CS FOR HOUSE BILL NO. 441(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - SECOND SESSION

BY THE HOUSE FINANCE COMMITTEE

Offered: 4/8/00
Referred: Rules
Sponsor(s): HOUSE FINANCE COMMITTEE

A BILL

FOR AN ACT ENTITLED

1 "An Act making appropriations for the operating expenses of the University of Alaska; making appropriations under art. IX, sec. 17(c), Constitution of the State of Alaska, from the constitutional budget reserve fund; and providing for an effective date."

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

6 (SECTION 1 OF THIS ACT BEGINS ON PAGE 2)
* **Section 1.** The following appropriation items are for operating expenditures from the general fund or other funds as set out in the fiscal year 2001 budget summary for the operating budget by funding source to the University of Alaska for the purposes expressed for the fiscal year beginning July 1, 2000 and ending June 30, 2001, unless otherwise indicated.

<table>
<thead>
<tr>
<th>Appropriation General Other</th>
<th>Allocations</th>
<th>Items</th>
<th>Funds</th>
<th>Funds</th>
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<td><strong>University of Alaska</strong></td>
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**University of Alaska** 532,654,800 532,654,800

Other funds include 206,143,300 from the Constitutional Budget Reserve Fund.

- Budget Reductions/Additions - 66,284,700
- Statewide Services 21,206,400
- Statewide Networks 9,750,600
- Anchorage Campus 132,064,100
- Kenai Peninsula College 6,355,600
- Kodiak College 2,623,100
- Matanuska-Susitna College 4,595,900
- Prince William Sound 4,689,700
- Alaska Cooperative Extension 6,149,400
- Bristol Bay Campus 1,204,800
- Chukchi Campus 667,100
- Fairbanks Campus 149,035,200
- Fairbanks Organized Research 84,099,600
- Interior-Aleutians Campus 1,740,800
- Kuskokwim Campus 3,420,400
- Northwest Campus 1,556,400
- Rural College 3,030,100
- Tanana Valley Campus 5,133,500
<table>
<thead>
<tr>
<th></th>
<th>Appropriation</th>
<th>General</th>
<th>Other</th>
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<tbody>
<tr>
<td>1</td>
<td>Juneau Campus</td>
<td>21,342,000</td>
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<tr>
<td>2</td>
<td>Ketchikan Campus</td>
<td>2,815,200</td>
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<tr>
<td>3</td>
<td>Sitka Campus</td>
<td>4,890,200</td>
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4 *Sec. 2.* The following sets out the funding by agency for the appropriations made in sec. 1 of this Act.

5 **University of Alaska**

6 Constitutional Budget Reserve Fund | 206,143,300 |
7 Federal Receipts | 73,178,000 |
8 Inter-Agency Receipts | 34,564,900 |
9 University of Alaska Interest Income | 3,833,700 |
10 U/A Dormitory/Food/Auxiliary Service | 37,555,100 |
11 Science & Technology Endowment Income | 3,630,000 |
12 U/A Student Tuition/Fees/Services | 59,043,900 |
13 U/A Indirect Cost Recovery | 22,382,200 |
14 University Restricted Receipts | 88,747,400 |
15 Capital Improvement Project Receipts | 3,576,300 |
16 ***Total Agency Funding*** | **$532,654,800** |
17 **Total Budget** | **$532,654,800** |

18 (SECTION 3 OF THIS ACT BEGINS ON PAGE 4)
* Sec. 3. TWO-YEAR LAPSE. The allocation in sec. 1 of this Act of $66,284,700 for Budget Reductions/Additions - Systemwide is made for the fiscal years ending June 30, 2001, and June 30, 2002.

* Sec. 4. LEGISLATIVE INTENT. The legislature intends to invest in the University of Alaska at a general fund level of $172,143,300 in the fiscal years ending June 30, 2001, and June 30, 2002. In addition, the legislature, through this Act, will invest $34,000,000 over two fiscal years to allow the university added flexibility in meeting the evolving needs of the state. The legislature intends to make the general fund portion of the university appropriation for fiscal year 2001 from the constitutional budget reserve fund in lieu of the general fund. The legislature intends that the general fund base for the university’s operating budget for the fiscal year ending June 30, 2003, will be $206,143,300. The legislature also recognizes the need to train Alaskans to fill teacher openings in the state and supports maintenance of the baccalaureate as well as master's level teacher training programs.

* Sec. 5. LEGISLATIVE FINDINGS. (a) The legislature finds that the University of Alaska is committed to making significant changes in its operations to

(1) develop the state’s future leaders;
(2) meet the state’s employment needs;
(3) lead in diversifying the state's economy;
(4) increase the number of trained teachers in the state.

(b) The legislature finds that the University of Alaska will accomplish these goals by providing

(1) a quality education to all university students;
(2) a complete and timely sequencing of courses for degree-seeking students;
(3) a useful education, allowing students to prepare for careers in the state;
(4) increased partnerships with the private sector focused on developing new jobs and Alaska candidates for those new jobs; and
(5) baccalaureate as well as master's level teacher training programs.

(c) The legislature intends to measure whether the University of Alaska achieves these goals by considering

(1) the increasing availability of basic programs offered by the university;
(2) the addition of programs focused on meeting employment needs and
economic diversification;
(3) the reduction in nonproductive programs and faculties;
(4) the number of students entering as freshmen who stay to complete their education at the university;
(5) the number of students graduating with an education major who find employment in Alaska in their field;
(6) whether there is an increase in revenue because of an increased number of students;
(7) whether the university establishes leadership in vocational education services in the state, including innovative programs for students in grades 10 through 14; and
(8) the percentage of Alaska-trained teachers employed in schools in the state.

* Sec. 6. SALARY AND BENEFIT ADJUSTMENTS. (a) The appropriations made to the University of Alaska in sec. 1 of this Act include amounts to implement the monetary terms of the collective bargaining agreements listed in (b) of this section and for salary and benefit adjustments for university employees who are not members of a collective bargaining unit.

(b) Funding for the following collective bargaining agreements is included in the appropriations made to the University of Alaska in sec. 1 of this Act:
(1) University of Alaska Classified Employees Association;
(2) United Academics;
(3) United Academics-Adjuncts;
(4) Alaska Community Colleges' Federation of Teachers.

(c) The operating budget appropriations made in sec. 1 of this Act to the University of Alaska include any increase or decrease caused by changes to the public employees’ retirement system or teachers’ retirement system contribution rates.

* Sec. 7. CONSTITUTIONAL BUDGET RESERVE FUND. The appropriation made in sec. 1 of this Act includes an appropriation of $206,143,300 made under art. IX, sec. 17(c), Constitution of the State of Alaska.

* Sec. 8. This Act takes effect July 1, 2000.