i>
<i>Distance Education for High Demand Programs</i>	<i>570.0</i>		<i>570.0</i>	<i>270.0</i>		<i>270.0</i>
<i>Nursing, Behavioral, and Allied Health Programs</i>	<i>864.8</i>	<i>710.0</i>	<i>1,574.8</i>	<i>764.8</i>	<i>610.0</i>	<i>1,374.8</i>
<i>Business and Public Policy - Anch and Juneau</i>	<i>757.0</i>	<i>460.0</i>	<i>1,217.0</i>	<i>622.0</i>	<i>460.0</i>	<i>1,082.0</i>
<i>Meeting Student Demand - PWSCC; Anch; ACE</i>	<i>295.0</i>	<i>280.0</i>	<i>575.0</i>	<i>295.0</i>	<i>280.0</i>	<i>575.0</i>
Preparing Alaskans for the New Jobs	3,049.0	2,600.0	5,649.0	2,030.0	2,310.0	4,340.0
<i>Engineering - BSE; ANSEP; Research; Training; and Expansion</i>	<i>975.0</i>	<i>1,130.0</i>	<i>2,105.0</i>	<i>975.0</i>	<i>1,130.0</i>	<i>2,105.0</i>
<i>Construction/Mining Technology**</i>	<i>1,349.0</i>	<i>1,280.0</i>	<i>2,629.0</i>	<i>755.0</i>	<i>1,140.0</i>	<i>1,895.0</i>
<i>Vocational Education - Juneau; Mat-Su; Anch; and SW</i>	<i>375.0</i>	<i>40.0</i>	<i>415.0</i>	<i>300.0</i>	<i>40.0</i>	<i>340.0</i>
<i>Geography Program Expansion - Fbks</i>	<i>350.0</i>	<i>150.0</i>	<i>500.0</i>			<i>0.0</i>
Competitive University Research Investment (Ph 1 of 5)	4,000.0	8,000.0	12,000.0	1,036.0	3,078.1	4,114.1
<i>Health - Joint Psychology PhD and Bio-Med Research</i>	<i>836.0</i>	<i>650.0</i>	<i>1,486.0</i>	<i>736.0</i>	<i>650.0</i>	<i>1,386.0</i>
<i>GINA, and Graduate Program Sustainability - Fbks</i>	<i>400.0</i>	<i>750.0</i>	<i>1,150.0</i>	<i>300.0</i>	<i>400.0</i>	<i>700.0</i>
<i>Infrastructure - Compliance, proposal support, applied tech</i>	<i>764.0</i>		<i>764.0</i>			<i>0.0</i>
<i>Matching Funds - Fisheries; EPSCoR; AK Transportation, ...</i>	<i>2,000.0</i>	<i>6,600.0</i>	<i>8,600.0</i>		<i>2,028.1</i>	<i>2,028.1</i>
Administrative Priorities	600.0	400.0	1,000.0	0.0	0.0	0.0
<i>Document Imaging - Chief Records Officer - SW</i>	<i>200.0</i>		<i>200.0</i>			<i>0.0</i>
<i>Alumni Relations - Juneau</i>	<i>50.0</i>		<i>50.0</i>			<i>0.0</i>
<i>IT Content and Project Management - Anchorage</i>	<i>100.0</i>		<i>100.0</i>			<i>0.0</i>
<i>Development and Advancement Hirings - Fairbanks</i>	<i>250.0</i>	<i>400.0</i>	<i>650.0</i>			<i>0.0</i>
Subtotal - Program Enhancement and Growth	10,600.8	12,500.0	23,100.8	5,287.8	6,788.1	12,075.9
Facilities Renewal and Replacement (ph 1 of 10)	3,000.0	1,000.0	4,000.0			
Total FY07 Increment	43,592.6	32,206.0	75,798.6	34,283.8	25,494.1	59,777.9
Additional TVEP Funding (To be distributed)				59.4		59.4
MHTAAR (To be distributed)					45.0	45.0
Total FY07 Board of Regents Authorized				282,532.0	491,575.1	774,107.1
<i>FY07 One-time Utility Distribution***</i>				<i>2,640.0</i>	<i>0.0</i>	<i>2,640.0</i>
FY07 Operating Budget Distribution (includes one-time utility distribution)	291,781.4	498,242.0	790,023.4	285,172.0	491,575.1	776,747.1
% Change FY06 Budget to FY07 Request	17.6%	6.9%	10.6%	14.9%	5.5%	8.8%

*GF distribution for Utility Increases (FY06 and FY07 unanticipated) are distributed to reflect appropriate cost estimates (\$2,355.6M versus \$3,200.1M original request), Lower GF investment for Network Bandwidth of \$700K versus \$850K original requested amount

**All programs within the Construction/Mining Technology category will be fully funded through a combination of the GF incremental above (\$755K), and Workforce Development funds (\$639K). Specifically the full funding of the KPC MAPTS/Process Tech Request \$570 (\$370K FY07 GF Increment and \$200K continued WFD)

The FY07 operating budget distribution amounts do not include adjustments for ACAS, Initiative Pool or SB137 and therefore the final FY07 Operating Budget Distribution amounts will change slightly as these decisions are finalized.

***The University of Alaska received a 1-time utility distribution of \$2.3 million in FY06 and two one 1-time utility distributions of \$1.3 million each in FY07, October 2006 and April 2007.

University of Alaska
Authorized Budget FY06-FY07

updated 5/23/07

	Authorized Budget		
	FY06 Auth	FY07 Auth	% Change
State Appropriations			
General Fund	242,388.1	274,671.9	
General Fund Match	2,777.3	4,777.3	
General Fund MH Trust	200.8	200.8	
Workforce Development Funds	2,822.6	2,882.0	
State Appropriations Subtotal	248,188.8	282,532.0	13.8%
<i>One-Time Utility Distribution *</i>	<i>2,355.6</i>	<i>2,640.0</i>	
<i>State Appropriations Total (includes one-time utility distribution)</i>	<i>250,544.4</i>	<i>285,172.0</i>	<i>13.8%</i>
Receipt Authority			
Interest Income	4,667.8	5,600.0	20.0%
Auxiliary Receipts	42,916.7	43,746.7	1.9%
Student Tuition/Fees(net)	86,616.6	90,516.6	4.5%
Indirect Cost Recovery	37,183.1	37,183.1	0.0%
University Receipts	79,937.8	87,896.5	10.0%
University Receipts Subtotal	251,322.0	264,942.9	5.4%
Federal Receipts	137,797.8	149,524.0	8.5%
State Inter Agency Receipts	18,800.0	18,800.0	0.0%
MHTAAR	680.0	825.0	21.3%
CIP Receipts	4,762.2	4,762.2	0.0%
UA Intra Agency Receipts	52,674.0	52,721.0	0.1%
Receipt Authority Subtotal	466,036.0	491,575.1	5.5%
Revenue Subtotal	714,224.8	774,107.1	8.4%
<i>Revenue Total (includes one-time utility distribution)</i>	<i>716,580.4</i>	<i>776,747.1</i>	<i>8.4%</i>

*The University of Alaska received a 1-time utility distribution of \$2.3 million in FY06 and two one-time utility distributions of \$1.1 million each in FY07, October 2006 and April 2007.

STATEWIDE OFFICE OF PLANNING AND BUDGET

910 Yukon Drive, Suite 108, Fairbanks, AK 99775-5320

MEMORANDUM

TO: Mark Hamilton
President

FROM: Pat Pitney
Vice President, Planning and Budget

CC: Vice Chancellors Ejigu, Bailey, Griffin
Joe Trubacz, Chief Financial Officer

DATE: May 15, 2007

RE: FY07 Utility Funding Distribution

The FY07 state budget included a trigger mechanism that if the average price of Alaska North Slope crude oil exceeded the Department of Revenue's spring 2006 projected fiscal year 2007 price of \$53.60 a barrel, the University would be eligible to two 1-time utility funds distributions. The University received two 1-time utility distributions of \$1,320.0 each, for a total of \$2,640.0. This is in addition to the 1-time distribution of \$2,355.0 in FY06, and the FY07 increase to base of \$2,355.0. The recommended campus distribution aims to minimize the effect of utility increases equally across all campuses and takes into account total utility increases from FY05-FY07 and funds that have already been distributed as FY06 one-time funds and FY07 base funds.

Please approve the attached recommended campus distribution of the FY07 1-time utility funds. Also per Anchorage's request, please approve a 1-time distribution of \$75.0 from Statewide carryforward funds to the Anchorage campus to continue with energy conservation projects for use in FY07.

At the upcoming June Board of Regents' Meeting, the Board will be asked to approve a technical adjustment to the FY07 state appropriation amount that includes these 1-time utility funds.

Looking forward, the current FY08 budget does not include base increases for utility costs but does include a similar trigger mechanism. The FY08 funding is based on the average oil prices and will be available earlier in the year (August 1st and December 1st). The FY08 state distributions will be anticipated in the June FY08 budget distribution plan as a conditional item and if received is recommended to be distributed in late January based on observed utility cost increases since inception of the trigger mechanism.

Approved

Mark Hamilton, President

Utility Cost Analysis (FY05-FY07) with Distribution Detail

	FY05	FY07	FY05-FY07		FY07 Dist	FY07 Dist	FY07	% change
	Actual	Projection	Difference FY05-FY07		Base for FY06 increase	1-Time for FY07 increase	Total	Total dist over/(under)
Anchorage	\$4,050.0	\$4,729.2	\$679.2		\$725.0	\$0.0	\$725.0	\$45.8
Kenai (incl. Kachemak Bay)	\$174.5	\$257.6	\$83.1		\$50.4	\$32.8	\$83.2	\$0.1
Kodiak	\$157.5	\$196.0	\$38.5		\$25.2	\$13.3	\$38.5	\$0.0
Mat-Su	\$152.6	\$226.2	\$73.6		\$15.0	\$58.6	\$73.6	\$0.0
PWSCC	\$191.1	\$344.2	\$153.1		\$53.0	\$100.1	\$153.1	(\$0.0)
Fairbanks*	\$11,108.3	\$14,266.4	\$3,158.1		\$1,057.0	\$2,083.6	\$3,140.6	(\$17.5)
College of Rural Alaska		\$0.0						
Bristol Bay	\$54.5	\$66.8	\$12.3		\$6.0	\$6.3	\$12.3	\$0.0
Chukchi	\$40.0	\$73.2	\$33.2		\$16.0	\$17.2	\$33.2	(\$0.0)
Interior/Aleutians	\$52.6	\$98.0	\$45.4		\$11.3	\$34.1	\$45.4	\$0.0
Kuskokwim	\$294.5	\$371.2	\$76.7		\$76.7	\$0.0	\$76.7	\$0.0
Northwest	\$53.2	\$105.0	\$51.8		\$18.4	\$33.4	\$51.8	\$0.0
Juneau	\$814.5	\$1,158.2	\$343.7		\$174.8	\$168.9	\$343.7	\$0.0
Ketchikan	\$140.3	\$188.1	\$47.8		\$34.8	\$13.0	\$47.8	(\$0.0)
Sitka	\$91.9	\$115.4	\$23.5		\$12.0	\$11.5	\$23.5	\$0.0
UA Anchorage	\$4,725.7	\$5,753.1	\$1,027.5		\$868.6	\$204.8	\$1,073.4	\$46.0
UA Fairbanks	\$11,603.1	\$14,980.6	\$3,377.5		\$1,185.4	\$2,174.6	\$3,360.0	(\$17.5)
UA Southeast	\$1,046.7	\$1,461.7	\$415.0		\$221.6	\$193.4	\$415.0	(\$0.0)
UA Statewide	\$287.1	\$462.7	\$175.6		\$80.0	\$67.2	\$147.2	(\$28.4)
UA System	\$17,662.6	\$22,658.1	\$4,995.6		\$2,355.6	\$2,640.0	\$4,995.6	\$0.0

*Includes Co-op Extension, Rural College, UAF Organized Research, and TVC