



## Issue Brief: UCAT New Facilities O & M

HIGHER EDUCATION APPROPRIATIONS SUBCOMMITTEE

### SUMMARY

The Analyst recommends replacing \$19,400 in FY 2010 O & M funding and one-time funding reductions for FY 2011 O & M at two UCAT campuses, totaling \$702,200.

### OBJECTIVE

Funding of O & M for new and renovated facilities helps to maintain the buildings and preserve the State's capital investments on UCAT campuses. Last year, the Legislature reduced O & M funding by \$19,400 at the Uintah Basin ATC based on information presented during the 2009 General Session that the Vernal building would not be completed until July 19, 2009. The facility was completed earlier than that and so the Analyst recommends replacing that \$19,400 as a one-time FY 2010 supplemental. Two other UCAT campuses have been approved and funded by the Legislature for new buildings and their O & M. Funding for O & M was put in the base funding, then taken out on a one-time basis while the building is under construction.

### DISCUSSION AND ANALYSIS

In the 2006 General Session, the Legislature approved a new building for the Uintah Basin ATC. Funding in the amount of \$393,200 was approved for the O & M expenses. This was offset in the FY 2007 and FY 2008 budget with a one-time reduction of the same amount. During the 2008 General Session, six months of O & M funding was offset, based on the projected completion date of January 1, 2009. During the 2009 General Session, the remaining six months of O & M funding was offset; plus an additional \$19,400, based on the revised projected completion date of July 19, 2009. The facility was completed on the July 1, 2009 date, and so the \$19,400 should not have been reduced from the O & M budget. The Analyst recommends a one-time FY 2010 supplemental appropriation for the building's O & M in the amount of \$19,400.

During the 2009 General Session, the Legislature approved the Northern Utah County building for the Mountainland ATC. Funding in the amount of \$513,800 was approved for the O & M expenses. This was offset in the FY 2010 budget with a one-time reduction of the same amount. The building is scheduled for completion on January 1, 2011, which will leave six months of FY 2011 where O & M will not be needed. Also during the 2009 General Session, the Legislature approved the Health Technology Building at the Ogden/Weber ATC, with O & M funding of \$445,300. The projected completion date for this building is July 1, 2011, meaning that no O & M will be required during FY 2011.

The total one-time O & M recommendation for FY 2010 for the Uintah Basin ATC is \$19,400; the recommended FY 2011 one-time reduction for Mountainland and Ogden/Weber ATCs is \$702,200.

**UCAT New Facilities Operations and Maintenance  
FY 2010 Recommendation**

	<u>Completion Date</u>	<u>LFA FY 2010 Recommendation</u>
<u>Previously-Approved Projects:</u>		
<u>2006 General Session:</u>		
Uintah Basin ATC		
Vernal Building	1-Jul-10	\$19,400
<b>Total FY 2010 UCAT O &amp; M Recommendation</b>		<b><u><u>\$19,400</u></u></b>

**UCAT New Facilities Operations and Maintenance  
FY 2011 One-time Reductions**

	<u>Expected Completion Date</u>	<u>O &amp; M Base Budget FY 2010</u>	<u>One-time FY 2010 Reduction</u>	<u>LFA FY 2011 Priority List Recommendation</u>
<u>Previously-Approved Projects:</u>				
<u>2006 General Session:</u>				
Uintah Basin ATC				
Vernal Building	19-Jul-09	393,200	(19,400)	
<u>2009 General Session:</u>				
Mountainland ATC				
No. Utah County Campus Building	1-Jan-11	\$513,800	(\$513,800)	(\$256,900)
Ogden/Weber ATC				
Health Tech. Building	1-Jul-11	445,300	(445,300)	(445,300)
<b>Total</b>		<b><u><u>\$959,100</u></u></b>	<b><u><u>(\$959,100)</u></u></b>	<b><u><u>(\$702,200)</u></u></b>