

FY 2009 Issue Brief – HED – UCAT New Facilities O & M

NUMBER UCAT-01

SUMMARY

The Analyst recommends the placement of two one-time reductions for O & M funding at UCAT campuses, totaling \$442,900, on its priority list.

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. One facility at each of two UCAT campuses has been approved and funded by the Legislature. 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. The building is scheduled to be in operation January 1, 2009, so will only need O & M funding for six months of FY 2009. The one-time reduction is \$196,600.

During the 2007 General Session, the Legislature approved a Technology/Manufacturing building for the Davis ATC. Funding in the amount of \$422,200 was approved for the O & M expenses. This was offset in the FY 2008 budget with a one-time reduction of the same amount. The building is scheduled to be in operation February 1, 2009, so will only need O & M funding for five months of FY 2009. The one-time reduction is \$246,300.

The total one-time reduction for FY 2009 for the two facilities is \$442,900.

UCAT New Facilities Operations and Maintenance FY 2009 One-time Reductions				
	Expected Completion Date	Base Budget	One-time FY 2008 Reduction	LFA FY 2009 Recommendation
<u>O & M For Previously-Approved Projects:</u>				
Uintah Basin ATC				
Vernal Building	31-Dec-08	\$393,200	(\$393,200)	(\$196,600)
Davis ATC				
Technology/Manufacturing Building	1-Feb-09	422,200	(422,200)	(246,300)
Total FY 2009 UCAT One-time Reductions		\$815,400	(\$815,400)	(\$442,900)

