



UNIVERSITY OF HAWAII

David McClain
Interim President

September 23, 2005

MEMORANDUM

TO: The Honorable Georgina K. Kawamura
Director of Finance

The Honorable Calvin K.Y. Say
Speaker, House of Representatives

The Honorable Robert Bunda
President of the Senate

FROM: David McClain
Interim President

A handwritten signature of David McClain in black ink.

SUBJECT: SUPPLEMENTAL OPERATING AND CAPITAL IMPROVEMENTS
PROGRAM BUDGET REQUEST FOR FISCAL YEAR 2006-2007

Transmitted herewith in accordance with Section 37-68, Hawai'i Revised Statutes, is the University of Hawai'i's Operating and Capital Improvements Program (CIP) Budget Request for Supplemental Year 2006-2007, as approved by the University of Hawai'i Board of Regents on September 16, 2005.

Supplemental Operating Budget

The University's general fund supplemental operating budget request totals \$41,501,457 and 395.75 permanent positions. In addition, the request includes special fund ceiling increases for the Center for the Nursing Program at Mānoa campus and for the Community Colleges for their Tuition and Fees Special fund expenditures.

The individual items that comprise the supplemental budget request focused on four key priorities:

- **Serving Native Hawaiians** through expanded recruitment and support services to increase retention and graduation rates, and honoring the host culture through expanded curricular offerings and staffing on Hawaiian language and Cultural Studies.

- **Meeting Enrollment Demands** by clarifying institutional missions in order to ensure student access to affordable and appropriate education and training opportunities.
- **Expanding Workforce Development and Economic Diversification Initiatives** to meet the needs of the State in areas of occupational growth as well as personnel shortages, and leveraging the resources of the University for economic expansion and job creation.
- **Addressing Infrastructure, Repair and Maintenance Needs** in order to protect the State's investment in physical plant and sustain the facilities for future generations and challenged underfunded areas like compliance with Title IX requirements.

The budget proposals submitted by each of the ten Chancellors reflect these priorities within the mission and context of each campus.

The following Operating Budget documents pursuant to your instructions are enclosed:

Attachment 1: Form A Operating Budget Adjustment Request (2 copies)

Attachment 2: Form B Summary Listing of All FY 07 Budget Requests

Capital Improvements Program Budget

The University of Hawai'i CIP Budget for Supplemental Year 2006-2007 includes a total of fifteen projects totaling \$189.948 million, of which \$187.048 million is from State general obligation bonds. The projects included in the University of Hawai'i's CIP Budget meet the criteria established in Finance Memorandum 05-07 by addressing critical needs and high priority projects.

The University of Hawai'i's first priority, Health, Safety, and Code Requirements, requires \$12.666 million and includes imminent health, safety, and code issues ranging from emergency elevator repairs to mold eradication projects. \$88.4 million for our second priority, Capital Renewal and Deferred Maintenance, is necessary to combat our growing backlog of deferred maintenance, which is currently estimated at \$175 million. This is in addition to the annual requirement of \$32 million to maintain our \$1.6 billion building inventory that is approaching 100 years old. Priority three, Infrastructure Improvements, requires \$4.521 million for critical infrastructure upgrades at our campuses.

Priorities four through twelve are high priority projects that were included in the Board of Regents' CIP Budget for Fiscal Biennium 2005-2007. Priority thirteen includes \$33.553 million for the development of the University of Hawai'i-West O'ahu. This amount will

provide for the design of facilities and partial infrastructure cost, which will assist in the public/private development of the campus. The private interest includes the development rights on non-campus lands. The \$33.553 million is necessary to preserve land areas for future campus expansion.

Priority fourteen includes \$3.206 million for planning documents at various University campuses. Priority fifteen is a funding authorization request for the University of Hawai'i at Hilo.

The following CIP budget documents are enclosed:

Attachment 1: Summarizes the University of Hawai'i Board of Regents' CIP Budget for Supplemental year 2006-2007

Attachment 2: Itemizes Systemwide Lump Sum Projects

Attachment 3: Project Descriptions and Justifications

If there are any questions regarding the University's Supplemental Budget Request, please call the University's Budget Office or the Office of Capital Improvements.

Attachments

c: David Iha, Executive Administrator and Secretary, BOR
Sam Callejo, Vice President for Administration
Jan Yokota, Director of Capital Improvements
Glenn Nakamura, Interim Budget Director
Council of Chancellors

**FY 07 SUPPLEMENTAL BUDGET
DEPARTMENT SUMMARY OF OPERATING BUDGET ADJUSTMENT REQUESTS
UNIVERSITY OF HAWAII**

	MOF	FY 07		
		FTE (P)	FTE (T)	\$ Amount
Dep't. Current (Act 178/05) Budget by MOF	A	5,692.84	122.25	588,577,553
	B	182.25	10.00	154,372,995
	N	97.66	4.00	10,085,730
	R	-	-	-
	S	-	-	-
	T	-	-	-
	U	-	-	-
	W	323.75	-	169,917,603
	X	-	-	-
TOTAL		6,296.50	136.25	922,953,881

Request Cat	B&F Code	Prog ID/Org	Depart Priority	Description	MOF	DEPARTMENT REQUEST		
						FTE (P)	FTE (T)	\$ Amount
O		100 AA		Electricity Increases	A	-	-	4,338,344
O		100 AA		Sewer Fee Increase	A	-	-	224,673
O		100 AA		Service Maintenance Contracts	A	-	-	845,000
O		100 AA		Financial Aid Administrators - OSA	A	6.00	-	280,000
O		100 AA		Facilities Improvement - Edmonson Hall	A	-	-	115,000
O		100 AA		New Position to Replace College of Education Position Transferred to UH West Oahu	A	1.00	-	55,000
O		100 AA		Additional Security Officers	A	16.00	-	480,000
O		100 AA		Infrastructure Support	A	7.00	-	450,000
O		100 AA		Arts and Sciences Student Services Positions	A	8.50	-	479,019
O		100 AA		College Wide Support, ITS Specialists	A	2.00	-	107,100
O		100 AA		Restoration of Arts and Humanities Budget Base	A	-	-	400,000
O		100 AA		Restoration of Arts and Humanities Tenure Track Positions	A	6.00	-	360,000
O		100 AA		Kula Maintenance and Operations	A	2.00	-	832,616
O		100 AA		Faculty to Meet Enrollment Demand - Social Work	A	3.00	-	210,000
O		100 AA		Banner Support	A	6.00	-	348,000
O		100 AA		Electrical Engineering Faculty	A	3.00	-	175,000
O		100 AA		Academy for Creative Media Faculty	A	4.00	-	240,000
O		100 AA		Extend Library Building Hours	A	1.00	-	101,408
O		100 AA		Faculty to Meet Enrollment Demand NREM - CTAHR	A	2.00	-	175,000
O		100 AA		Faculty FCS - CTAHR	A	4.00	-	250,000
O		100 AA		Golf Course Turf Management - CTAHR	A	2.00	-	250,000
O		100 AA		Information Technology Infrastructure - OSA	A	2.00	-	121,732
O		100 AA		Access to Graduate Education in Nursing	A	4.50	-	210,710
O		100 AA		Access to Undergraduate Nursing	A	5.50	-	360,149
O		100 AA		Access to the Dental Hygiene Program	A	3.00	-	172,512
O		100 AA		Hawaiian Initiatives	A	-	-	1,200,000
O		100 AA		Staff Support for the School of Nursing	A	4.00	-	183,389
O		100 AA		Meet Enrollment Demands KOKUA	A	2.00	-	122,500

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UNIVERSITY OF HAWAII**

O	100 AA	Establish MA in Hawaiian Studies	A	2.50	-	173,812
O	100 AA	Director of Research	A	1.00	-	110,000
O	100 AA	Restore Abolished Positions for Arts and Humanities	A	1.00	-	-
O	100 AA	Restore Abolished Positions for College of Business Administration	A	3.00	-	-
O	100 AA	Restore Abolished Positions for Natural Sciences	A	4.00	-	-
O	100 AA	Restore Abolished Positions for the Cancer Research Center of Hawaii	A	1.00	-	-
O	100 AA	Restore Abolished Positions for College of Education	A	1.00	-	-
O	100 AA	Restore Abolished Positions for College of Engineering	A	2.00	-	-
O	100 AA	Restore Abolished Positions for Office of Student Affairs	A	1.00	-	-
O	100 AA	Restore Abolished Positions for Library Services	A	1.00	-	-
O	100 AA	Restore Abolished Positions for School of Ocean & Earth Science & Technology	A	4.00	-	-
O	210 BB	College of Pharmacy	A	12.00	-	1,414,671
O	210 BB	Additional Student Services Staff and Operations for Past Enrollment Growth	A	16.00	-	653,812
O	210 BB	Operation of Educational Astronomical Observatory	A	1.00	-	104,400
O	210 BB	Office of International Affairs	A	2.00	-	70,128
O	210 BB	Achieving Title IX Compliance for UH Hilo Athletics	A	6.00	-	576,279
O	210 BB	Increase Recruitment of Native Hawaiian Students	A	4.00	-	191,296
O	210 BB	Meeting Growth in Utility Costs	A	-	-	200,000
O	210 BB	Native Hawaiian Initiatives	A	21.00	-	1,022,108
O	210 BB	General Infrastructure/Repair and Maintenance	A	15.00	-	756,154
O	210 BB	Expand On-Campus Services for Native Hawaiian Students	A	3.00	-	143,000
O	210 BB	Entrepreneurship Training and Technology Management	A	2.00	-	327,000
O	210 BB	Implementation of WASC Recommendations for EEO/AA Office Staffing and Operational Funding	A	1.00	-	32,000
O	210 BB	Strengthen College of Agriculture, Forestry and Natural Resource Management to Complement USDA	A	3.00	-	165,000
O	210 BB	Office of Research and Graduate Studies	A	6.00	-	250,796
O	210 BB	Implementation of the Masters of Science Program in Tropical Conservation Biology	A	6.00	-	411,964
O	210 BB	Masters Degree in Counseling Psychology	A	3.00	-	176,444
O	210 BB	Enhance Employability of UH Hilo Students and Graduates	A	3.00	-	132,767
TR	210 BB	Transfer Funds for College of Hawaiian Language	A	-	-	250,000
O	700 JJ	Elementary Education	A	5.00	-	350,000
O	700 JJ	Financial Aid Office	A	2.00	-	96,358
O	700 JJ	Hawaiian Pacific Studies	A	1.00	-	65,000
O	700 JJ	Administrative Fiscal Support Specialist	A	1.00	-	35,000
O	700 JJ	Librarian Position	A	0.50	-	16,000
O	700 JJ	Clerk Typist II Position for Student Services	A	1.00	-	30,000
O	700 JJ	Student Services Specialist Position	A	1.00	-	42,000
O	700 JJ	Library Online Support	A	-	-	12,000
O	700 JJ	IT Support	A	-	-	60,000
TR	700 JJ	Transfer Funds for Accreditation	A	-	-	325,000
O	800 DD	Utilities Shortfall	A	-	-	2,399,677
O	800 DD	Program Review/Program Improvement Fund	A	9.25	-	1,683,243
O	800 DD	Rapid Response Workforce Development Fund	A	1.00	-	1,054,492
O	800 DD	Support for Native Hawaiian Programs	A	16.00	-	847,581
O	800 DD	Increase Technological Support	A	2.00	-	102,676
O	800 DD	Additional Security Support	A	-	-	50,000
O	800 DD	Faculty and Staff Professional Development	A	-	-	50,000
O	800 DD	Aeronautic Maintenance Program (AERO) Lease Agreement	A	-	-	324,000

**FY 07 SUPPLEMENTAL BUDGET
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UNIVERSITY OF HAWAII**

O	800 DD	Equipment Replacement	A	-	-	100,000
O	800 DD	Improve Student Recruitment and Retention	A	3.00	-	121,944
O	800 DD	Distance and Blended Learning Infrastructure Support	A	3.00	-	231,404
O	800 DD	Improve Academic and Student Support Services	A	1.00	-	41,762
O	800 DD	Recruit and Serve International Students	A	1.00	-	39,753
O	800 DD	Teaching Load Reduction	A	-	-	103,965
O	800 DD	R&M Funds/Furniture Replacement	A	-	-	400,000
O	800 DD	Improve Student Support Services	A	3.00	-	229,363
O	800 DD	Support Campus Business and Training Processes	A	1.00	-	57,325
O	800 DD	Support for Business Office	A	2.00	-	64,770
O	800 DD	Professional Development	A	-	-	50,000
O	800 DD	UH/DOE Collaboration	A	1.00	-	71,381
O	800 DD	Workforce Development	A	3.00	-	126,663
O	800 DD	Strengthen Developmental Education	A	2.00	-	93,166
O	800 DD	Distance Learning Infrastructure	A	2.00	-	93,881
O	800 DD	Workforce Development - Respiratory Therapy Program	A	1.00	-	59,088
O	800 DD	Long Term Care Program	A	2.50	-	250,000
O	800 DD	Associate of Arts in Teacher Training	A	3.00	-	200,036
O	800 DD	Centralized Alarm System	A	-	-	125,000
O	800 DD	Support for Campus Security	A	1.00	-	32,985
O	800 DD	Equipment for Academic Programs	A	-	-	159,000
O	800 DD	Financial Aid Personnel	A	2.00	-	100,000
O	800 DD	English Language Institute (ELI)	A	1.00	-	36,550
O	800 DD	Support for Workforce Development - Job Placement	A	3.00	-	155,233
O	800 DD	Marketing	A	1.00	-	62,635
O	800 DD	Digital Media Support	A	-	-	70,000
O	800 DD	Technological Support for College Programs	A	3.50	-	167,580
O	800 DD	Critical Campus Infrastructure	A	1.00	-	176,939
O	800 DD	Equipment Replacement Funds	A	-	-	81,097
O	800 DD	Funds for Campus Operations	A	19.00	-	2,200,000
O	800 DD	Creation of an Enrollment Management System	A	2.00	-	87,768
O	800 DD	Equipment Replacement	A	-	-	31,313
O	800 DD	Support for Students with Disabilities	A	1.00	-	50,892
O	800 DD	Replacement Motor Vehicles	A	-	-	90,000
O	800 DD	New Program Expansion - Workforce Development Programs	A	3.00	-	184,766
O	800 DD	New Facility Support	A	3.00	-	217,876
O	800 DD	Improve Technological Infrastructure and Staffing	A	1.00	-	130,106
O	800 DD	Equipment Replacement	A	-	-	226,406
TR	800 DD	Transfer Funds - Secretary for VP for Community Colleges	A	-	-	52,428
O	900 KK	Systemwide Banner Support	A	3.00	-	147,000
O	900 KK	Systemwide IT Support	A	5.00	-	306,000
O	900 KK	IT Position Conversion	A	38.00	-	-
O	900 KK	Conversion of Tuition Waivers to Scholarships	A	-	-	6,660,000
O	900 KK	P-20 Funding	A	3.00	-	235,000
O	900 KK	Positions and Funds for UH Office of Internal Audit	A	3.00	-	225,000
O	900 KK	Restore Abolished Systemwide Program Positions	A	14.00	-	-
TR	900 KK	Transfer Funds for College of Hawaiian Language	A	-	-	(250,000)

Date Prepared/Revised:

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TR	900 KK	Transfer Funds for Accreditation	A	-	-	(325,000)
TR	900 KK	Transfer Funds - Secretary for VP for Community Colleges	A	-	-	(52,428)
O	100 AA	Center for Nursing Special Fund Expenditure Ceiling Increase	B	3.00	-	555,800
O	800 DD	Tuition and Fees Special Fund Expenditure Ceiling Increase	B	-	-	2,893,283

TOTAL REQUEST:

398.75	-	44,959,540
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Request Category Legend:	
FE	Fixed Cost/Entitlement
HS	Health, safety, court mandates
TR	Trade Off/Transfer
UN	Unauthorized Positions/TR
G	Governor's Program Initiatives
CN	Continue funding to FY 07
O	Other

By MOF	A	395.75	-	41,510,457
	B	3.00	-	3,449,083
	N	-	-	-
	R	-	-	-
	S	-	-	-
	T	-	-	-
	U	-	-	-
	W	-	-	-
	X	-	-	-

GRAND TOTAL = ACT 178 + REQUEST

6,695.25	136.25	967,913,421
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By MOF	A	6,088.59	122.25	630,088,010
	B	185.25	10.00	157,822,078
	N	97.66	4.00	10,085,730
	R	-	-	-
	S	-	-	-
	T	-	-	-
	U	-	-	-
	W	323.75	-	169,917,603
	X	-	-	-

Latest Revision: