



UNIVERSITY  
*of* ALASKA  
—  
*Many Traditions One Alaska*

# FY 12 Budget Presentation

## Senate Finance Subcommittee Feb. 16, 2011



# State Policy Guidance

---

- Fiscal restraint
- Strategic program investment
- Student success
- Service to the state



# Performance Measures

## FY09 – FY10

---

- 70% of degree enrollment in high demand job areas
  - 47% of total enrollment
- High demand job awards up 10.6%
- First time, full-time undergraduate retention at 68%
  - Up 1.3%
- Student credit hours up 6.6%
- Grant research up 9%
- Revenue up 7.4%
- Non-credit instruction up 47%
- AK Native enrollment at 5,057
  - All-time high 15% of total enrollment



UA Fall Enrollment is at an  
all-time high:

34,000



# FY12 Operating Budget

---

- \$885 M in spending authorization
  - \$505 M personnel
  - \$380 M non-personnel
- State funds= \$351 M
- UA receipts= \$312 M
  - Tuition= \$125 M
- Federal receipts= \$136 M
- Other= \$85 M



# FY11 Legislative Intent

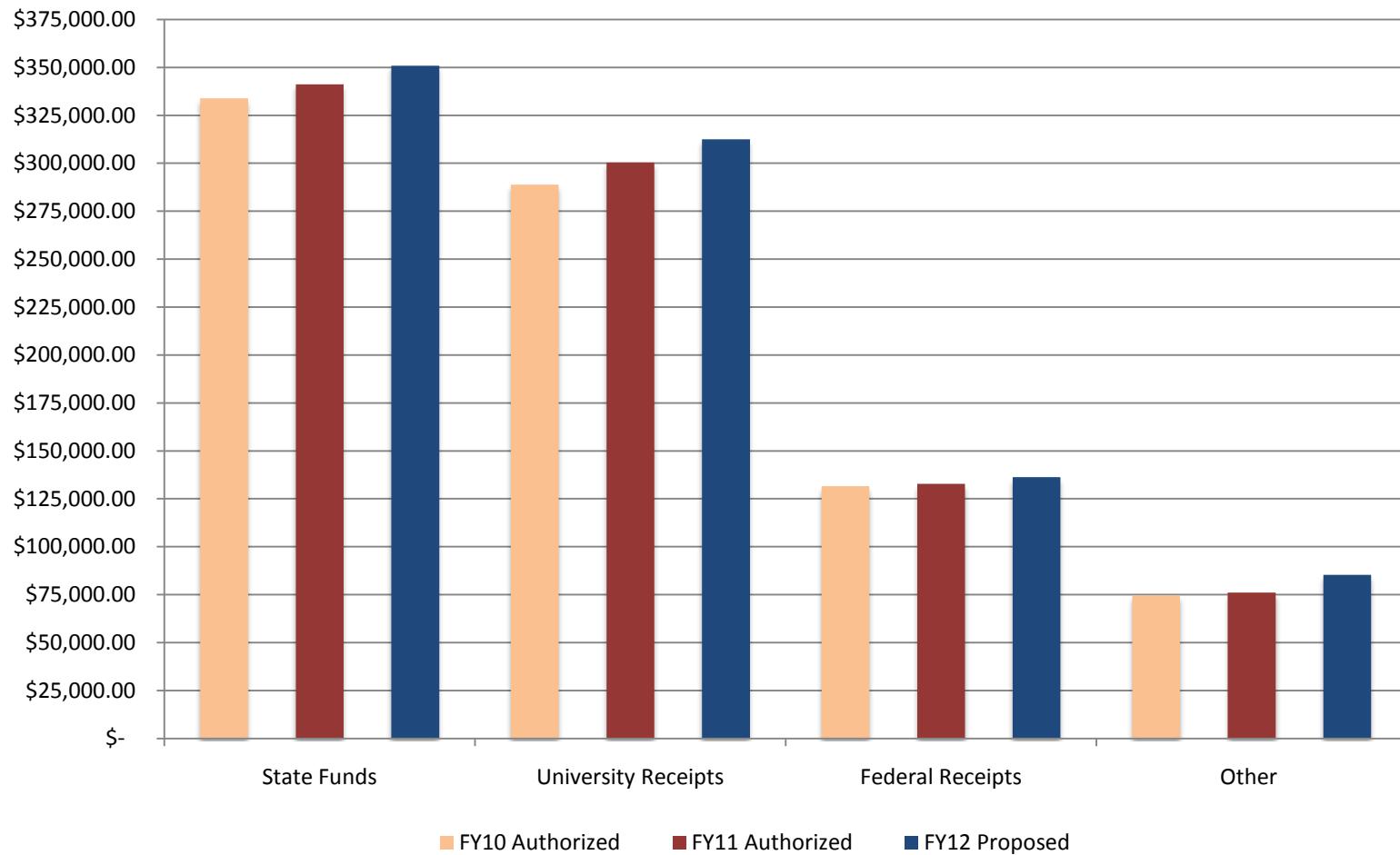
---

- It is the intent of the legislature that the University of Alaska's FY12 budget request for unrestricted general funds not exceed 129 percent of actual University Receipts for FY10. It is the intent of the legislature 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.
- It is the intent of the legislature that the University provide a report to the legislature by February 1, 2011 that specifies the amount of money transferred from and to each allocation in reference to the 3% transfer of federal receipts, unrestricted general funds, and university receipts into the Budget Reductions/Additions – Systemwide appropriation.



# University Revenue

---





# FY12 Notables

---

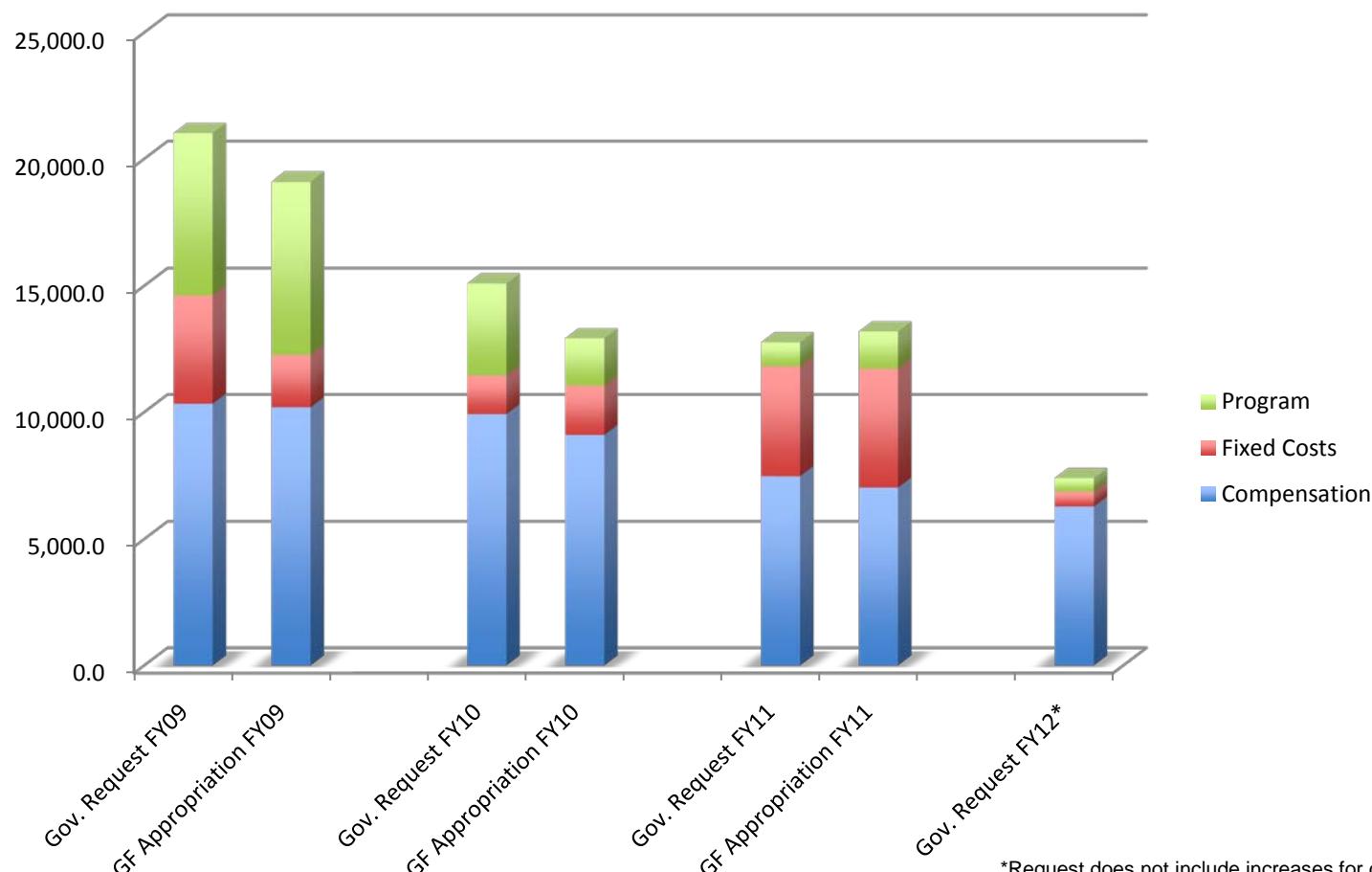
- Compensation: Avg. FY08–11=about 4%
  - FY12 = about 2% so far
- Fixed costs: Down \$3.4M (60%)
- Program requests: Down \$8.6 M (78%)



UA's FY12 general fund  
budget request is the  
smallest in 5 years



# Operating Budget Request (increment) vs. State Appropriation FY09–FY12 (in thousands)



\*Request does not include increases for collective bargaining agreements currently in negotiation.



# Examples of Pro-Active Cost Savings

---

- Statewide executive salaries frozen in FY10
- Elimination of institutional cell phones FY11
- Changes to health care benefits/providers
- Automation of enrollment and graduation processing
- Energy efficiency upgrades (UAF CTC improvements save \$43,000/year)



# Capital Budget

---

- Defer new construction/planning dollars
- Work GO Bond projects
- Full court press on deferred maintenance
  - Community campus effort included
- Create a sustainable facility maintenance and repair methodology



# Concerns

---

- Student Success=Retention/Completion
- Infrastructure
  - Deferred maintenance
  - Power Plant
- Health care costs



# Opportunities

---

- Student Success
- Alaska Native Support
- Teacher Education
- Secondary School Cooperation
- Community Campuses
- Health/Biomedical
- E-Learning
- Research
- Commercialization
- UA System Strategic Plan



# Commitment to a Maintenance Budget

---

- Maintain momentum
- Maintain quality programs for students
- Maintain service to the state