

**Arizona State University - Tempe/DPC**

	FY 2011 ACTUAL	FY 2012 ESTIMATE	FY 2013 BASELINE
<b>OPERATING BUDGET</b>			
<i>Full Time Equivalent Positions</i>	6,868.8	6,097.9	6,097.9
Personal Services	356,517,700	345,445,100	345,445,100
Employee Related Expenditures	108,542,400	111,217,600	111,217,600
Professional and Outside Services	43,171,400	52,854,800	52,854,800
Travel - In State	198,700	434,400	434,400
Travel - Out of State	3,285,500	2,933,000	2,933,000
Other Operating Expenditures	41,747,700	56,198,600	67,080,800
Equipment	23,877,000	21,325,100	21,325,100
<b>OPERATING SUBTOTAL</b>	<b>577,340,400</b>	<b>590,408,600</b>	<b>601,290,800</b>
<b>SPECIAL LINE ITEMS</b>			
Biomedical Informatics	1,921,900	1,955,200	1,955,200
Downtown Phoenix Campus	85,073,600	95,718,400	98,952,200
Research Infrastructure Lease-Purchase Payment	13,555,000	13,555,000	13,555,000
<b>AGENCY TOTAL</b>	<b>677,890,900</b>	<b>701,637,200<sup>1/</sup></b>	<b>715,753,200</b>
<b>FUND SOURCES</b>			
General Fund	326,349,100	247,742,900	247,742,900
<u>Other Appropriated Funds</u>			
University Collections Fund	351,541,800	453,894,300	468,010,300
SUBTOTAL - Other Appropriated Funds	351,541,800	453,894,300	468,010,300
<b>SUBTOTAL - Appropriated Funds</b>	<b>677,890,900</b>	<b>701,637,200</b>	<b>715,753,200</b>
Other Non-Appropriated Funds	606,723,900	698,983,200	706,064,000
Federal Funds	261,111,400	284,023,400	294,312,000
<b>TOTAL - ALL SOURCES</b>	<b>1,545,726,200</b>	<b>1,684,643,800</b>	<b>1,716,129,200</b>

**AGENCY DESCRIPTION** — Established in 1885, Arizona State University (ASU) is one of 3 public universities governed by the Arizona Board of Regents (ABOR). As a primary research institution, ASU offers 287 Baccalaureate, Master's, Doctoral and first professional degree programs, and 61 undergraduate and graduate certificate programs to 59,794 full- and part-time students at its Tempe Campus. The Downtown Phoenix Campus (DPC), budgeted as a unit of the Tempe Campus, offers 50 degree programs and 24 certificate programs to 17,151 full- and part-time students.

**Operating Budget**

The Baseline includes \$601,290,800 and 5,293.7 FTE Positions in FY 2013 for the operating budget. These amounts consist of:

	<b>FY 2013</b>
General Fund	\$209,971,500
University Collections Fund	391,319,300

FY 2013 adjustments will be as follows:

**Enrollment Growth OF 10,882,200**

The Baseline includes an increase of \$10,882,200 from the University Collections Fund in FY 2013 for enrollment growth. The Baseline includes no funding for General Fund enrollment growth. If General Fund enrollment growth was funded, it would have provided an increase of

\$9,663,400. Formula enrollment is projected to grow by 1,198 full-time equivalent (FTE) students, to 34,456 FTE students for ASU-Tempe in FY 2013. These amounts would have funded projected growth in student enrollment, as calculated by the part-statutory, part-conventional student enrollment funding formula. This amount excludes projected growth of 313 out-of-state students. (Please see ABOR for more information.)

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

<sup>1/</sup> In addition to these amounts, a total of \$17,804,100 GF is appropriated in FY 2012 for costs associated with an additional pay period.

### **Biomedical Informatics**

The Baseline includes \$1,955,200 and 14.2 FTE Positions from the General Fund in FY 2013 for the Biomedical Informatics Department. These amounts are unchanged from FY 2012.

This multidisciplinary department incorporates computer science, biology, and engineering to organize and analyze medical data. It was announced in February 2011 that this department would be moving from the Downtown Phoenix Campus to Mayo Clinic's hospital in Phoenix over the summer.

### **Downtown Phoenix Campus**

The Baseline includes \$98,952,200 and 790 FTE Positions in FY 2013 for programs headquartered at the Downtown Phoenix Campus (DPC). These amounts consist of:

General Fund	22,261,200
University Collections Fund	76,691,000

FY 2013 adjustments would be as follows:

#### **Enrollment Growth OF 3,233,800**

The Baseline includes an increase of \$3,233,800 from the University Collections Fund in FY 2013 for enrollment growth. The Baseline includes no funding for General Fund enrollment growth. If General Fund enrollment growth was funded, it would have provided an increase of \$2,871,700. These amounts would have funded projected growth in student enrollment, as calculated by the part-statutory, part-conventional student enrollment funding formula. Formula enrollment is projected to grow by 356 full-time equivalent (FTE) students, to 6,025 FTE students for ASU-DPC in FY 2013. This amount excludes projected growth of 205 out-of-state students. *(Please see ABOR for more information.)*

### **Research Infrastructure Lease-Purchase Payment**

The Baseline includes \$13,555,000 from the General Fund in FY 2013 for the Research Infrastructure Lease-Purchase Payment Special Line Item. This amount is unchanged from FY 2012.

Laws 2003, Chapter 267 appropriated a total of \$34,625,000 from the General Fund to the state university system from FY 2008 through FY 2031 to finance lease-purchase payments for research infrastructure project agreements entered into before July 1, 2006. Therefore, this funding does not appear in the General Appropriation Act. In total, the universities have issued \$482,500,000 in Certificates of Participation (COPs) for research infrastructure projects. Of this amount, ASU-Tempe/DPC has issued \$187,200,000 in COPs.

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**FORMAT** — Operating Lump Sum with Special Line Items by Agency

### **FOOTNOTES**

*Standard Footnotes (Please see ABOR for universitywide standard footnotes.)*

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.

It is the intent of the Legislature that the General Fund base funding for Arizona State University - Tempe and Downtown Phoenix Campuses is \$234,187,900, includes a deferral of \$74,760,400 from FY 2013 to FY 2014 and the \$13,555,000 Laws 2003, Chapter 267 lease-purchase appropriation.

### **OTHER ISSUES FOR LEGISLATIVE CONSIDERATION**

#### **Lake Havasu Campus**

Beginning in the fall of 2012, ASU will be offering classes in Lake Havasu. The classes will be offered at a former middle school, which ASU will lease from the Lake Havasu Unified School District. Four-year, undergraduate degrees will be offered on this campus. It is expected that the resident tuition rate will be 45% lower than the current campus rate, and the non-resident rate will be 59% lower than the current campus rate.

#### **Payment Deferral**

The Baseline includes \$74,760,400 from the General Fund for FY 2012 payments that were deferred until FY 2013 and includes a FY 2013 General Fund payment deferral of \$(74,760,400) until FY 2014. These amounts constitute a portion of a \$200,000,000 universitywide payment deferral. The payment deferral is unchanged from FY 2011. *(Please see ABOR for more information.)*

The FY 2013 General Fund Baseline is \$247,742,900. Of this amount:

- \$159,427,500 would be included in ASU-Tempe/DPC's individual section of the FY 2013 General Appropriation Act.
- \$74,760,400 was appropriated in the FY 2012 General Appropriation Act (Laws 2011, Chapter 24) to reflect the deferral of FY 2012 monies to FY 2013.
- \$13,555,000 was appropriated in Laws 2003, Chapter 267 for a lease-purchase payment.

SUMMARY OF FUNDS	FY 2011 Actual	FY 2012 Estimate
<b>Auxiliary Fund (UNI8906/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Sales revenues of substantially self-supporting university services.		
<b>Purpose of Fund:</b> 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.		
<b>Funds Expended</b>	143,200,500	106,182,700
<b>Year-End Fund Balance</b>	22,463,300	20,823,500
<b>Designated Fund (UNI8905/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Retained tuition and fees, summer session fees, student aid administrative allowances, and unrestricted gifts and grants.		
<b>Purpose of Fund:</b> 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.		
<b>Funds Expended</b>	357,088,200	475,883,100
<b>Year-End Fund Balance</b>	266,457,000	255,089,400
<b>Endowment and Life Income Fund (UNI8904/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> 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.		
<b>Purpose of Fund:</b> To support endowment operations and compensate designated beneficiaries.		
<b>Funds Expended</b>	19,900	0
<b>Year-End Fund Balance</b>	91,075,100	91,075,100
<b>Federal Grants (UNI8903/A.R.S. § 15-1666)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Federal grants and contracts.		
<b>Purpose of Fund:</b> To support specific operating and research purposes as identified by the federal government.		
<b>Funds Expended</b>	260,244,500	284,023,400
<b>Year-End Fund Balance</b>	0	0
<b>Federal Grants - American Recovery and Reinvestment Act (ARRA)</b> (UNI2999/A.R.S. § 35-142)		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> One-time Federal Funds allocated by the American Recovery and Reinvestment Act of 2009 (P.L. 111-5).		
<b>Purpose of Fund:</b> One-time Federal Funds to be used by the university as part of the State Fiscal Stabilization Fund for education programs.		
<b>Funds Expended</b>	866,900	0
<b>Year-End Fund Balance</b>	0	0
<b>Federal Indirect Cost Recovery Fund (UNI8902/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Federally-sponsored research programs.		
<b>Purpose of Fund:</b> To assist and promote federally sponsored research.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	0	0
<b>Indirect Cost Recovery Fund (Non-Federal) (UNI8900/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Non-federally sponsored research programs.		
<b>Purpose of Fund:</b> To assist and promote non-federally sponsored research.		
<b>Funds Expended</b>	311,400	327,000
<b>Year-End Fund Balance</b>	14,604,900	15,546,100

SUMMARY OF FUNDS	FY 2011 Actual	FY 2012 Estimate
<b>Loan Fund (UNI8901/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Interest on federal student loans and reimbursements from federal loan forgiveness programs.		
<b>Purpose of Fund:</b> To provide one-third of 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.		
<b>Funds Expended</b>	291,500	0
<b>Year-End Fund Balance</b>	13,576,200	13,576,200
<b>Restricted Fund (Excluding Federal Funds) (UNI8907/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Private and non-federal grants, including non-appropriated Technology and Research Initiative Fund grants ( <i>please see the ABOR Summary of Funds</i> ), as well as a portion of financial aid trust fees assessed to students.		
<b>Purpose of Fund:</b> To support specific operating and research purposes as identified by the private or non-federal donating entities.		
<b>Funds Expended</b>	105,564,800	116,173,500
<b>Year-End Fund Balance</b>	32,461,900	38,694,600
<b>University Capital Improvement Lease-to-Own and Bond Fund (BRA3042/A.R.S. § 15-1682.03)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Lottery proceeds.		
<b>Purpose of Fund:</b> To pay annual debt service payments for the \$800,000,000 university Lottery bonding package. The fund will be comprised of no more than 80% Lottery revenues and at least 20% state university system revenues. ( <i>Please see the Capital Outlay ABOR Building System narrative for more information.</i> )		
<b>Funds Expended</b>	247,600	416,900
<b>Year-End Fund Balance</b>	0	0
<b>University Collections Fund (ASA1411/A.R.S. § 15-1626)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Tuition and registration fees, as well as a portion of university trust land earnings.		
<b>Purpose of Fund:</b> To operate the university.		
<b>Funds Expended</b>	351,541,800	453,894,300
<b>Year-End Fund Balance</b>	0	0