MINUTES OF THE REGENTS' COMMITTEE ON
BUDGET & LONG-RANGE PLANNING

Date: Thursday, September 12, 2002

Place & Time: Moloka‘i Education Center
              Room 105
              2:45 p.m.

Committee Members Present: Regents
                          Dowling (presiding)
                          Hartley
                          Ikawa
                          Kawakami
                          Kurisu
                          Lee
                          McElrath
                          Poe
                          Thurston
                          Yamasato
                          Kobayashi (ex-officio)

Committee Members Excused: Regents
                          Nunokawa

Others Present: Evan S. Dobelle, President, University of Hawai‘i
                James R. W. Sloane, Vice President for
                Administration and Chief Financial Officer
                David Iha, Executive Administrator and Secretary of
                the Board
                Carl Makino, Executive Assistant to the Board

Approval of Committee Meeting Minutes

The minutes of the meeting of the Regents’ Committee on Budget and Long-Range
Planning held on May 16, 2002 and June 20, 2002, were approved as circulated.

Financing and Budget Briefing

Vice President Sloane provided a briefing on the University’s budget and financing
plan. He stated that even with multiple initiatives during the year, the administration was able to close fiscal year 2002 with a balanced budget and without asking the Legislature for new funds. The budget for the current fiscal year is in balance without additional funding from the State. The current fiscal situation, after eleven years of continuous budget cuts is tight and the administration does not expect to be able to finance as many initiatives internally in the coming biennium. The administration will, however, not propose unfunded initiatives to the Board but instead, will remain accountable for ending each fiscal year without deficit.

Unbudgeted requirements in FY 2002-2003 will amount to $11.7 million due to expenditures such as marketing, the UH Foundation contract of $2.4 million, Hawaiian Studies, risk management, litigation, FMIS improvements, the new student information system as well as additional salaries. In summarizing the total budget of $706 million, $353 million would go to Mānoa. This would represent 50.7% of the total allocation for FY 2003. UH Hilo would receive $32 million, $123 million for the Community Colleges and Systemwide programs at $189 million for 26.5% of the budget. Other smaller amounts would be Small Business Development Center, $642,440, UH West O'ahu at $3.8 million and Aquaria at $2.2 million.

Regent Kurisu inquired about controls in the budget. Vice President Sloane stated that the main one is still the A-133 Audit which is done annually in compliance with the Federal government. Regent Kurisu commented that the Committee had more questions but due to time constraints he would place the matter on his Committee’s agenda at its October meeting.

There being no further business before the Committee, the meeting was adjourned at 2:59 p.m.

Respectfully submitted,

David Iha, Secretary

Dated: October 2, 2002

c: Chairperson Bert A. Kobayashi
Members, Committee on Budget and Long-Range Planning
President Evan S. Dobelle
Vice President James R. W. Sloane
Interim Vice President Deane Neubauer