Aloha to all new and returning faculty and staff. On the heels of beginning each new spring semester comes the annual gathering of our elected public servants holding court in the square building on Beretania Street (i.e., our State Legislature). This upcoming session promises to be very interesting to political observers with a new governor and administration at the helm, leadership changes in the House and Senate, and signs of an ever-improving economy in the state of Hawaii. Arguably, the biggest challenge facing the governor and legislature this session will be to approve an operating and capital budget for the next two fiscal years...FY 2012 and FY 2013. The focus of this convocation update to you will be to outline the Leeward CC budget priorities for the 2011 legislative session.

**Budget Request Overview**
This past September, the Board of Regents (BOR) approved the UH biennium budget request for Fiscal Years 2012 and 2103. The budget request has since been forwarded to the governor’s office and the state legislature for their consideration. President Greenwood and the BOR adopted three primary goals in developing the budget:

1. **Hawaii Graduation Initiative:** seeks to increase undergraduate, graduate, and professional degrees and certificates by 25% by the year 2015; would include an outcome or performance-based funding component and an enrollment increase-based funding component;
2. **Initiative on Workforce Development and Technology Advancement:** addresses critical workforce shortages by identifying and developing technologies to advance and diversify the state’s economy;
3. **Project Renovate to Innovate:** underscores the importance of infrastructure in sustaining the University’s reputation for excellence in research and training.

Included in the UH budget request are specific funding items for Leeward CC, albeit in context with the UH and UHCC system-wide primary budget goals and objectives.

**Operating Budget Request**
These funds are provided for the day-to-day operations and management of the campus and include expense items such as personnel, supplies, equipment, and utilities. Here is a summary of the Operating Budget request items for Leeward CC:

<table>
<thead>
<tr>
<th>System-Wide Funding Initiatives</th>
<th>FY 2012</th>
<th>FY 2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Outcome-Based Funding for UH Community Colleges</td>
<td>0.00</td>
<td>$2,970,858</td>
</tr>
<tr>
<td>(Leeward CC will receive an undetermined amount of these funds related to increases in # of graduates &amp; transfers with &quot;over weights&quot; for Native Hawaiian graduates, STEM graduates, &amp; PELL grant recipients)</td>
<td></td>
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</tr>
<tr>
<td>2. Enrollment Increase Funding</td>
<td>0.00</td>
<td>$5,000,000</td>
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<tr>
<td>(Leeward CC will receive an undetermined amount of these funds based upon increases in student enrollment)</td>
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<table>
<thead>
<tr>
<th>Leeward CC Specific Funding Initiatives</th>
<th>FY 2012</th>
<th>FY 2013</th>
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</thead>
<tbody>
<tr>
<td>1. Improvement of Career and Technical Education Programs</td>
<td></td>
<td></td>
</tr>
<tr>
<td>1a. Expansion of Teacher Education Program</td>
<td>2.00</td>
<td>$119,508</td>
</tr>
<tr>
<td>(incl. teacher education instructional faculty &amp; counselor positions)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>1b. Expansion of Pre-Nursing and Life Sciences Programs</td>
<td>1.00</td>
<td>$55,344</td>
</tr>
<tr>
<td>(incl. biology instructional position)</td>
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</tbody>
</table>
1c. Support for Business, ICS, Digital Media, & TV Production
(incl. Digital Media instructional position & 2 lab manager positions)

<table>
<thead>
<tr>
<th></th>
<th>FY 2012</th>
<th>FY 2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>2.00</td>
<td>$124,912</td>
<td>3.00</td>
</tr>
</tbody>
</table>

2. Science, Technology, Engineering, and Math (STEM) Initiatives
2a. Support for STEM Programs
(incl. STEM instructional position and lab manager position)

<table>
<thead>
<tr>
<th></th>
<th>FY 2012</th>
<th>FY 2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>0.00</td>
<td>$0</td>
<td>2.00</td>
</tr>
</tbody>
</table>

**Capital or CIP Budget Request**

These funds are provided for construction, repair, and maintenance of the campus facilities. Capital Improvement Program (CIP) is the term commonly used to describe these budget components. The source of funding for the CIP request includes; Project Renovate to Innovate funds, general obligation bonds issued by the state of Hawaii, and UH revenue bonds. Here is a summary of the CIP budget request items for Leeward CC:

### System-Wide CIP Projects

1. UHCC Portion of Deferred Maintenance Backlog
   (Leeward CC will receive an undetermined amount of these funds to address our highest priority R&M projects)
   - FY 2012: $12,738,000
   - FY 2013: $13,375,000

2. UHCC Campus Rekeying Project
   (Leeward CC will receive an undetermined amount of these funds to replace exterior locking doors with electronic keying system)
   - FY 2012: $3,500,000
   - FY 2013: $0

### Leeward CC Specific CIP Projects

1. Health, Safety, and Code Requirement Projects
   1a. Repair/Replace Air Conditioning/Ventilation Systems
       (incl. repairs to the BE, LA, and MS buildings)
       - FY 2012: $2,300,000
       - FY 2013: $0
   1b. Replace Air Handlers
       (incl. air handler replacement in all buildings)
       - FY 2012: $4,300,000
       - FY 2013: $0
   1c. Repair/Replace Railings to Exterior Stairways
       - FY 2012: $470,000
       - FY 2013: $0

2. Major CIP Projects
   2a. Teacher Education Building
       (#1 UHCC CIP priority - request is for construction funding)
       - FY 2012: $19,013,000
       - FY 2013: $0
   2b. Theater Renovation
       (#4 UHCC CIP priority - request is for construction funding)
       - FY 2012: $6,201,000
       - FY 2013: $0

As the legislative session unfolds during the course of this semester, the College administration will provide periodic budget updates to the campus community. Here is wishing all of you a fulfilling and rewarding Spring Semester 2011!