

State of Alaska FY2025 Governor's Operating Budget

University of Alaska Budget Reductions/Additions - Systemwide RDU/Component Budget Summary

RDU/Component: Budget Reductions/Additions - Systemwide

Contribution to Department's Mission

This Results Delivery Unit (RDU) is used for budgetary purposes only. Its components are used for systemwide unallocated funding and legislative adjustments. Legislated funds are distributed at the direction of the Board of Regents to the components where the actual expenditures occur.

Core Services

- This RDU is used for budgetary purposes only. Its components are used for systemwide unallocated funding and legislative adjustments. Legislated funds are distributed at the direction of the Board of Regents to the components where the actual expenditures occur.

Major Component Accomplishments in 2023

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Key Component Challenges

This RDU is used for budgetary purposes only. Its components are used for systemwide unallocated funding and legislative adjustments. Legislated funds are distributed at the direction of the Board of Regents to the components where the actual expenditures occur.

Significant Changes in Results to be Delivered in FY2025

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Statutory and Regulatory Authority

No statutes and regulations.

Contact Information

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Budget Reductions/Additions - Systemwide Personal Services Information				
Authorized Positions			Personal Services Costs	
	<u>FY2024</u> <u>Management</u> <u>Plan</u>	<u>FY2025</u> <u>Governor</u>		
Full-time	0	0	Annual Salaries	0
Part-time	0	0	Premium Pay	0
Nonpermanent	0	0	Annual Benefits	0
			<i>Less % Vacancy Factor</i>	<i>()</i>
			Lump Sum Premium Pay	0
Totals	0	0	Total Personal Services	

Position Classification Summary					
Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
No personal services.					
Totals	0	0	0	0	0

Component Detail All Funds
University of Alaska

Component: Budget Reductions/Additions - Systemwide (1296)
RDU: Budget Reductions/Additions (233)

Non-Formula Component

	FY2023 Actuals	FY2024 Enrolled	FY2024 Authorized	FY2024 Management Plan	FY2025 Governor Adjusted Base	FY2025 Governor	FY2024 Management Plan vs FY2025 Governor	
1000 Personal Services	0.0	1,275.0	0.0	0.0	17,516.0	17,516.0	17,516.0	100.0%
2000 Travel	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
3000 Services	0.1	1.0	1.0	1.0	1.0	12,747.0	12,746.0	1274600.0 %
4000 Commodities	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
5000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
7000 Grants, Benefits	0.0	96.2	96.2	0.0	0.0	0.0	0.0	0.0%
8000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	0.1	1,372.2	97.2	1.0	17,517.0	30,263.0	30,262.0	3026200.0 %
Fund Sources:								
1002 Fed Rcpts (Fed)	0.0	0.0	0.0	0.0	2,516.8	2,516.8	2,516.8	100.0%
1004 Gen Fund (UGF)	0.0	1,275.0	0.0	0.0	6,130.6	10,461.7	10,461.7	100.0%
1048 Univ Rcpt (DGF)	0.0	0.0	0.0	0.0	8,868.6	17,283.5	17,283.5	100.0%
1151 VoTech Ed (DGF)	0.0	96.2	96.2	0.0	0.0	0.0	0.0	0.0%
1234 LicPlates (DGF)	0.1	1.0	1.0	1.0	1.0	1.0	0.0	0.0%
Unrestricted General (UGF)	0.0	1,275.0	0.0	0.0	6,130.6	10,461.7	10,461.7	100.0%
Designated General (DGF)	0.1	97.2	97.2	1.0	8,869.6	17,284.5	17,283.5	1728350.0 %
Other Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Federal Funds	0.0	0.0	0.0	0.0	2,516.8	2,516.8	2,516.8	100.0%
Positions:								
Permanent Full Time	0	11	0	0	0	0	0	0.0%
Permanent Part Time	0	0	0	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0	0	0	0.0%

Change Record Detail - Multiple Scenarios with Descriptions
University of Alaska

Component: Budget Reductions/Additions - Systemwide (1296)

RDU: Budget Reductions/Additions (233)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2024 Enrolled To FY2024 Authorized *****												
University of Alaska Funding from Alaska TVEP Account Sec57(c) Ch1 SLA2023 P143 L29 (HB39)												
1151 VoTech Ed	Enrol(L)	96.2	0.0	0.0	0.0	0.0	0.0	96.2	0.0	0	0	0
FY2024 Enrolled												
1004 Gen Fund	Enrolled	1,275.0	1,275.0	0.0	1.0	0.0	0.0	0.0	0.0	11	0	0
1234 LicPlates		1.0										
Developing Alaska's Workforce Programs												
1004 Gen Fund	Veto	-1,275.0	-1,275.0	0.0	0.0	0.0	0.0	0.0	0.0	-11	0	0
Preserve general funds for savings and fiscal stability.												
Subtotal		97.2	0.0	0.0	1.0	0.0	0.0	96.2	0.0	0	0	0
***** Changes From FY2024 Authorized To FY2024 Management Plan *****												
Transfer Technical Vocational Education Program Funds to Align with Distributions												
1151 VoTech Ed	Trout	-96.2	0.0	0.0	0.0	0.0	0.0	-96.2	0.0	0	0	0
Transfers between allocations to reallocate Technical Vocational Education Program funding to FY2024 programs approved by the University of Alaska Workforce Development Committee.												
Budget Reductions/Additions – Systemwide: (\$96.2)												
Systemwide Services: (\$22.1)												
Anchorage Campus: (\$315.3)												
Kenai Peninsula College: \$137.5												
Kodiak College: \$201.9												
Matanuska-Susitna College: (\$68.0)												
Fairbanks Campus: \$172.3												
Bristol Bay Campus: \$11.4												
Northwest Campus: \$19.5												
University of Alaska Fairbanks Community Technical College: (\$205.5)												
Juneau Campus: (\$90.7)												
Ketchikan Campus: \$234.0												
Sitka Campus: \$21.2												
Subtotal		1.0	0.0	0.0	1.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail - Multiple Scenarios with Descriptions
University of Alaska

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Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2024 Management Plan To FY2025 Governor Adjusted Base *****												
Faculty and Staff Compensation Increases												
	SalAdj	17,516.0	17,516.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts		2,516.8										
1004 Gen Fund		6,130.6										
1048 Univ Rcpt		8,868.6										
Subtotal		17,517.0	17,516.0	0.0	1.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2025 Governor Adjusted Base To FY2025 Governor *****												
Property Insurance, Cyber Security, Maintenance and Other Fixed Cost Increases												
	Inc	12,946.0	0.0	0.0	12,946.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		4,531.1										
1048 Univ Rcpt		8,414.9										

In accordance with the University of Alaska's (UA) mission, the university is committed to providing a competitive total compensation package, including salary and benefits, that will attract, retain, and reward high-performing employees who share a passion for higher education. The University of Alaska strives to make employee compensation performance-based, competitive to institutions with similar missions, and commensurate with the individual's level of responsibility.

The FY2025 funding includes a 2.5 percent wage increase for employee groups as required by collective bargaining agreements and non-union staff.

In FY2025, the university's medical (including dental and vision) plan is expecting an increase in premium costs. The FY2025 budget includes \$4 million (\$3.4 million in state funds) to help offset the cost increases.

Utilities and Contractual Services: \$4,385.0

In FY2025, the University of Alaska expects utility costs to increase, driven by rising rates and commodity expenses. Custodial costs will also rise due to contract renewals, incorporating wage increases and supply expenses. Additionally, there are projected increases in software and information technology professional costs to support the expanding online and hybrid academic platforms, covering software licensing renewals and funding for technology capacity and staffing needs.

Aak'w Ta Hit New Facility Operations and Maintenance: \$306.0

The facility is scheduled to be operational in spring 2024. This request estimates the additional operating and maintenance costs associated with this 11,000 gross-square-foot facility.

Cyber Security and Information Technology: \$1,655.0

Additional funding is crucial to address the increased cyber threats targeting higher education and to meet evolving data privacy and security standards. The University of Alaska plans to use the funds to enhance tools, capabilities, and staffing centrally and at each university. Key focuses include expanding multi-factor authentication, supporting new data security requirements, strengthening threat detection and response, fortifying platform security, and implementing a system-wide information technology risk management program.

Facilities Maintenance: \$4,000.0

Facilities maintenance funding is vital to preserve critical assets at the University of Alaska. The university allocates a portion of its annual operating appropriation

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Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
for facility maintenance, aiming to increase it from \$27.6 million in FY2024 to a minimum of \$60.0 million. Adequate funding is crucial to prevent costly facility failures and address deferred maintenance.												
Insurance Premiums: \$2,600.0 The property insurance market is currently the most challenging in a generation, according to the American Property Casualty Insurance Association (APCIA). Factors contributing to this difficulty include inflation, supply chain constraints, and increased catastrophic weather events. Economic inflation is fueled by post-pandemic supply chain issues, causing a rise in construction costs. The National Oceanic and Atmospheric Administration (NOAA) reports a record eighth consecutive year of billion-dollar disasters. The result is higher insurance costs, reduced coverage, increased retention, and stricter terms. While the University is working to mitigate these increases, maintaining a baseline of insurance coverage is crucial for potential losses from unforeseen events.												
Alaska Tuition Assistance for Alaska National Guard and Naval Militia Members												
1004 Gen Fund	Dec	-200.0	0.0	0.0	-200.0	0.0	0.0	0.0	0.0	0	0	0
Members of the Alaska Air Guard, Army Guard, and Naval Militia are eligible for tuition assistance. This support applies to educational opportunities at the University of Alaska and extends to various trade programs within the State of Alaska. Over the last several years, members have shifted from the traditional university system to other trade and workforce development environments. The University of Alaska's budget has \$408.0 unrestricted general fund (UGF) budgeted, this reduction will bring the remaining funding to \$208.0 UGF and allow for continued support to members. In FY2025, the Department of Military and Veterans' Affairs, providing flexibility for Alaska Air Guard, Army Guard, and Naval Militia members to explore a broader range of educational and training options beyond University of Alaska courses.												
Totals		30,263.0	17,516.0	0.0	12,747.0	0.0	0.0	0.0	0.0	0	0	0