

President: John Haeger

JLBC Analyst: Lorenzo Martinez

	FY 2001 Actual	FY 2002 Estimate	FY 2003 Approved
<b>OPERATING BUDGET</b>			
Full Time Equivalent Positions	2,346.9	2,304.8	2,148.7 <sup>1/</sup>
Personal Services	89,763,800	90,348,700	94,794,000
Employee Related Expenditures	18,455,000	23,682,300	25,583,500
Professional and Outside Services	2,829,500	2,053,400	2,097,400
Travel - In State	596,800	821,400	837,600
Travel - Out of State	778,500	136,900	135,100
Library Acquisitions	2,750,600	2,600,900	2,656,600
Other Operating Expenditures	19,177,300	14,877,400	19,049,300
Equipment	3,635,400	2,600,900	2,619,900
Lump Sum Reduction	0	0	(2,740,700)
<i>Operating Subtotal</i>	137,986,900	137,121,900	145,032,700
NAU - Yuma	2,309,100	2,347,100	2,359,100
<b>TOTAL APPROPRIATIONS</b>	<b>140,296,000</b>	<b>139,469,000</b>	<b>147,391,800</b> <sup>2/3/4/</sup>
<b>FUND SOURCES</b>			
General Fund	113,169,800	111,974,900	117,189,300
<u>Other Appropriated Funds</u>			
University Collections Fund	27,072,800	27,264,100	30,202,500
Federal Temporary Assistance for Needy Families Block Grant	53,400	230,000	0
<i>Subtotal - Other Appropriated Funds</i>	27,126,200	27,494,100	30,202,500
<b>TOTAL APPROPRIATIONS</b>	<b>140,296,000</b>	<b>139,469,000</b>	<b>147,391,800</b>

**AGENCY DESCRIPTION** — Established in 1899, Northern Arizona University (NAU) is one of 3 state universities governed by the Arizona Board of Regents. The university offers 137 degree programs to approximately 20,000 students in 9 colleges, schools and 1 center, and provides academic programs at many instructional sites throughout the state and at the Yuma Campus that operates in conjunction with Arizona Western College.

1/ Includes 33.7 FTE Positions funded from Special Line Items in FY 2003.  
 2/ The appropriated monies are not to be used for scholarships. (General Appropriation Act footnote)  
 3/ Any unencumbered balances remaining in the collections account on June 30, 2002 and all collections received by the university during the fiscal year, when paid into the State Treasury, are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the Permanent Land Funds are appropriated in compliance with the Enabling Act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement. Receipts from summer session, when deposited in the State Treasury, together with any unencumbered balance in the summer session account, are hereby appropriated for the purpose of conducting summer sessions but are excluded from the amounts enumerated above. Within 10 days of the acceptance of the universities' semiannual all funds budget reports, the Arizona Board of Regents shall inform the Joint Legislative Budget Committee of any tuition revenue amounts that are different from the amounts appropriated by the Legislature and shall submit an expenditure plan for any tuition revenue amounts that are greater than the appropriated amounts to the Joint Legislative Budget Committee for its review. (General Appropriation Act footnote)  
 4/ General Appropriation Act (Laws 2002, Chapter 327) funds are appropriated as an Operating Lump Sum with Special Line Items by Agency.

PERFORMANCE MEASURES	FY 1999	FY 2000	FY 2001	FY 2002-03
	Est./Actual	Est./Actual	Est./Actual	Estimate
• % of graduating seniors who rate their overall university experience as “good”/“excellent”	NA/97	NA/96	97/97	97
• % of full-time undergraduate students enrolled per semester in 3 or more primary courses with ranked faculty	NA/94	NA/95	95/97	95
• Number of degrees granted:	NA/4,778	NA/4,892	4,900/4,769	4,900
Bachelor’s	NA/3,041	NA/2,969	3,000/2,852	3,000
Master’s	NA/1,692	NA/1,871	1,840/1,865	1,840
First Professional	--	--	--	35/40
Doctorate	NA/45	NA/52	60/52	60
• Average number of years taken to graduate for student who began as freshmen	NA/5.2	NA/5.2	5.0/4.8	5
• Degrees granted to statewide students	NA/618	NA/641	650/1,673	660/675
• % of agency staff turnover	NA	NA/21.2	21.2/21.7	21.2
• Administration as a % of total cost	NA/2.1	NA/2.4	1.8/NA	1.9/1.8

**Unfunded FTE Positions** — The approved amount includes a General Fund decrease of (113.5) FTE Positions below FY 2002 due to the statewide elimination of unfunded FTE Positions. For details on the methodology used to calculate the reduction, please see the *General Provisions* section at the front of the *Appropriations Report*.

**Enrollment Growth** — The approved amount includes a decrease of \$(516,700) and (7.1) FTE Positions from the General Fund in FY 2003 below FY 2002 for decreasing student enrollment.

Student enrollment is based on a comparison of 3-year rolling weighted averages from year-to-year. The recommended amounts reflect a FY 2003 student enrollment of 17,051, or a (104) student decrease of (0.6)% from funded FY 2002 enrollment. The funding formula of 22:1:0.5 increases or decreases funding for 1 faculty and 0.5 support FTE Positions for every 22 student increase or decrease.

**Fund Adjustments for Tuition Collections** — The approved amount includes an increase of \$103,700 from the General Fund in FY 2003 above FY 2002 to offset a decrease in tuition collections from declining enrollment.

The approved amount also includes a FY 2003 Collections Fund increase of \$2,938,400 above FY 2002 from a tuition increase approved by the Arizona Board of Regents in April 2001.

**Bond Debt Service** — The approved amount includes an increase of \$4,000,000 from the General Fund in FY 2003 above FY 2002 to offset the loss of tuition collections that will be used to pay the debt service on bonds that were authorized by the Legislature in 1996 and 2001.

**Character Education Training** — The approved amount includes the elimination of \$230,000 from the Temporary Assistance for Needy Families (TANF) Block Grant for the Arizona K-12 Center to contract for character training education for persons who are less than 19 years of age and who are eligible for or who are receiving TANF or Arizona Works assistance.

**NAU-Yuma** — NAU operates a Yuma Campus in conjunction with Arizona Western College. The approved amount for FY 2003 includes \$2,359,100 and 33.7 FTE Positions from the General Fund.

[Click here to return to the Table of Contents](#)