



USTC OPERATIONS AND MAINTENANCE

STATE-FUNDED FACILITIES

HIGHER EDUCATION APPROPRIATIONS SUBCOMMITTEE
STAFF: SEÁN C. FAHERTY

ISSUE BRIEF

SUMMARY

The Analyst recommends that the Subcommittee approve several one-time reductions in FY 2018 for O & M funding that is currently in Ogden-Weber Technical College and Uintah Basin Technical College base budgets. This reduction reflects the expected timing of the completion of their Business Depot Ogden Bay 2 and Welding Technology Building projects. The Analyst also recommends that the Subcommittee approve a one-time reduction of \$53,800 in FY 2019 for O&M funding for Uintah Basin Technical College’s Welding Technology Building which is in Uintah Basin’s base budget and it expected to be completed January 19, 2019.

OBJECTIVE

Funding of O & M for new and renovated facilities help to maintain the buildings and preserve the State’s capital investment on UCAT campuses.

DISCUSSION AND ANALYSIS

Several years ago, the Legislature approved a new policy for state-funded buildings, where the O & M for a new building would be funded at the time the building was approved. The O & M funding is appropriated, but is offset with one-time reductions until the building is completed and ready for occupancy. This policy brings the O & M costs to the attention of the Legislature as a cost of the building, not later as a cost that needs to be prioritized with other requests. This policy seems to be working to the benefit of both the Legislature and the campuses. (This policy only applies to state-funded buildings, so the O & M for non-state funded buildings still needs to go through the appropriations request process.)

USTC New Facilities Operations and Maintenance					
FY 2018 and FY 2019 One-time Adjustments					
	Expected Completion Date*	O & M Base Budget FY 2018	Original FY 2018 Reduction	LFA Add'l FY 2018 Recomm.	LFA FY 2019 Priority List Recomm.
<u>2016 General Session</u>					
Dixie Tech					
Main Campus	9-Oct-17	\$1,366,400	(\$374,400)		
Ogden Weber Tech					
Business Depot	27-Aug-17	\$336,200	(\$14,000)	(\$38,500)	
<u>2017 General Session</u>					
<u>Uintah Basin</u>					
Welding Technology Building	19-Jan-19	\$97,300	(\$97,300)		(\$53,800)
Total		\$1,799,900	(\$485,700)	(\$38,500)	(\$53,800)
* Completion dates provided by DFCM					