

Arizona State University - West Campus

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DESCRIPTION	FY 2007 ACTUAL	FY 2008 ESTIMATE	FY 2009 JLBC
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	816.0	814.0	847.9
Personal Services	38,623,900	43,258,400	45,630,600
Employee Related Expenditures	10,650,600	10,348,300	10,874,200
Professional and Outside Services	11,376,800	11,833,700	11,833,700
Travel - In State	54,000	111,800	117,600
Travel - Out of State	328,600	38,800	58,100
Other Operating Expenditures	3,911,400	6,525,700	8,653,600
Library Acquisitions	1,330,800	1,231,000	1,231,000
Equipment	3,141,700	3,314,100	3,490,000
OPERATING SUBTOTAL	69,417,800	76,661,800	81,888,800
SPECIAL LINE ITEMS			
TRIF Lease-Purchase Payment	1,600,000	1,600,000	1,600,000
AGENCY TOTAL	71,017,800	78,261,800	83,488,800
FUND SOURCES			
General Fund	49,095,800	53,604,400	56,796,300
<u>Other Appropriated Funds</u>			
Technology and Research Initiative Fund	1,600,000	1,600,000	1,600,000
University Collections Fund	20,322,000	23,057,400	25,092,500
SUBTOTAL - Other Appropriated Funds	21,922,000	24,657,400	26,692,500
SUBTOTAL - Appropriated Funds	71,017,800	78,261,800	83,488,800
Other Non-Appropriated Funds	12,011,400	12,846,500	13,097,200
Federal Funds	3,984,800	4,384,100	4,822,500
TOTAL - ALL SOURCES	87,014,000	95,492,400	101,408,500

CHANGE IN FUNDING SUMMARY

	FY 2008 to FY 2009 JLBC	
	\$ Change	% Change
General Fund	3,191,900	6.0%
Other Appropriated Funds	2,035,100	8.3%
Total Appropriated Funds	5,227,000	6.7%
Non Appropriated Funds	689,100	4.0%
Total - All Sources	5,916,100	6.2%

AGENCY DESCRIPTION — Established as a separate budget unit in 1984, Arizona State University - West Campus (ASU-West) currently offers over 40 baccalaureate and selective master's and certificate programs in the professional and liberal arts to nearly 8,200 full- and part-time students. ASU-West is located at a 300-acre site in northwest Phoenix.

PERFORMANCE MEASURES	FY 2005	FY 2006	FY 2007	FY 2009
	Actual	Actual	Actual	JLBC
• % of graduating seniors who rate their overall university experience as “good”/“excellent”	96	96	98	98
• % of full-time undergraduate students enrolled per semester in 3 or more primary courses with ranked faculty Comments: Ranked faculty includes all instructors with the exception of unpaid volunteers and graduate students. Therefore, this measure does not address undergraduate student contact with professors.	67	61	67	69
• % of full-time undergraduate students enrolled per semester in 3 or more primary courses with professors of any rank Comments: Professors of some rank taught 41% of undergraduate primary class sections at ASU-West in FY 2007.	--	31	31	35
• Average number of years taken to graduate for students who began as freshmen Comments: The FY 2007 budget provided a new performance measure for freshman tenure at ASU-West. Other ASU campuses already possessed this measure. ASU-West did not serve lower-division undergraduates until FY 2002. Sufficient trending data is now available to implement this measure.	--	4.4	4.6	4.5

Operating Budget

The JLBC includes \$81,888,800 and 847.9 FTE Positions for the operating budget in FY 2009. This amount consists of:

General Fund	\$56,796,300
University Collections Fund	25,092,500

FY 2009 adjustments would be as follows:

Enrollment Growth	GF	3,204,700
	OF	2,035,100

This adjustment would be an increase of \$5,239,800 and 34 FTE Positions in FY 2009 for enrollment growth. This amount consists of:

General Fund	3,204,700
University Collections Fund	2,035,100

These amounts would finance projected growth in student enrollment, as calculated by the part-statutory, part-conventional student enrollment funding formula. Projected formula enrollment is growing by 427 full-time equivalent (FTE) students, to 6,950 FTE students in FY 2009.

A.R.S. § 15-1661 codifies, for all state universities, the first calculation of the enrollment funding formula. This first step derives student enrollment, in units of FTE students, by weighing total earned credit hours according to 3 different academic levels. These weights are summarized below:

Academic Level	Credit Hours/FTE
Lower-Division Undergraduate	15
Upper-Division Undergraduate	12
Graduate and Professional	10

The second calculation of the enrollment funding formula, which does not appear in statute, projects student enrollment for the next academic year based on a weighted rolling average of the next, current, and prior academic years, with the current academic year receiving double the weight of each of the other 2 years. The third calculation, which also does not appear in statute, adds or subtracts 1 faculty and 0.75 support FTE Positions, and their associated General Fund costs, for every 22-FTE-student change. The average salary per FTE is \$70,100, as requested by the university and adjusted for Employee Related Expenditures.

Since enrollment growth also contributes to an increase in university tuition and fee collections, the University Collections Fund amount reflects these additional revenues.

Credit Hour Threshold GF (12,800)

This adjustment would be a decrease of \$(12,800) and (0.1) FTE Position from the General Fund in FY 2009 to eliminate funding for 1.7 additional ASU-West students over the 145 credit hours threshold between FY 2008 and FY 2009.

A.R.S. § 15-1661 prohibits funding state university students who have earned credit hours in excess of a credit hour threshold, with certain exceptions. Meanwhile A.R.S. § 15-1626 allows the Arizona Board of Regents (ABOR) to raise tuition rates for those students.

This threshold was 150 hours in FY 2008 and declines to 145 hours in FY 2009. ASU-West reported 10.7 FTE students over the threshold in FY 2007 and 12.4 FTE

students in FY 2008, or a net increase of 1.7 FTE students over the credit hour threshold at the West Campus in FY 2008.

TRIF Lease-Purchase Payment

The JLBC includes \$1,600,000 from the Technology and Research Initiative Fund (TRIF) for lease-purchase payment requirements in FY 2009. This amount is unchanged from FY 2008.

Laws 2000, 5th Special Session, Chapter 1 appropriated \$1,100,000 from TRIF to make the initial lease-purchase payment in FY 2002 on \$21,600,000 in infrastructure development at ASU-West. This session law also included the legislative intention to appropriate future lease-purchase payments from TRIF. The payment schedule runs through FY 2021.

This lease-purchase agreement funded the construction of a new Classroom Laboratory/Computer Classroom Building and a central plant expansion. ASU-West completed both projects in spring 2004.

The TRIF revenue source is an automatic appropriation of a portion of a 0.6% sales tax increase, authorized by voters through Proposition 301 in the November 2000 General Election. ABOR administers the fund.

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FORMAT — Operating Lump Sum with Special Line Items by Agency

FOOTNOTES

Standard Footnotes

The appropriated monies are not to be used for scholarships.

The appropriated monies are not to be used to support any student newspaper

The state General Fund appropriations shall not be used for alumni association funding.

Any unencumbered balances remaining in the collections account on June 30, 2008 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 appropriated for the purpose of conducting summer sessions but are excluded from the amounts enumerated above.

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
Auxiliary Fund (No Fund Number/A.R.S. § 15-1601) Non-Appropriated		
Source of Revenue: Sales revenues of substantially self-supporting university services.		
Purpose of Fund: To provide university-related non-academic services for students, faculty, staff, and the public. Auxiliary enterprises include student housing, bookstores, student unions, and intercollegiate athletics.		
Funds Expended	1,155,100	985,600
Year-End Fund Balance	1,328,400	1,114,300
Designated Fund (No Fund Number/A.R.S. § 15-1601) Non-Appropriated		
Source of Revenue: Retained tuition and fees, summer session fees, student aid administrative allowances, and unrestricted gifts and grants.		
Purpose of Fund: To provide and administer student financial aid, to pay debt service on university bonds, and to run summer and winter session programs. The university designates monies in the fund into sub-accounts for specific purposes. Indirect Cost Recovery, a Designated Fund sub-account, is presented separately.		
Funds Expended	8,430,100	10,047,800
Year-End Fund Balance	7,491,200	8,027,900
Endowment and Life Income Fund (No Fund Number/A.R.S. § 15-1601) Non-Appropriated		
Source of Revenue: Interest income on invested endowment and life income gifts, a portion of financial aid trust fees assessed to students, and a portion of university trust land earnings.		
Purpose of Fund: To support endowment operations and compensate designated beneficiaries.		
Funds Expended	2,100	2,200
Year-End Fund Balance	2,609,500	3,111,900

SUMMARY OF FUNDS	FY 2007 Actual	FY 2008 Estimate
Federal Grant Fund (No Fund Number/A.R.S. § 15-1666)		Non-Appropriated
Source of Revenue: Federal grants and contracts.		
Purpose of Fund: To support specific operating and research purposes as identified by the federal government.		
Funds Expended	3,984,800	4,384,100
Year-End Fund Balance	0	0
Federal Indirect Cost Recovery Fund (No Fund Number/A.R.S. § 15-1601)		Non-Appropriated
Source of Revenue: Federally sponsored research programs.		
Purpose of Fund: To assist and promote federally sponsored research.		
Funds Expended	0	0
Year-End Fund Balance	0	0
Indirect Cost Recovery Fund (Non-Federal) (No Fund Number/A.R.S. § 15-1601)		Non-Appropriated
Source of Revenue: Non-federally sponsored research programs.		
Purpose of Fund: To assist and promote non-federally sponsored research.		
Funds Expended	0	0
Year-End Fund Balance	84,500	62,300
Loan Fund (No Fund Number/A.R.S. § 15-1601)		Non-Appropriated
Source of Revenue: Interest on federal student loans and reimbursements from federal loan forgiveness programs.		
Purpose of Fund: To provide one-third the amount of federal student loans. The federal government provides the other two-thirds. The amounts displayed do not include an administrative allowance, which is reflected in the Designated Fund.		
Funds Expended	0	0
Year-End Fund Balance	4,300	4,300
Restricted Fund (Excluding Federal Funds) (No Fund Number/A.R.S. § 15-1601)		Non-Appropriated
Source of Revenue: Private and non-federal grants, including non-appropriated Technology and Research Initiative Fund grants (please see the Arizona Board of Regents Summary of Funds) as well as a portion of financial aid trust fees assessed to students.		
Purpose of Fund: To support specific operating and research purposes as identified by the private or non-federal donating entities.		
Funds Expended	2,424,100	1,810,900
Year-End Fund Balance	145,800	97,100
Technology and Research Initiative Fund (No Fund Number/A.R.S. § 15-1648)		Appropriated
Source of Revenue: Automatic appropriations of a portion of a 0.6% sales tax, as authorized by voters through Proposition 301 in the November 2000 General Election and as governed by statute.		
Purpose of Fund: To make lease-purchase payments on certificates of participation used for technology and research capital projects.		
Funds Expended	1,600,000	1,600,000
Year-End Fund Balance	0	0
University Collections Fund (ASA1411/A.R.S. § 15-1626)		Appropriated
Source of Revenue: Tuition and registration fees, as well as a portion of university trust land earnings.		
Purpose of Fund: To operate the university.		
Funds Expended	20,322,000	23,057,400
Year-End Fund Balance	0	0