SUMMARY

All state-funded UCAT facilities have the appropriate O & M funding for both the current fiscal year (FY 2011) and the upcoming fiscal year (FY 2012). This Issue Brief is informational only; no action is required.

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. As there are no FY 2012 O & M adjustments, this Issue Brief is to give legislators an update on O&M approved last year.

DISCUSSION AND ANALYSIS

In the 2010 General Session, the Legislature looked at three new UCAT facilities for adjustments to their O & M appropriations. These included the Mountainland ATC’s North Utah County Campus Building, Ogden/Weber ATC’s Health Technology Building, and Uintah Basin ATC’s Vernal Building.

The Mountainland ATC’s North Utah County Campus Building, located near Thanksgiving Point, was approved for construction in the 2009 General Session and was completed at the end of 2010. The opening of the building was recently held and student instruction has begun. The annual O & M costs were estimated at $513,800. An ongoing appropriation of that amount was included in the FY 2010 base, offset by a one-time reduction of the same amount. For FY 2011, the Legislature approved a one-time reduction in the amount of $214,100 to reflect the completion date of November 30, 2010.

The Health Technology Building is currently under construction on the Ogden/Weber ATC campus. Its projected completion date is June 1, 2011, which is the same date that was presented to the Legislature during the 2010 General Session. The annual ongoing O & M is estimated at $445,300. This amount was appropriated as an ongoing amount during the 2009 General Session, and offset for FY 2010 with a one-time reduction. For FY 2011, a one-time reduction of $408,200 was approved, reflecting the operation of the building for one month during FY 2011. The building will utilize the full ongoing appropriation in FY 2012.

The Uintah Basin ATC Vernal Building was approved in the 2006 General Session. At that time, an ongoing appropriation of $393,200 was approved, and offset with one-time reductions in FY 2007, FY 2008, and FY 2009. The building became operational in July 2009 and has utilized the ongoing appropriation beginning in FY 2010 for the facility.

No UCAT facilities were approved during the 2010 General Session, so all of the state-funded UCAT facilities have the appropriate O & M funding for FY 2011 and FY 2012.