

# Fiscal Note

State of Alaska  
2024 Legislative Session

Bill Version: HB 236  
 Fiscal Note Number: \_\_\_\_\_  
 () Publish Date: \_\_\_\_\_

Identifier: HB236-UA-SYSBRA-2-2-24  
 Title: UA MAJOR MAINTEN. MODERNIZATION FUND  
 Sponsor: STAPP  
 Requester: (H) Education

Department: University of Alaska  
 Appropriation: University of Alaska  
 Allocation: Budget Reductions/Additions - Systemwide  
 OMB Component Number: 1296

**Expenditures/Revenues**

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2025	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2025 Request	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
<b>OPERATING EXPENDITURES</b>	<b>FY 2025</b>	<b>FY 2025</b>	<b>FY 2025</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>	<b>FY 2030</b>
Personal Services								
Travel								
Services								
Commodities								
Capital Outlay	35,000.0		35,000.0	35,000.0	36,000.0	37,000.0	37,000.0	
Grants & Benefits								
Miscellaneous								
<b>Total Operating</b>	<b>35,000.0</b>	<b>0.0</b>	<b>35,000.0</b>	<b>35,000.0</b>	<b>36,000.0</b>	<b>37,000.0</b>	<b>37,000.0</b>	<b>37,000.0</b>

**Fund Source (Operating Only)**

1004 Gen Fund (UGF)	35,000.0		35,000.0	35,000.0	35,000.0	35,000.0	35,000.0	35,000.0
1048 Univ Rcpt (DGF)						1,000.0	2,000.0	2,000.0
<b>Total</b>	<b>35,000.0</b>	<b>0.0</b>	<b>35,000.0</b>	<b>35,000.0</b>	<b>36,000.0</b>	<b>37,000.0</b>	<b>37,000.0</b>	<b>37,000.0</b>

**Positions**

Full-time								
Part-time								
Temporary								

**Change in Revenues**

1004 Gen Fund (UGF)	35,000.0		35,000.0	35,000.0	36,000.0	37,000.0	37,000.0
<b>Total</b>	<b>35,000.0</b>	<b>0.0</b>	<b>35,000.0</b>	<b>35,000.0</b>	<b>36,000.0</b>	<b>37,000.0</b>	<b>37,000.0</b>

**Estimated SUPPLEMENTAL (FY2024) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2025) cost:** 0.0 *(separate capital appropriation required)*

**Does the bill create or modify a new fund or account?** yes  
*(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)*

**ASSOCIATED REGULATIONS**

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? no  
 If yes, by what date are the regulations to be adopted, amended or repealed?

**Why this fiscal note differs from previous version/comments:**

Not applicable, initial version

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Approved By: <u>Michelle Rizk, Vice President</u>	Date: <u>02/02/24</u>
Agency: <u>University of Alaska</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2024 LEGISLATIVE SESSION

BILL NO. HB236

**Analysis**

The University of Alaska Major Maintenance and Modernization Fund Act aims to establish a fund, known as the “University of Alaska Major Maintenance and Modernization Fund,” to ensure the ongoing maintenance and modernization of the UA’s facilities and infrastructure.

A minimum of \$35 million can be funded annually through the language section of the state’s annual appropriation bill, providing a stable and predictable source of funding for critical infrastructure needs at the UA.

Assuming stable operating fund increases, UA commits to contributing \$1-2 million annually beginning in 2028 and growing to \$10 million by 2035.