

Issue Brief – UCAT New Facilities O & M

NUMBER UCAT-02

SUMMARY

The Analyst recommends approval of funding in the amount of \$21,000 for the FY 2008 operations and maintenance of the Southeast ATC Blanding Building. Also recommended is \$19,300 for the FY 2007 costs of the same building. In addition, the Analyst recommends a one-time reduction in the base budget O& M for the approved Uintah Basin ATC Vernal building in the amount of \$393,200.

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.

DISCUSSION AND ANALYSIS

The non-state funded building in Blanding was approved by the Legislature in 2004 and recently opened. Funding for the building’s FY 2007 O & M was not approved by the Legislature. The FY 2007 cost is expected to be \$19,300; the full year cost is \$21,000. This reflects O & M costs of \$6.00 per square foot for the 3,500 square foot building.

Last year, 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 budget with a one-time reduction of the same amount. Since the building will not be opening during FY 2008, the Analyst recommends another one-time reduction of \$393,200.

UCAT New Facilities Operations and Maintenance FY 2008 One-time Reductions				
	<u>Expected Completion</u>	<u>Base Budget FY 2008</u>	<u>One-time Reduction FY 2008</u>	<u>Net Recommendation FY 2008</u>
<u>O & M For Previously-Approved Projects:</u>				
Uintah Basin ATC				
Vernal Building	(In design)	\$393,200	(\$393,200)	\$0
Total FY 2008 UCAT One-time Reductions		\$393,200	(\$393,200)	\$0

