

# Arizona State University - Main Campus

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DESCRIPTION	FY 2003	FY 2004	FY 2005	
	ACTUAL	ESTIMATE	OSPB	JLBC
<b>OPERATING BUDGET</b>				
<i>Full Time Equivalent Positions</i>	6,229.0	6,044.7		6,044.7
Personal Services	271,007,800	282,263,700		282,263,700
Employee Related Expenditures	53,000,700	66,646,200		66,646,200
Professional and Outside Services	3,882,800	3,175,600		3,175,600
Travel - In State	138,400	138,400		138,400
Travel - Out of State	1,927,200	197,100		197,100
Other Operating Expenditures	38,954,200	33,712,400		33,912,100
Library Acquisitions	7,264,600	7,309,100		7,309,100
Equipment	11,164,200	9,851,500		9,851,500
<b>AGENCY TOTAL</b>	<b>387,339,900</b>	<b>403,294,000</b>		<b>403,493,700</b>

<b>FUND SOURCES</b>			
General Fund	263,293,700	263,293,700	263,293,700
<u>Other Appropriated Funds</u>			
University Collections Fund	124,046,200	140,000,300	140,200,000
SUBTOTAL - Other Appropriated Funds	124,046,200	140,000,300	140,200,000
<b>SUBTOTAL - Appropriated Funds</b>	<b>387,339,900</b>	<b>403,294,000</b>	<b>403,493,700</b>
Other Non-Appropriated Funds			
Federal Funds	238,204,500	262,263,200	276,766,400
<b>TOTAL - ALL SOURCES</b>	<b>730,410,200</b>	<b>780,909,700</b>	<b>807,147,900</b>

## CHANGE IN FUNDING SUMMARY

FY 2004 to FY 2005 JLBC

	\$ Change	% Change
General Fund	0	0.0%
Other Appropriated Funds	199,700	0.1%
Total Appropriated Funds	199,700	0.0%
Non Appropriated Funds	26,038,500	6.9%
Total - All Sources	26,238,200	3.4%

**AGENCY DESCRIPTION** — Established in 1885, Arizona State University (ASU) is one of the 3 state universities governed by the Arizona Board of Regents (ABOR). As a Research I institution, ASU - Main Campus offers over 250 degree programs to approximately 44,400 students in 14 colleges and schools, and also provides academic courses at the Downtown Center in Phoenix.

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”	95	94	95	95
• % of full-time undergraduate students enrolled per semester in 3 or more primary courses with ranked faculty	81	73	70	74
• Average number of years taken to graduate for student who began as freshman	4.8	4.7	4.8	4.7
• External dollars for research and creative activity (\$ in millions)	124	122	165	150
• % of agency staff turnover	19.2	13.9	16.5	13.9
• Administration as a % of total cost	1.1	1.3	1.4	1.3

**RECOMMENDED CHANGES FROM FY 2004**

**Operating Budget**

The JLBC recommends \$403,493,700 for the operating budget in FY 2005. This amount includes \$263,293,700 from the General Fund and \$140,200,000 from the University Collections Fund. These amounts would fund the following adjustments:

**Fund Adjustments for Increased**

**Collections OF \$199,700**

The JLBC recommends an increase of \$199,700 from the University Collections Fund to reflect higher tuition and fee collections from increased enrollment.

**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 1,421, which represents 3.3% growth.

Based on the formula, \$7,352,500 and 96.9 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 \$(876,200) for a net required increase of \$6,476,300.

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**JLBC RECOMMENDED FORMAT** — Lump Sum by Agency

**JLBC RECOMMENDED FOOTNOTES**

*Standard Footnotes*

The appropriated monies are not to be used for scholarships.

The appropriated monies shall not be used by the Arizona State University College of Law Legal Clinic for any lawsuits involving inmates of the State Department of Corrections in which the state is the adverse party.

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
<b>Auxiliary</b> (No Fund Number/A.R.S. § 15-1601)		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Sales and services from substantially self-supporting activities.		
<b>Purpose of Fund:</b> 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.		
<b>Funds Expended</b>	80,731,700	83,960,800
<b>Year-End Fund Balance</b>	13,427,900	15,911,300

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**SUMMARY OF FUNDS****FY 2003  
Actual****FY 2004  
Estimate**

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**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.

<b>Funds Expended</b>	96,677,000	111,427,100
<b>Year-End Fund Balance</b>	86,429,600	87,540,300

**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.

<b>Funds Expended</b>	49,000	53,900
<b>Year-End Fund Balance</b>	60,495,300	65,625,400

**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.

<b>Funds Expended</b>	104,679,200	115,147,200
<b>Year-End Fund Balance</b>	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.

<b>Funds Expended</b>	186,600	205,300
<b>Year-End Fund Balance</b>	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.

<b>Funds Expended</b>	24,400	26,800
<b>Year-End Fund Balance</b>	144,100	301,900

**Loan (No Fund Number/A.R.S. § 15-1601)****Non-Appropriated**

**Source of Revenue:** Interest earned on student loans for programs funded by the federal government.

**Purpose of Fund:** To account for loans made to assist students in financing of their education. Provisions of the Federal Loan Program stipulate that the university matches one-third of the capital contributions, and a portion of the loan principal and interest (ranging from 15% to 30% per year) can be canceled and absorbed by the federal government, if the recipient completes certain employment requirements.

<b>Funds Expended</b>	663,400	729,700
<b>Year-End Fund Balance</b>	12,611,000	12,443,400

**Restricted (Excluding Federal Funds) (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.

<b>Funds Expended</b>	60,059,000	66,064,900
<b>Year-End Fund Balance</b>	17,643,000	11,119,000

SUMMARY OF FUNDS	FY 2003 Actual	FY 2004 Estimate
<b>University Collections (ASA1411/A.R.S. § 15-1626)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Tuition, registration fees, and other revenues.		
<b>Purpose of Fund:</b> To provide operating funding.		
<b>Funds Expended</b>	124,046,200	140,000,300
<b>Year-End Fund Balance</b>	0	0

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