

Arizona State University - East Campus

	FY 2013 ACTUAL	FY 2014 ESTIMATE	FY 2015 BASELINE
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	425.6	425.6	425.6
Personal Services	24,139,200	25,803,600	25,803,600
Employee Related Expenditures	7,449,900	8,074,500	8,074,500
Professional and Outside Services	3,774,000	4,087,200	4,087,200
Travel - In State	28,700	30,500	30,500
Travel - Out of State	279,700	267,500	267,500
Other Operating Expenditures	12,657,500	12,501,900	12,501,900
Equipment	1,208,800	1,215,900	1,215,900
OPERATING SUBTOTAL	49,537,800	51,981,100	51,981,100
SPECIAL LINE ITEMS			
Parity Funding	1,748,900	3,497,800	5,246,700
Research Infrastructure Lease-Purchase Payment	917,000	917,000	917,000
TRIF Lease-Purchase Payment	2,000,000	2,000,000	2,000,000
AGENCY TOTAL	54,203,700	58,395,900	60,144,800

FUND SOURCES

General Fund	20,656,200	22,704,200	24,453,100
<u>Other Appropriated Funds</u>			
Technology and Research Initiative Fund	2,000,000	2,000,000	2,000,000
University Collections Fund	31,547,500	33,691,700	33,691,700
SUBTOTAL - Other Appropriated Funds	33,547,500	35,691,700	35,691,700
SUBTOTAL - Appropriated Funds	54,203,700	58,395,900	60,144,800
Other Non-Appropriated Funds	10,862,900	18,273,600	18,634,300
Federal Funds	4,964,500	5,667,900	5,850,000
TOTAL - ALL SOURCES	70,031,100	82,337,400	84,629,100

AGENCY DESCRIPTION — Established as a separate budget unit in 1994, Arizona State University - East Campus (ASU East), also known as the Polytechnic Campus, currently offers 42 professional and technical Baccalaureate, Master's, and Doctoral degree programs and 6 undergraduate certificate programs to 11,302 full- and part-time students. ASU-East is located at the 600-acre site of the former Williams Air Force Base in southeast Mesa.

Operating Budget

The Baseline includes \$51,981,100 and 416.6 FTE Positions in FY 2015 for the operating budget. These amounts consist of:

	FY 2015
General Fund	\$18,289,400
University Collections Fund	33,691,700

These amounts are unchanged from FY 2014.

Parity Funding

The Baseline includes \$5,246,700 and 9 FTE Positions from the General Fund in FY 2015 for the Parity Funding Special Line Item (SLI). FY 2015 adjustments would be as follows:

Parity Funding Increase GF 1,748,900

The Baseline includes an increase of \$1,748,900 from the General Fund in FY 2015 to move towards aligning ASU's East Campus per pupil funding with that of the higher University of Arizona amount.

Along with \$3,497,800 of appropriated funding in FY 2013 and FY 2014, this adjustment would bring total 3-year parity funding to \$5,246,700. (See Arizona Board of Regents (ABOR) narrative for more information.)

Research Infrastructure Lease-Purchase Payment

The Baseline includes \$917,000 from the General Fund in FY 2015 for the Research Infrastructure Lease-Purchase Payment Special Line Item. This amount is unchanged from FY 2014.

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-East has issued \$19,000,000 in COPs for the Interdisciplinary Science & Technology Building II, which is now complete.

TRIF Lease-Purchase Payment

The Baseline includes \$2,000,000 from the Technology and Research Initiative Fund (TRIF) in FY 2015 for lease-purchase payment requirements. This amount is unchanged from FY 2014.

Laws 2000, 5th Special Session, Chapter 1 appropriated \$1,400,000 from TRIF to make the initial lease-purchase payment in FY 2002 on \$27,500,000 in infrastructure development at ASU-East. The payment schedule runs through FY 2021.

* * *

FORMAT — Operating Lump Sum with Special Line Items by Agency

FOOTNOTES

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

It is the intent of the Legislature to appropriate funding to Arizona State University and Northern Arizona University with the goal of achieving per student funding parity between the universities under the jurisdiction of the Arizona Board of Regents no later than the beginning of FY 2017.

It is the intent of the Legislature that the General Fund base funding for ASU-East is \$24,453,100. This appropriation includes a deferral of \$5,750,200 from FY 2015 to FY 2016 and the \$917,000 lease-purchase appropriation in Laws 2003, Chapter 267.

OTHER ISSUES FOR LEGISLATIVE CONSIDERATION

Payment Deferral

The Baseline includes \$5,750,200 from the General Fund for FY 2014 payments that were deferred until FY 2015 and includes a FY 2015 General Fund payment deferral of \$(5,750,200) until FY 2016. 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 2015 General Fund Baseline is \$24,453,100. Of this amount:

- \$17,785,900 would be included in ASU-East's individual section of the FY 2015 General Appropriation Act.
- \$5,750,200 was appropriated in the FY 2014 General Appropriation Act (Laws 2013, 1st Special Session, Chapter 1) to reflect the deferral of FY 2014 monies to FY 2015.
- \$917,000 was appropriated in Laws 2003, Chapter 267 for a lease-purchase payment.

SUMMARY OF FUNDS	FY 2013 Actual	FY 2014 Estimate
Auxiliary Fund (UNI8906/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	130,800	152,700
Year-End Fund Balance	737,300	596,100
Designated Fund (UNI8905/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	8,011,000	14,863,200
Year-End Fund Balance	17,002,000	19,868,500

SUMMARY OF FUNDS	FY 2013 Actual	FY 2014 Estimate
Endowment and Life Income Fund (UNI8904/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	20,200	0
Year-End Fund Balance	1,229,500	1,545,300
Federal Grants (UNI8903/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	4,964,500	5,667,900
Year-End Fund Balance	0	0
Restricted Fund (Excluding Federal Funds) (UNI8907/A.R.S. § 15-1601)		Non-Appropriated
Source of Revenue: 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.		
Purpose of Fund: To support specific operating and research purposes as identified by the private or non-federal donating entities.		
Funds Expended	2,700,900	3,257,700
Year-End Fund Balance	3,499,900	3,481,300
Technology and Research Initiative Fund (UNI2472/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	2,000,000	2,000,000
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	31,547,500	33,691,700
Year-End Fund Balance	0	0