



University of California

2009-10 Budget
for State Capital Improvements



2009-10 Budget for State Capital Improvements

- 2009-10 State Capital Budget requests \$842.4 million to:
 - fund projects previously planned for 2009-10 in campuses' five-year plans, and
 - restore projects not funded in 2008 State Budget Act.
- This funding request assumes:
 - the primary source of funding will be state lease-revenue bonds, and
 - no new general obligation bonds until 2010-11.



Impact of 2008-09 Budget on 2009-10

- University's 2008-09 state capital budget plan assumed **\$489 million** in funding from voter-approved general obligation bonds.
- Final 2008-09 State Budget Act provided only **\$261.3 million**, primarily through lease-revenue bonds.
- \$228 million in projects were not funded in the current year.



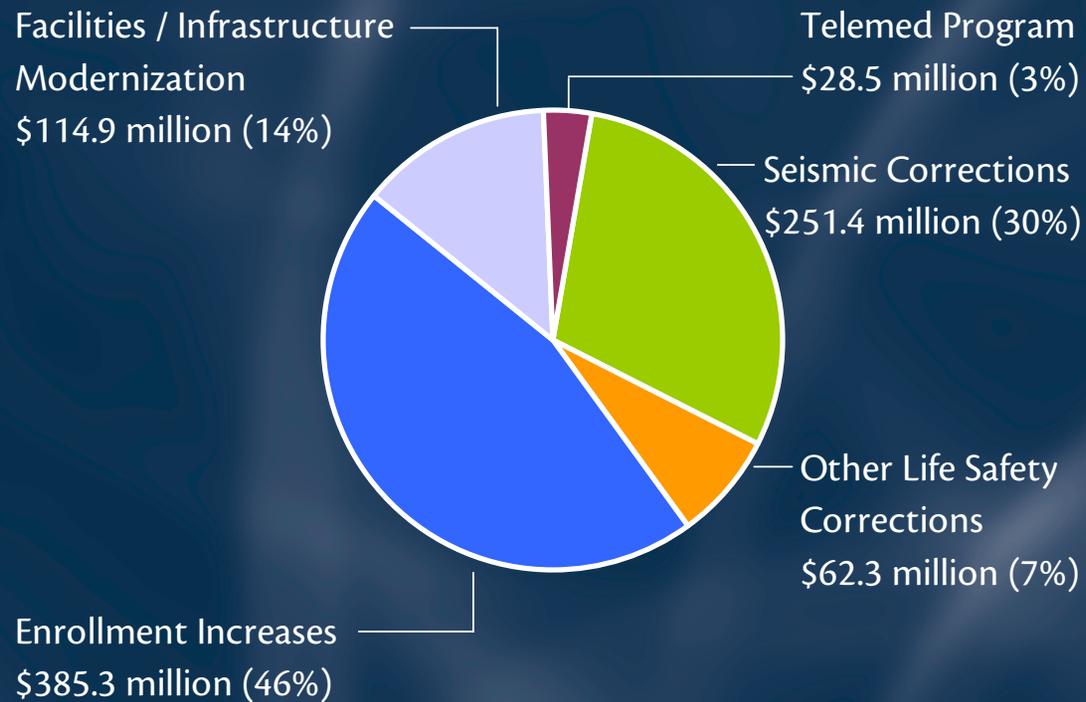
State Funding Request for 2009-10

- 2009-10 budget request includes projects not funded in the current year as well as projects scheduled for 2009-10.
- Total request for state capital outlay funds in 2009-10 is \$842.4 million:
 - \$801.7 million in state lease-revenue bonds for 26 major capital projects;
 - \$12.1 million in existing general obligation bonds to equip five projects; and
 - \$28.55 million in existing general obligation bonds for telemedicine and medical education programs.



2009-10 State Capital Budget Proposal

Funding by Category of Projects (total request: \$842.4 million)





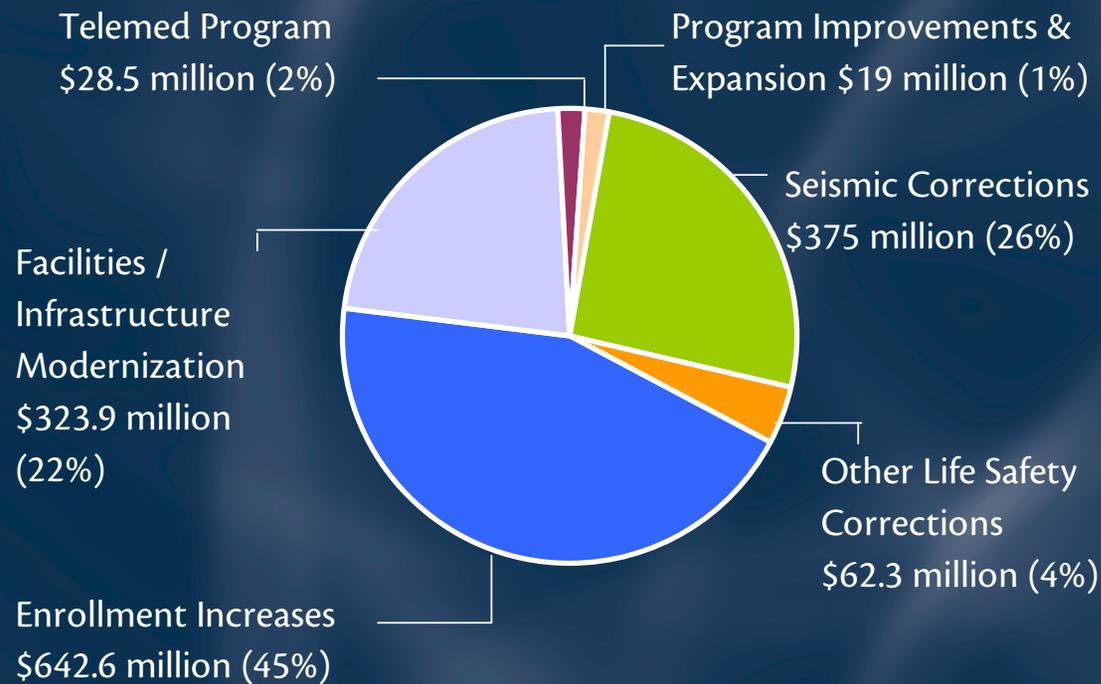
2009-14 State Capital Improvement Program

- Approximately \$1.45 billion over 5-year period.
- Assumes State funding consistent with the Compact.
- Over 58% of the 5-year funding proposed for 2009-10.
- Project schedules may change if 2009-10 budget proposal is not fully funded.



2009-14 State Capital Improvement Program

2009-14 Program by Category (total program: \$1.45 billion)





Transitional Budget Year

- State capital proposal and the related 5-year program usually includes both State and non-State programs.
- Budget year 2009-10, however, represents a transitional period to a longer-term planning horizon.
- Over the next year, each campus will develop a comprehensive 10-year capital improvement plan, with both State and non-State objectives, for approval by The Regents.
- Beginning in 2009, a comprehensive 10-year report will replace the annual State/Non-State 5-year report.



Future Funding Needs

- Funding needs are estimated to be more than \$5.9 billion over the next 5 years.
 - nearly half of funding to accommodate enrollment growth (new facilities and infrastructure);
 - 20% for correction of seismic hazards and other life-safety needs; and
 - 31% for renewal of existing facilities.
- This estimate does not include costs associated with deferred maintenance or program changes.