

ARIZONA STATE UNIVERSITY - MAIN CAMPUS

A.R.S. § 15-1601

Lattie F. Coor, Ph.D., President

JLBC Analyst: John Lee/Steve Grunig

**General Fund and University
Collections Fund****FY 1998
Actual****FY 1999
Estimate****FY 2000
Approved****FY 2001
Approved**

FTE Positions	5,614.4	5,872.4	5,848.9	5,903.8
Personal Services	215,690,500	246,942,300	251,760,300	259,584,600
Employee Related Expenditures	38,280,800	43,338,400	46,116,600	48,748,700
Professional and Outside Services	2,777,900	1,369,900	1,369,900	1,369,900
Travel - In State	138,900	352,400	352,400	360,200
Travel - Out of State	1,948,800	766,800	383,400	409,300
Library Acquisitions	6,978,400	6,464,700	6,464,700	6,464,700
Other Operating Expenditures	37,506,500	43,193,500	43,234,300	43,355,600
Equipment	17,802,700	8,389,900	8,604,000	8,720,700
Total	321,124,500	350,817,900	358,285,600	369,013,700

Additional Appropriations -Eminent Scholars; Appropriation, Ch. 326 0 0 86,100 86,100**Total Appropriations** **321,124,500** **350,817,900** **358,371,700**^{1/2/3/} **369,099,800**^{1/2/3/}Fund SummaryGeneral Fund 236,145,200 257,284,100 265,414,500 273,810,400
University Collections Fund 84,979,300 93,533,800 92,957,200 95,289,400**Total Appropriations** **321,124,500** **350,817,900** **358,371,700** **369,099,800**

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 44,000 students in 14 colleges and schools, and also provides academic courses at the Downtown Center in Phoenix.

Student Enrollment Growth — There is no enrollment growth funding for FY 2000 due to no increase in student enrollment under the funding formula guidelines (see Table 1). The approved FY 2001 amount includes an increase of \$2,290,500 from the General Fund and 38.9 FTE Positions for the support of an additional 570 full-time equivalent students (see Table 2).

Under the 22:1 funding formula, enrollment growth funding is based on a comparison of 3-year rolling weighted averages for the current year with the previous year. The full-time equivalent student counts are calculated by using 15 student credit hours for lower division undergraduates, 12 student credit hours for upper

division undergraduates, and 10 student credit hours for graduate students per semester.

50% Out-of-State Travel Reduction — The approved amount includes a reduction of \$(383,400) from the General Fund for Travel - Out of State beginning in FY 2000.

New Facilities Support — The approved FY 2000 amount includes an increase of \$500,000 from the General Fund and an additional 8 FTE Positions for the operating support of the University Services Building. This amount is continued in FY 2001.

^{1/} General Appropriation Act funds are appropriated as a Lump Sum by Agency.

^{2/} The appropriated monies are not to be used for scholarships. (General Appropriation Act footnote)

^{3/} 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. (General Appropriation Act footnote)

^{4/} Any unencumbered balances remaining in the collections account on June 30, 1999 and June 30, 2000, respectively, 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. 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. (General Appropriation Act footnote)

ARIZONA STATE UNIVERSITY - MAIN CAMPUS (Cont'd)

Table 1			<u>Weighted Enrollment</u>		<u>Change</u>
			<u>FY 2000</u>	<u>FY 1999</u>	
Fall 1997 (Actual)	39,109	at 25%	9,777	9,274 (Fall 1996)	503
Fall 1998 (Estimate)	38,745	at 50%	19,373	19,555 (Fall 1997)	(193)
Fall 1999 (Projection)	40,068	at 25%	<u>10,017</u>	<u>10,338</u> (Fall 1998)	<u>(321)</u>
Total			<u>39,167</u>	<u>39,167</u>	0

Table 2			<u>Weighted Enrollment</u>		<u>Change</u>
			<u>FY 2001</u>	<u>FY 2000</u>	
Fall 1998 (Estimate)	9,686	at 25%	9,686	9,777 (Fall 1997)	(91)
Fall 1999 (Projection)	20,034	at 50%	20,034	19,373 (Fall 1998)	661
Fall 2000 (Projection)	10,017	at 25%	<u>10,017</u>	<u>10,017</u> (Fall 1999)	<u>0</u>
Total			<u>39,167</u>	<u>39,167</u>	570

University Collections Fund Adjustments for Collections Revenue Decrease — The approved FY 2000 amount includes a reduction of \$(3,550,000) from the University Collections Fund and an increase of \$2,671,100 from the General Fund to partially offset a University Collections Fund decrease in FY 2000. The result is a net reduction of \$(878,900) in expenditure authority and a reduction of (40) FTE Positions in FY 2000.

The JLBC estimated a University Collections Fund revenue decrease of \$(3,550,000) in FY 2000, which is based upon an adjusted University Collections Fund base of \$92,029,700 for FY 1999 less the FY 2000 adjusted University Collections Fund estimate of \$88,479,700. The FY 1999 amount excludes \$625,200 for the Eminent Scholars Matching Fund. Because of the passage of H.B. 2485 (Laws 1998, Chapter 173), the universities no longer include the Eminent Scholars Matching Fund monies in the University Collections Fund. The FY 2000 University Collections Fund estimate excludes \$324,800 for the Masters of Business Administration (MBA) and Law Program special fees.

The universities are authorized to adjust their expenditure authorities when tuition revenues are above or below the appropriated levels under the footnote provision in the General Appropriation Act. Following passage of the FY 1999 General Appropriation Act, ASU-Main Campus had larger than anticipated tuition and fee collections and the ABOR authorized the campus to increase its expenditure authority by \$878,900 and add 40 FTE Positions over the amount approved for FY 1999. These prior increases were subtracted from the appropriated amount for FY 2000.

University Collections Fund Adjustments for Debt Service — The approved FY 2000 amount includes an increase of \$2,648,600 from the University Collections Fund and a General Fund reduction of the same amount for academic bond debt service adjustments. The approved FY 2001 amount includes a further increase of \$2,247,000 from the University Collections Fund and a further General Fund reduction of the same amount for academic

bond debt service adjustments. The adjustments reflect a decrease in the amount of tuition and fee collections set-aside for outstanding debt service requirements due to payment refinancing and restructuring. The reduction in the set-aside amount produces an increase in the portion of the University Collections Fund that can be used for the operating budget and a reduction in the General Fund requirement.

Special Fee for Master of Business Administration (MBA) Degree — The approved FY 2000 amount includes an increase of \$196,400 from the University Collections Fund and an additional 3.5 FTE Positions for professional management education program enhancements by the College of Business. This amount is continued in FY 2001. All new students enrolling in the day MBA, the Master of Accounting, Taxation, Health Services Administration, and Science in Information Management programs pay a special annual program fee of \$2,000. Revenue from this special fee is to be used for MBA program enhancements.

Special Fee for the College of Law Program — The approved FY 2000 amount includes an increase of \$128,400 from the University Collections Fund and an additional 3 FTE Positions for program enhancements by the College of Law. The approved FY 2001 amount includes a further increase of \$85,200 from the University Collections Fund and an additional 1 FTE Position. ABOR has approved a special program fee increase (from \$2,000 to \$2,750) to be phased in over 3 years for the ASU and University of Arizona Colleges of Law. Revenue from this special fee is to be used for College of Law program enhancements.

Arizona Software Institute — The approved FY 2000 amount includes an increase of \$350,000 from the General Fund and an additional 2 FTE Positions for the Arizona Software Institute. The approved FY 2001 amount includes a further increase of \$200,000 from the General Fund and an additional 2 FTE Positions for the institute. The Arizona Software Institute will systematically gather

ARIZONA STATE UNIVERSITY - MAIN CAMPUS (Cont'd)

information from the computer software industry concerning education and research needs, and will integrate this information with university activities.

Multidisciplinary Programs — The approved FY 2001 amount includes \$1,000,000 from the General Fund and an additional 13 FTE Positions for development and support of multidisciplinary programs in science and engineering.

Additional Appropriations: Eminent Scholars; Appropriation (Chapter 326) — Appropriates \$86,060 from the General Fund in FY 2000 to implement the Eminent Scholars program at ASU. This amount is continued in FY 2001. The Eminent Scholars Program is intended to attract and retain eminent faculty at Arizona universities. For each dollar of interest earned on designated private endowments, ASU (through the Eminent Scholars Matching Grant Fund) gives a dollar of its own to pay the salaries and related expenditures of eminent faculty.

[Click here to return to index](#)