

Agenda  
Board of Regents  
**Special Meeting of the  
Finance and Audit Committee**  
Tuesday, October 11, 2005; 9:00 a.m. – 12:00 noon  
Room 109 Butrovich Building, UAF Campus  
or  
via audioconference  
Bridge Number: 1-800-519-1987  
Access Code: \*2911614\*

**Committee Members:**

Joseph E. Usibelli, Committee Chair  
Mary K. Hughes

Carl Marrs  
Robert Martin  
Brian D. Rogers, Board Chair

**I. Call to Order**

**II. Adoption of Agenda**

**MOTION**

**"The Finance and Audit Committee adopts the agenda as presented.**

**I. Call to Order**

**II. Adoption of Agenda**

**III. Review of FY07 Operating Budget Request and FY07 Capital Budget Request and FY07-12 Capital Budget Plan**

**IV. Adjourn**

**This motion is effective October 11, 2005."**

**III. Review of FY07 Operating Budget Request and FY07 Capital Budget Request and FY07-12 Capital Budget Plan**

**POLICY CITATION**

Regents' Policy 05.01.01.A. – Budget Policy, states, "The budget of the University of Alaska represents an annual operating plan stated in fiscal terms."

**RATIONALE**

President Hamilton, Vice President Beedle, Associate Vice President Pitney, and Associate Vice President Schointuch will address questions from the Board of Regents and provide additional background and insight regarding the FY07 operating and capital budget request and the 6-year capital plan.

The reference documents attached include an updated Draft FY07 Operating Budget Request Summary, the Draft FY07 Capital Budget Request Summary and the FY07-12 Capital Budget Plan Summary. The operating budget draft has been updated to incorporate committee input from the September 2005 meeting on

## **Agenda**

Special Finance and Audit Committee

October 11, 2005

Fairbanks, Alaska

faculty and staff salary support from tuition and fees revenue. The capital request and 6-year plan summary pages are as presented in the September 2005 meeting. The links below provide the complete operating and capital budget packets as presented in September. With the exception of the operating budget update noted, no additional changes have been incorporated.

Draft FY07 Operating Budget Request Reference - September 2005 (this was the blue covered reference document):

<http://www.alaska.edu/bor/agendas/2005/FY07operating.pdf>

Draft FY07 Capital Budget Request Reference - September 2005 (this was the green covered reference document):

<http://www.alaska.edu/bor/agendas/2005/FY07capital.pdf>

Although the budget summaries have not changed significantly, much progress is being made on the budget detail. Program priorities have been identified and are being reviewed at the campuses for inclusion in the following operating budget request.

1. Continuing program to address state needs
2. Preparing Alaskans for new jobs
3. Competitive university research investment, and
4. Administrative priorities.

The campus performance-based budgeting targets and goals will be received by Friday, October 7, 2005. Refinements on utility cost increases and staff benefit projections continue. On the capital plan and budget request, the complete deferred maintenance list has been submitted to the state for consideration in a comprehensive R&R funding mechanism. The UA deferred maintenance list totals \$444M of which \$94M is included in the FY07 safety, code, ADA and R&R capital budget request priorities. Between this committee meeting and final Board of Regents' approval, scheduled for November 1, 2005, changes and improvements will accommodate the following:

- o Incorporating Finance Committee input
- o Incorporating campus performance targets
- o Finalizing program request for the enhancement/growth categories
- o Developing and refining request amounts and narrative descriptions
- o Developing consistent presentation format for operating and capital budget requests
- o Refining capital project descriptions and narratives
- o Refining FY08-12 capital planning levels for safety, code and R&R categories to include projects on the full deferred maintenance list

## **IV. Adjourn**

	State Approp.	Receipt Authority	Total
General Fund/General Fund Match	245,165.4		245,165.4
Technical Vocational Education Program Account	2,822.6		2,822.6
Mental Health Trust	200.8		200.8
Receipt Authority		466,036.0	466,036.0
<b>FY06 Operating Budget</b>	<b>\$ 248,188.8</b>	<b>\$ 466,036.0</b>	<b>\$ 714,224.8</b>

FY06 Adjusted Base Requirements

AK. Comm. Colleges' Federation of Teachers (ACCFT)			
<i>Salary Increase</i>	557.8	279.6	837.4
<i>Retirement</i>	390.1	539.1	929.2
<i>Health/Other</i>	370.5	499.6	870.1
AK. Higher Ed. Crafts and Trades Employees (AHECTE)			
<i>Salary Increase</i>	429.3	42.9	472.2
<i>Retirement</i>	510.3	57.9	568.2
<i>Health/Other</i>	433.8	51.8	485.6
United Academics Faculty (UNAC)			
<i>Salary Increase</i>	1,281.1	1,590.6	2,871.7
<i>Retirement</i>	1,378.5	2,137.4	3,515.9
<i>Health/Other</i>	1,107.9	1,923.3	3,031.2
UA Staff, Graduate Assistants, and Adjuncts			
<i>Salary Increase</i>	5,366.9	918.2	6,285.1
<i>Retirement</i>	7,403.4	1,438.1	8,841.5
<i>Health/Other</i>	6,310.9	1,323.7	7,634.6
UA Adjuncts			
<i>Salary Increase</i>	0f8.64 0 0 8.64 32 To6i		

State      Receiptu(o7tu8 /,225Aai918.2639 Tethm)Tj3o2  
 Approp.

AK. Comm. Colleges' Federation	1,318.4	1,318.3	2,636.7
AK. Higher Ed. Crafts and Trades	1,373.4	152.6	1,526.0
United Academics Faculty	3,767.5	5,651.3	9,418.8
UA Staff, Graduate Assistants, and	19,081.2	3,680.0	22,761.2
UA Adjuncts	281.1	422.0	703.1
Total	25,821.6	11,224.2	37,045.8

<i>Salary Increase</i>	7,916.2	3,253.3	11,169.5
<i>Retirement</i>	9,682.3	4,172.5	13,854.8
<i>Health/Other</i>	8,223.1	3,798.4	12,021.5
Total	25,821.6	11,224.2	37,045.8
	70%	30%	

**\*\*DRAFT\*\*FY07 Capital Budget Request Details \*\*DRAFT\*\***

MAU Project Name Safety, Code, ADA	M/C	Chan/Pres	BC Rank	FC Rank	MAU Rank	FY07			Total
						SA	Fed	Other	
<b>Main Campuses</b>									
UAA UAA Main Apartment Complex (MAC) Fire Sprinkler Install & Fire System Upgrade	M				1	1,800.0			1,800.0
UAF Elevator Safety and Modernization Upgrades	M				1	350.0			350.0
UAS Fire Alarm System Replacements	M				1	520.0			520.0
UAA UAA Student Center Fire Egress	M				2	500.0			500.0
UAF ADA Compliance	M				2	1,200.0			1,200.0
UAA ADA/Code Restroom Upgrades	M				3	750.0			750.0
UAF Physical Plant Code Corrections	M				3	2,200.0			2,200.0
UAA Asbestos Abatement	M				4	265.0			265.0
UAF LARS Sanitary Sewer	M				4	520.0			520.0
UAF Campus Wide Residential Sprinklers - Phase 2	M				5	850.0			850.0
UAF Fine Arts Code Corrections	M				6	8,250.0			8,250.0
UAF Campus Wide Fire Alarms	M				7	500.0			500.0
UAF Gruening Code Corrections	M				8	150.0			150.0
UAF Arctic Health Ceiling Seismic Upgrade	M				9	450.0			450.0
UAF Hess Commons Asbestos Removal	M				10	400.0			400.0
UAF Walsh Hall Egress Window Replacement	M				11	200.0			200.0
UAF Arctic Health Asbestos Abatement	M				12	400.0			400.0
UAF Patty Center ADA	M				13	500.0			500.0
UAF Exterior Pathway and Roadway Lighting Replacement	M				14	150.0			150.0
<b>Safety, Code, ADA Main Campuses Total</b>						<b>19,955.0</b>			<b>19,955.0</b>
<b>Community Campuses</b>									
UAA Ward Goodrich Walkway	C				1	1,300.0			1,300.0
UAS Sitka Hangar Code Corrections	C				1	320.0			320.0
UAA UAA Community Campus Safety, Code, ADA	C				2	675.0			675.0
UAA UAA Community Campus Water System Connections and Upgrades	C				3	1,750.0			1,750.0
<b>Safety, Code, ADA Community Campuses Total</b>						<b>4,045.0</b>			<b>4,045.0</b>
<b>Renewal &amp; Renovation</b>									
<b>Main Campuses</b>									
UAA UAA Campus Roof Replacement	M				1	2,400.0			2,400.0
UAF UAF High Priority Utilities Revitalization	M				1	920.0			920.0
UAS Student Services Renovation	M				1	1,950.0			1,950.0
UAA College of Arts and Sciences /Joint Psychology PhD Program Renovation	M				2	3,750.0			3,750.0
UAF Fairbanks Campus Facility Major Roof, Heating Ventilation and Electrical Renewal	M				2	10,000.0			10,000.0
UAS Auke Lake Way Campus Entry Improvements & Road Realignment	M				2	210.0			210.0
UAA UAA Fine Arts Mechanical System Renewal	M				3	3,600.0			3,600.0
UAF Arctic Health Laboratory Revitalization for Initiative Programs	M				3	5,250.0			5,250.0
UAS Hendrickson Remodel and Renovation	M				3	1,180.0			1,180.0
UAA UAA Dental Clinic Remodel	M				4	3,500.0			3,500.0
UAF Fairbanks Campus Facility Minor Roof, HVAC, Electrical and Bldg Access Renewal	M				4	2,825.0			2,825.0
UAA Campus HVAC Upgrades	M				5	850.0			850.0
UAF West Ridge Space Revitalization	M				5	500.0	2,000.0		2,500.0
UAA EM 1 and EM2 Piping Replacement	M				6	675.0			675.0
UAF Elvey Building Renewal	M				6	500.0	1,300.0		1,800.0
UAA UAA Building Automation System Renewal	M				7	750.0			750.0
UAF Pedestrian and Vehicular Facilities Revitalization	M				7	3,000.0			3,000.0
UAA ERA Aviation Research Facility Renewal	M				8	1,500.0			1,500.0
UAA UAA Mechanical/Electrical Systems Renewal	M				9	1,000.0			1,000.0
UAA Campus Wayfinding - Phase II	M				10	500.0			500.0
UAA Lucy Cuddy Center Renewal	M				11	1,500.0			1,500.0
UAA Campus Roads, Curbs and Sidewalks	M				12	150.0			150.0
UAA Wendy Williamson Auditorium - Phase II	M				13	475.0			475.0
SW Small Project Receipt Authority	M						7,500.0	7,500.0	15,000.0
<b>R&amp;R Main Campuses Total</b>						<b>46,985.0</b>	<b>7,500.0</b>	<b>10,800.0</b>	<b>65,285.0</b>
<b>Community Campuses</b>									
UAA UAA Community Campus Science Lab Renewal	C				1	2,300.0			2,300.0
UAF Community Campus Facility Roof, Heating and Structural Renewal	C				1	2,000.0			2,000.0
UAA PWSCC Campus Renewal	C				2	2,000.0			2,000.0
UAF TVCC 604 Barnette Exterior Envelope, HVAC and Electrical Revitalization	C				2	12,000.0			12,000.0
UAA Kodiak College Campus Renewal	C				3	2,500.0			2,500.0
UAA Mat-Su College HVAC and Boiler Replacement	C				4	1,000.0			1,000.0
UAA Kachemak Bay Campus Renewal	C				5	500.0			500.0
UAA KPC Kenai River Campus Renewal	C				5	645.0			645.0
UAA Mat-Su College Campus Renewal	C				6	400.0			400.0
UAA Mat-Su Exterior Parking/Road/Circulation Renewal	C				7	800.0			800.0
<b>R&amp;R Community Campuses Total</b>						<b>24,145.0</b>			<b>24,145.0</b>
<b>Other (SBDC)</b>									
UAA Small Business Development Center	M				1	550.0			550.0
<b>Other (SBDC) Total</b>						<b>550.0</b>			<b>550.0</b>

**\*\*DRAFT\*\*FY07 Capital Budget Request Details \*\*DRAFT\*\***

MAU Project Name	M/C	Chan/Pres	BC Rank	FC Rank	MAU Rank	FY07			Total
						SA	Fed	Other	
<b>Academic Equipment</b>									
UAA Anchorage Campus Lab Support for High Demand Jobs	M					1,591.0			1,591.0
UAA Anchorage Campus Program Quality and Distance Delivery	M					608.0			608.0
UAA Anchorage Campus Support for Program and Institutional Accreditation	M					375.0			375.0
UAA Community Campus Instructional Quality and Distance Delivery	M					199.4			199.4
UAA Community Campus Laboratory Support for High Demand Programs	M					140.5			140.5
UAA Sciences/Engineering Replacement Equipment	M					847.3			847.3
UAA Smart Classrooms & Instructional Phone Booths	M					711.0			711.0
UAF Biology and Wildlife Academic Equipment	M					135.0			135.0
UAF Chemistry Spectrometer	M					50.0			50.0
UAF Instructional Infrastructure	M					550.0			550.0
UAF Math and Computer Science Academic Equipment	M					130.0			130.0
UAF Natural Resources CNS Analyzer	M					60.0			60.0
UAF Online Course Management and Streaming Equipment Support	M					80.2			80.2
UAF Physics Department Computing Equipment	M					75.0			75.0
UAF Rasmuson Library Compact Shelving	M					244.0			244.0
UAF School of Engineering Academic Equipment	M					300.0			300.0
UAF Technological Support for the Arts	M					150.0			150.0
UAS Construction Technology Laboratory Equipment Renewal	M					96.0			96.0
UAS Instructional Video Distribution	M					78.0			78.0
UAS Library Security System	M					42.0			42.0
UAS Natural Sciences Laboratory Facilities Upgrade	M					65.2			65.2
UAS Project TILT (Technology Integration Lab for Teachers)	M					41.0			41.0
<b>Academic Equipment Total</b>						<b>6,568.7</b>			<b>6,568.7</b>
<b>Critical Needs Administrative IT Equipment</b>									
SW Butrovich Computer Facility Backup Generator	M	1				1,134.0			1,134.0
UAA Voice-over-IP/convergence	M	2				650.0			650.0
UAF Network Security Infrastructure	M	3				100.0			100.0
UAA Enterprise patch/configuration management	M	4				118.0			118.0
UAA Enterprise server replacement	M	5				109.0			109.0
UAF UAF Integrated Library System	M	6				105.0			105.0
SW Alaska's Digital Archives	M	7				167.0			167.0
SW Video-conference Endpoint Lifecycle Replacement	M	8				375.7			375.7
UAA Disaster recovery facility	M	9				990.0			990.0
<b>Critical Needs Administrative IT Equipment Total</b>						<b>3,748.7</b>			<b>3,748.7</b>
<b>High Priority Administrative IT Equipment</b>									
SW University Data Mart (replace RPTS)	M	10				2,000.0			2,000.0
UAF UAF Network Renewal	M	11				850.0			850.0
UAF UAF Full Wireless Deployment	M	12				225.0			225.0
SW Digital Document Infrastructure for Business Process and Workflow Enhancement	M	13				279.6			279.6
UAF Network Equipment for Emergency Failover	M	14				270.0			270.0
SW Implement a UA Test Network FY07	M	15				220.0			220.0
UAF Data Cable Upgrades	M	16				1,830.0			1,830.0
SW Butrovich Training Lab Endpoint Lifecycle Replacement	M	17				50.0			50.0
UAF KUAC Video Server for AK3 and AK1 Programming	M					680.0			680.0
<b>High Priority Administrative IT Equipment Total</b>						<b>6,404.6</b>			<b>6,404.6</b>

|

|

**University of Alaska  
FY07-FY12 Capital Plan  
Preliminary Project Summary**

By Categor	State Appr. Receipt Auth.	Total	State Appr. Receipt Auth.	Total	State Appr. Receipt Auth.	Total
------------	---------------------------	-------	---------------------------	-------	---------------------------	-------





# FY07-FY12 Capital Budget Request

MAU Project Name	M/C	FY07				FY08-FY12					Grand Total			
		SA	Fed	Other	Total	SA	Fed	Other	Total	Out-Years	SA	Fed	Other	Total

### FY07-FY12 Capital Budget Request

MAU	Project Name	M/C	FY07				FY08-FY12				Out-Years	Grand Total					
			SA	Fed	Other	Total	SA	Fed	Other	Total		SA	Fed	Other	Total		
<b>Other (SBDC)</b>																	
UAA	Small Business Development Center	M	550.0			550.0	2,528.0			2,528.0	FY08-11	3,078.0				3,078.0	
	<b>Other (SBDC) Total</b>		<b>550.0</b>			<b>550.0</b>	<b>2,528.0</b>			<b>2,528.0</b>		<b>3,078.0</b>				<b>3,078.0</b>	
<b>Academic Equipment</b>																	
UAA	Anchorage Campus Lab Support for High Demand Jobs	M	1,591.0			1,591.0						1,591.0				1,591.0	
UAA	Anchorage Campus Program Quality and Distance Delivery	M	608.0			608.0						608.0				608.0	
UAA	Anchorage Campus Support for Program and Institutional Accreditation	M	375.0			375.0						375.0				375.0	
UAA	Community Campus Instructional Quality and Distance Delivery	M	199.4			199.4						199.4				199.4	
UAA	Community Campus Laboratory Support for High Demand Programs	M	140.5			140.5						140.5				140.5	
UAA	Sciences/Engineering Replacement Equipment	M	847.3			847.3						847.3				847.3	
UAA	Smart Classrooms & Instructional Phone Booths	M	711.0			711.0						711.0				711.0	
UAF	Biology and Wildlife Academic Equipment	M	135.0			135.0						135.0				135.0	
UAF	Chemistry Spectrometer	M	50.0			50.0						50.0				50.0	
UAF	Instructional Infrastructure	M	550.0			550.0						550.0				550.0	
UAF	Math and Computer Science Academic Equipment	M	130.0			130.0						130.0				130.0	
UAF	Natural Resources CNS Analyzer	M	60.0			60.0						60.0				60.0	
UAF	Online Course Management and Streaming Equipment Support	M	80.2			80.2						80.2				80.2	
UAF	Physi3gTT1 1 Tf398 295.80002 Tm()-130s20.2 0 ,tional Quality and Dista8 22 Tm31130.075.0Tj/TT0 1 Tf20.2 0 Td(375.0)Tjment								M								

## FY07-FY12 Capital Budget Request

MAU Project Name	M/C	FY07				FY08-FY12				Out-Years	Grand Total						
		SA	Fed	Other	Total	SA	Fed	Other	Total		SA	Fed	Other	Total			
<b>Land, property acquisition</b>																	
SW Land Acquisition FY08-FY09	M					6,000.0					6,000.0	FY08-09	6,000.0				6,000.0
UAS Acquisition of Facilities Services Physical Plant Replacement	M					2,760.0					2,760.0	FY11	2,760.0				2,760.0
<b>Land, property acquisition Total</b>						<b>8,760.0</b>					<b>8,760.0</b>		<b>8,760.0</b>				<b>8,760.0</b>
<b>New Facilities - Main Campuses</b>																	
UAA Integrated Science Facility	M	55,000.0	2,000.0										55,000.0	2,000.0			57,000.0
Biological Sciences Facility (BioS) - Phase II including WR Heating and																	
UAF Cooling Plant	M	64,500.0				24,000.0					24,000.0	FY08	88,500.0				88,500.0
UAS Gitkov Building	M	1,975.0		1,180.0									1,975.0		1,180.0		3,155.0
UAF UAF Portion of State Virology Building	M	2,500.0	1,500.0										2,500.0	1,500.0			4,000.0
UAS Student Housing Dorm Addition	M	333.0				2,728.5		2,728.5			5,457.0	FY08	3,061.5		2,728.5		5,790.0
UAF Campus Life Master Plan Facilities	M	5,000.0				42,000.0		47,000.0			89,000.0	FY08,12	47,000.0		47,000.0		94,000.0
UAF UA Museum Completion	M	4,500.0											4,500.0				4,500.0
UAA UAA Public Policy Building	M	2,500.0		18,000.0									2,500.0		18,000.0		20,500.0
UAF University Public Safety Building	M	500.0				3,500.0		11,000.0			14,500.0	FY08	4,000.0		11,000.0		15,000.0
UAA Bookstore/Student Union/Wells Fargo Megaplex Expansion Planning	M	150.0		4,000.0									150.0		4,000.0		4,150.0
UAF West Ridge Research Logistical Support Facility	M	3,500.0											3,500.0				3,500.0
UAA UAA Campus Warehouse Replacement	M	1,000.0											1,000.0				1,000.0
UAF KUAC New Facility	M	100.0				1,000.0	6,000.0	9,000.0			16,000.0	FY08	1,100.0	6,000.0	9,000.0		16,100.0
UAF Seward Marine Center ARRV Support Facilities	M	75.0				22,200.0					22,200.0	FY08-10, 12	22,275.0				22,275.0
UAA School of Nursing Facility - Partnership with ANTHC	M					17,000.0	17,000.0				34,000.0	FY09	17,000.0	17,000.0			34,000.0
UAA UAA Chester Creek Classroom Building	M					11,000.0					11,000.0	FY09, 11	11,000.0				11,000.0
UAA UAA Eugene Short Building	M					2,660.0					2,660.0	FY10,12	2,660.0				2,660.0
UAF Multi-Discipline Research Center	M					62,000.0		10,000.0			72,000.0	FY08-11	62,000.0		10,000.0		72,000.0
UAF Patty Sports Complex Addition	M					1,500.0		20,000.0			21,500.0	FY09	1,500.0		20,000.0		21,500.0
UAF UAF Classroom Facility	M					28,000.0					28,000.0	FY09-11	28,000.0				28,000.0
UAF School of Management Building	M					1,000.0		12,000.0			13,000.0	FY09	1,000.0		12,000.0		13,000.0
UAF College of Engineering and Mines Expansion	M					20,500.0					20,500.0	FY09-11	20,500.0				20,500.0
UAF West Ridge Parking Garage	M					8,000.0		4,000.0			12,000.0	FY12	8,000.0		4,000.0		12,000.0
UAS Environmental Science / USFS Joint Laboratory	M					4,330.0					4,330.0	FY08-09	4,330.0				4,330.0
UAS Student Housing Apartment Construction	M					2,685.0		2,445.0			5,130.0	FY10-11	2,685.0		2,445.0		5,130.0
UAS Anderson Addition	M					500.0					500.0	FY10-11	500.0				500.0
<b>New Facilities - Community Campuses</b>																	
UAA Alaska Cultural Center & PWSCC Training Center Addition	C	2,000.0											2,000.0				2,000.0
UAA Acquisition of Property in Homer	C	2,000.0											2,000.0				2,000.0
UAA Kenai Cultural Arts and Research Center	C					600.0		5,400.0			6,000.0	FY08	600.0		5,400.0		6,000.0
UAA Kodiak College Warehouse Facility	C					500.0					500.0	FY09	500.0				500.0
UAA Mat-SU College Joint Library/Auditorium	C					10,000.0					10,000.0	FY09	10,000.0				10,000.0
<b>New Facilities - Receipt Authority</b>																	
UAA UAA Student Housing - Phase II	M			6,000.0											6,000.0		6,000.0
SW Project and Planning Receipt Authority	M		30,000.0				30,000.0				30,000.0	FY08-10		60,000.0			60,000.0
UAF Alumni House	M							2,000.0			2,000.0	FY08			2,000.0		2,000.0
<b>New Facilities Total</b>		<b>145,633.0</b>	<b>33,500.0</b>	<b>29,180.0</b>	<b>208,313.0</b>	<b>265,703.5</b>	<b>53,000.0</b>	<b>125,573.5</b>	<b>444,277.0</b>		<b>411,336.5</b>		<b>86,500.0</b>	<b>154,753.5</b>		<b>652,590.0</b>	
<b>GRAND TOTALS</b>		<b>258,034.9</b>	<b>41,000.0</b>	<b>39,980.0</b>	<b>339,014.9</b>	<b>569,654.0</b>	<b>68,500.0</b>	<b>173,283.5</b>	<b>811,437.5</b>		<b>827,688.9</b>		<b>109,500.0</b>	<b>213,263.5</b>		<b>1,150,452.4</b>	