

Arizona State University - East Campus

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DESCRIPTION	FY 2003	FY 2004	FY 2005	
	ACTUAL	ESTIMATE	OSPB	JLBC
OPERATING BUDGET				
<i>Full Time Equivalent Positions</i>	304.0	315.0		315.0
Personal Services	12,446,200	13,944,300		13,944,300
Employee Related Expenditures	2,500,400	3,278,400		3,278,400
Professional and Outside Services	200,100	182,600		182,600
Travel - In State	27,500	20,200		20,200
Travel - Out of State	122,600	13,100		13,100
Other Operating Expenditures	1,869,800	3,262,000		3,262,000
Library Acquisitions	178,700	158,000		158,000
Equipment	1,101,100	439,600		439,600
OPERATING SUBTOTAL	18,446,400	21,298,200		21,298,200
SPECIAL LINE ITEMS				
Lease-Purchase Payment	2,000,000	2,000,000		2,000,000
AGENCY TOTAL	20,446,400	23,298,200		23,298,200
FUND SOURCES				
General Fund	12,425,600	12,425,600		12,425,600
<u>Other Appropriated Funds</u>				
Technology and Research Initiative Fund	2,000,000	2,000,000		2,000,000
University Collections Fund	6,020,800	8,872,600		8,872,600
SUBTOTAL - Other Appropriated Funds	8,020,800	10,872,600		10,872,600
SUBTOTAL - Appropriated Funds	20,446,400	23,298,200		23,298,200
Other Non-Appropriated Funds	3,082,500	3,820,900		3,931,000
Federal Funds	2,116,500	2,328,100		2,560,900
TOTAL - ALL SOURCES	25,645,400	29,447,200		29,790,100

CHANGE IN FUNDING SUMMARY

FY 2004 to FY 2005 JLBC

	\$ Change	% Change
General Fund	0	0.0%
Other Appropriated Funds	0	0.0%
Total Appropriated Funds	0	0.0%
Non Appropriated Funds	342,900	5.6%
Total - All Sources	342,900	1.2%

AGENCY DESCRIPTION — Established as a separate budget unit in 1994, Arizona State University - East Campus offers baccalaureate, masters, and non-degree programs to approximately 2,300 students at a 600-acre site in southeast Mesa, location of the former Williams Air Force Base.

PERFORMANCE MEASURES	FY 2003	FY 2003	FY 2004	FY 2005
	Appropriation	Actual	Appropriation	Recommend.
• % of graduating seniors who rate their overall university experience as “good”/“excellent”	91	93	95	94
• % of full-time undergraduate students enrolled per semester in 3 or more primary courses with ranked faculty	78	71	71	71
• Average number of years taken to graduate for student who began as freshman	4.8	5.2	5.4	5.1
• % of agency staff turnover	10.3	10.1	3.8	10
• Administration as a % of total cost	3.9	5.2	3.9	3.9

RECOMMENDED CHANGES FROM FY 2004

Operating Budget

The JLBC recommends \$21,298,200 for the operating budget in FY 2005. This amount includes \$12,425,600 from the General Fund and \$8,872,600 from the University Collections Fund. These amounts are unchanged from FY 2004.

Enrollment Growth GF \$ 0

The JLBC recommendation does not provide formula funding for changes in student enrollment in FY 2005. The student enrollment funding formula is based on a comparison of 3-year rolling weighted averages from year to year. The funding formula of 22:1:0.5 increases or decreases funding for 1 faculty and 0.5 support FTE Positions for every 22 full-time equivalent (FTE) student increase or decrease. The incremental FTE student increase from FY 2004 to FY 2005 is 362, which represents 19.3% growth.

Based on the formula, \$1,876,200 and 24.6 FTE Positions would have been required for the incremental student enrollment change from FY 2004 to FY 2005. This amount would have been offset by the estimated increase in enrollment tuition collections of \$(259,400) for a net required increase of \$1,616,800.

Special Line Items

Lease-Purchase Payment

The JLBC recommends \$2,000,000 from the Technology and Research Initiative (TRI) Fund for Lease-Purchase Payment requirements in FY 2005. This amount is unchanged from FY 2004. Laws 2000, Chapter 1, 5th Special Session appropriated a total of \$1,400,000 in FY 2002 from the TRI Fund for the first year lease-purchase costs of expanding the Arizona State University East campus. This legislation also included legislative intent to have future lease-purchase payment requirements appropriated from the TRI Fund.

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JLBC RECOMMENDED FORMAT — Operating Lump Sum with Special Line Items by Agency

JLBC RECOMMENDED FOOTNOTES

Standard Footnotes

The appropriated monies are not to be used for scholarships.

Any unencumbered balances remaining in the collections account on June 30, 2004 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. THE EXPENDITURE PLAN SHALL ALSO INCLUDE AS AN INFORMATIONAL ITEM, ANY ADDITIONAL LOCAL RETENTION AMOUNTS ABOVE THE AMOUNTS ESTIMATED IN THE ORIGINAL FY 2005 BUDGET REQUEST. (New language recommended to provide a more complete picture of changes in total tuition revenue collections.)

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Auxiliary (No Fund Number/A.R.S. § 15-1601)		Non-Appropriated
Source of Revenue: Sales and services from substantially self-supporting activities.		
Purpose of Fund: To account for transactions of substantially self-supporting, non-educational activities that primarily provide services for students, faculty, staff, and the public. Auxiliary enterprises include student housing, bookstores, student unions, intercollegiate athletics, internal service operations, and others.		
Funds Expended	73,900	76,900
Year-End Fund Balance	115,700	209,300
Designated (No Fund Number/A.R.S. § 15-1601)		Non-Appropriated
Source of Revenue: Tuition and fees retained by the university, summer session fees, administrative costs of student aid, and unrestricted gifts and grants.		
Purpose of Fund: To account for transactions related to academic year tuition and fees retained by the university, the summer sessions programs, the recovery of administrative costs of student aid, and the use of unrestricted gifts. The resources in this fund have been designated for specific purposes by the university. Indirect Cost Recovery, which is part of Designated Funds, is presented separately.		
Funds Expended	1,639,400	2,483,000
Year-End Fund Balance	2,002,400	1,706,600
Endowment and Life Income (No Fund Number/A.R.S. § 15-1601)		Non-Appropriated
Source of Revenue: Gifts, investment income, and financial aid trust fees assessed to students.		
Purpose of Fund: For the following purposes: Permanent Endowment Funds are subject to the restrictions of donor gifts requiring that the principal be invested in perpetuity and that only the income be used. Term endowments provide that, upon the passage of a stated period of time, all or part of the principal may be expended. Quasi-endowments have been established by the university for the same purposes as Endowment Funds. Life Income Funds are used to account for cash or other property contributed to the university subject to the requirements that the university periodically pay the income earned on such assets to designated beneficiaries.		
Funds Expended	0	0
Year-End Fund Balance	252,400	299,900
Federal Grants (No Fund Number/A.R.S. § 15-1601)		Non-Appropriated
Source of Revenue: Federal grants.		
Purpose of Fund: To account for current operating funds restricted in use by the federal government.		
Funds Expended	2,113,000	2,324,200
Year-End Fund Balance	0	0
Federal Indirect Cost Recovery (No Fund Number/A.R.S. § 15-1601)		Non-Appropriated
Source of Revenue: Indirect costs recovered from federal sponsored research programs.		
Purpose of Fund: To account for transactions designated for various activities that assist or promote sponsored research.		
Funds Expended	3,500	3,900
Year-End Fund Balance	0	0
Indirect Cost Recovery - Non-Federal (No Fund Number/A.R.S. § 15-1601)		Non-Appropriated
Source of Revenue: Indirect costs recovered from non-federal sponsored research programs and grants.		
Purpose of Fund: To account for transactions designated for various activities that assist or promote sponsored research.		
Funds Expended	2,900	3,200
Year-End Fund Balance *	(10,700)	0
Restricted (No Fund Number/A.R.S. § 15-1601)		Non-Appropriated
Source of Revenue: Grants from private donors and non-federal agencies.		
Purpose of Fund: To account for current funds expendable for operating purposes, but restricted by donors or non-federal agencies as to the specific purpose for which they may be expended.		
Funds Expended	1,366,300	1,257,800
Year-End Fund Balance	115,700	0

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
Technology and Research Initiative (No Fund Number/A.R.S. § 15-1648)		Appropriated
Source of Revenue: Monies automatically appropriated to the fund from a 0.6% sales tax. That tax and the fund itself were authorized by voters through passage of Proposition 301 in the November 2000 General Election.		
Purpose of Fund: For technology and research (new economy) initiatives. Up to 20% of monies may also be used for capital projects, including debt service, related to new economy initiatives. The proposition made an initial appropriation for lease-purchase payments related to financing upgrades at the campus, and authorized the appropriation of fund monies for future lease-purchase payments.		
Funds Expended	2,000,000	2,000,000
Year-End Fund Balance	0	0
University Collections (ASA1411/A.R.S. § 15-1626)		Appropriated
Source of Revenue: Tuition, registration fees, and other revenues.		
Purpose of Fund: To provide operating funding.		
Funds Expended	6,020,800	8,872,600
Year-End Fund Balance	0	0

* As reported by the agency. Actual ending balance will not be negative.

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