

University of Alaska

All Dollars in Thousands

	(GF Only)	Change	% Change	See Note:
FY17 Conference Committee (GF Only)	\$662,068.4			
FY17 Fiscal Notes	-			
CarryForward	-			
Misc Adjustments	(0.4)			
Multi-Years/Specials	-			
Vetoed	-			
FY17 Management Plan (GF only)	\$662,068.0	(\$0.4)	0.0%	
One-time Items Removed	-			
Misc Adjustments	-			
Agency Transfer In/ Out	-			
Temporary Increments (IncTs)	-			
Maintenance Increments	-			
FY18 Contractual Salary Increases	578.6			4
FY18 Adjusted Base Budget (GF only)	\$662,646.6	\$578.6	0.1%	
Lang/Lang OTIs/MiscAdj/Carryforward/MultiYears/Contingent	(0.6)			
FY18 Governor's GF Increments/Decrements/Fund Changes	(5,428.0)			
FY18 Governor's Agency Request (GF only)	\$657,218.0	(\$5,428.6)	-0.8%	
FY18 Governor's Increments, Decrements, Fund Changes and Language	FY18 Adjusted Base Budget (GF Only)	FY18 Governor's Request (GF only)	Change from FY18 Adj Base to FY18 Governor's Request	See Note:
Allocation			(\$5,428.6)	
Budget Reductions/Additions - Systemwide	2,329.2	(3,249.4)	(5,578.6)	1,2,4
Anchorage Campus	217,052.9	217,202.9	150.0	5
Non-General Fund Agency Summary	FY18 Adjusted Base Budget	FY18 Governor's Request	Change from FY18 Adj Base to FY18 Governor's Request	See Note:
Other State Funds (all allocations)	86,245.4	86,640.4	395.0	5
Federal Funds (all allocations)	150,852.7	143,852.7	(7,000.0)	2
Total Non-General Funds (all allocations)	\$237,098.1	\$230,493.1	(\$6,605.0)	
Position Changes (From FY17 Authorized to Gov)	4,734	4,270	(464)	3
PFT	4,513	4,078	(435)	
PPT	221	192	(29)	
Temp	-	-	-	
Governor's Capital Request	State Funds (GF + Other)	Federal Funds	Total	See Note:
Planning and Research	-	-	-	
Maintenance and Repairs	-	-	-	
Remodel, Reconstruction and Upgrades	-	-	-	
New Construction and Land Acquisition	-	-	-	
Equipment and Materials	-	-	-	
Information Systems and Technology	-	-	-	
Other	-	-	-	
TOTAL CAPITAL	\$0.0	\$0.0	\$0.0	

University of Alaska

The major goals of the University are to inspire learning and to advance and disseminate knowledge through teaching, research, and public service (emphasizing the North and its diverse peoples). Core services (in priority order) are as follows:

- Student instruction;
- Research: Advancing knowledge, basic and applied; and
- Service: Sharing knowledge to address community needs.

BUDGET SUMMARY

The FY18 University of Alaska (UA) general fund operating budget submitted by the Governor on December 15, 2016 is \$5,428.6 (0.8 %) *below* the FY18 Adjusted Base [an increase of \$150.0 Unrestricted General Funds (UGF) and a *decrease* of \$5,578.6 Designated General Funds (DGF)]. Significant issues are highlighted in the notes below and correspond to the numbers in the last column on the preceding spreadsheet.

MAINTENANCE OF SERVICES AND FUNDING REDUCTIONS

(Items 1, 2, and 4 are found within the Budget Reductions/Additions – Systemwide allocation.)

1. **University of Alaska FY18 Tuition Rate Increase: \$4,421.4 University Receipts (DGF).** The Board of Regents determined that tuition rates would increase by 5% for the Academic Year 2018 (fall 2017 through summer 2018). The Board of Regents Policy 05.10.010 recognizes that state general fund support is not sufficient to pay the full cost of education and that students have a responsibility to contribute to the cost of their higher education. Tuition and student fees will be established to the extent practicable in accordance with the following objectives:

- to provide for essential support to the university's instructional programs;
- to make higher education accessible to Alaskans who have the interest, dedication, and ability to learn; and
- to maintain tuition and student fees at levels that are competitive with similarly situated programs of other western states.

Tuition revenues will be used primarily to maintain and expand the educational opportunities provided to students, to preserve and improve the quality of existing programs and support services, to respond to enrollment trends, and to implement new programs.

2. **Non-UGF Reductions: (\$17,000.0) Total [(\$10,000.0) University Receipts (DGF)/ (\$7,000.0) Federal Receipts].** Non-UGF reductions were included in the Governor's submission to better match estimated revenue and expenditures – basically technical adjustments to the University's FY18 budget request.
3. **University of Alaska Position Deletions.** Between the FY17 Authorized Budget and the FY18 Governor's budget submission, the University deleted a total of 464 positions. Of the positions deleted, 239 occurred in the FY17 Management Plan and another 225 positions were deleted in the FY18 Governor's Request.

4. FY18 Contractual Salary Increases: \$578.6 University Receipts (DGF).

The December 15th budget includes a total of \$578.6 in previously negotiated compensation and benefit increases for the University of Alaska Federation of Teachers (UAFT). The compensation estimate includes the FY18 contract renewal amount for this union (2% plus a \$900.00 lump sum, one-time payment). No UGF is included for these salary adjustments. The Local 6070, United Academics Faculty (UNAC), UA Adjuncts (UNAD), and Fairbanks Firefighters Union (FFU) contracts are under negotiation for FY18. In light of budget constraints and consistent with state guidance, the Board of Regents determined no across-the-board salary increases would be made for UA staff in FY18. The FY18 staff benefit rates are projected to be similar to the FY17 rates, thus no increase in cost is expected.

Legislative Fiscal Analyst Comment: No request is included in the budget until a collective bargaining agreement has been negotiated, ratified by the membership, and approved by the UA Board of Regents. It is anticipated that an amendment will be submitted by the Governor prior to the end of the legislative session.

MENTAL HEALTH TRUST FUNDING

5. Anchorage Campus: \$1,937.6 Total [\$150.0 GF/MH / \$1,787.6 Mental Health Trust Authority Authorized Receipts (MHTAAR) (Other)].

FY18 will be the tenth year of zero-based budgeting for MHTAAR funding – meaning that all MHTAAR funding in state agencies is removed from state budgets and reconsidered by the Alaska Mental Health Trust Authority (AMHTA). Trustees approve operating and capital budgets and provide annual recommendations to the Governor and the legislature.

- The Governor's FY18 request includes one increment (Inc) and three one-time increments (IncOTI) for the Anchorage Campus projects supported by the AMHTA. Those projects total \$545.0 (\$395.0 MHTAAR/ \$150.0 GF/MH) as follows:
 - **Disability Justice – Alaska Justice Information Center – IncOTI: \$375.0 Total (\$150.0 GF/MH/ \$225.0 MHTAAR).** Funds will be used to support the operations of the Alaska Justice Information Center (AJIC). The AJIC collects data from key criminal justice agencies to create an integrated data platform to support many kinds of criminal justice research in Alaska.
 - **Housing – Grant 1377 Housing Continuum and Assisted Living Targeted Capacity Development – IncOTI: \$50.0 MHTAAR.** These funds will be used in partnership with the Department of Health and Social Services by providing training to caregivers at assisted living homes and supported housing. The grants increase the capacity of these providers to house individuals with intensive behavioral health needs.
 - **Beneficiary Employment – Supported Employment Provider Training Infrastructure and Capacity – IncOTI: \$65.0 MHTAAR.** These funds will be used to develop and implement a multi-level approach to benefits counseling and create a statewide system that includes training, credentials and certification for Community Rehabilitation Providers (CRPs) to provide quality employment placement and retention services.
 - **Workforce – Alaska Area Health Education Centers (AHECs) – Inc: \$55.0 MHTAAR.** The AHECs will implement three community-based behavioral health day camps. Locations will include Northwest, Southeast, and the Yukon-Kuskokwim and will concentrate on behavioral health career exploration to encourage and recruit youth into behavioral health occupations. (In FY17, a similar increment included Barrow, the Interior, and Southcentral.)

- The Governor's FY18 request also includes five temporary increments (IncT) for the Anchorage Campus projects, totaling \$1,392.6 MHTAAR that are related in some way to grants or projects begun in previous years. Since AMHTA reviews and re-approves all mental health projects each year, these are presented for legislative review and approval as well. Following is the list of these projects:
 - **Workforce Grant 1384 – The Alaska Training Cooperative – IncT (FY14-FY18): \$984.0 MHTAAR.** The Training Cooperative will promote career development opportunities for non-degreed professionals, direct service workers, supervisors, and professionals in the behavioral health, home and community-based, and long-term care support services working with AMHTA beneficiaries.
 - **Workforce Grant 2347 – Maintain Workforce Director – IncT (FY14-FY18): \$146.1 MHTAAR.** This grant is for a shared workforce development position, administratively housed within the University of Alaska Anchorage, Center for Rural Health and Health Workforce. The position acts as the lead point of contact on all health workforce projects and activities with emphasis and support of Medicaid Expansion, Reform and Redesign, and Criminal Justice Reinvestment.
 - **Disability Justice – Grant 582 Technical Assistance & Implementation of Disability Abuse Response Teams (D.A.R.T.) in Targeted Communities – IncT (FY14-FY18): \$110.0 MHTAAR.** This project provides training and information in collaboration with the Alaska Network on Domestic Violence and Sexual Assault to address the needs of Trust beneficiaries who are victims of crime.
 - **Disability Justice – Grant 573 Interpersonal Violence Prevention for Beneficiaries – IncT (FY14-FY18): \$80.0 MHTAAR.** This project is designed to build community behavioral health provider skills and capacity by using a train-the-trainer model to deliver a social skills curriculum to Trust beneficiaries.
 - **Disability Justice – Specialized Skills/Services Training on Serving Criminal Justice Involved Beneficiaries – IncT (FY14-FY18): \$72.5 MHTAAR.** This project supports coordination of a two-day, statewide conference focusing on best-practice community treatment modalities, interventions, and supports for serving offenders in the community with cognitive impairments. The project is managed by UA – Anchorage Campus through the Center for Human Development.

BOARD OF REGENTS' REQUEST

The FY18 Governor's operating budget submitted on December 15th is less than the University Board of Regents' request by approximately \$33.2 million (of which \$16.2 million is UGF).

ORGANIZATIONAL CHANGES

The Governor's FY18 budget maintains the FY17 single appropriation budget structure.

CAPITAL REQUEST

There are no FY18 University of Alaska capital budget requests in the Governor's submission. The Board of Regents' Budget reflected a \$50 million UGF request for Facilities Deferred Maintenance/Renewal & Repurposing. The University of Alaska system's deferred maintenance need is over \$1 billion.