

Arizona State University - Tempe/DPC

	FY 2013 ACTUAL	FY 2014 ESTIMATE	FY 2015 BASELINE
OPERATING BUDGET			
<i>Full Time Equivalent Positions</i>	6,142.9	6,142.9	6,142.9
Personal Services	343,057,500	368,347,400	368,347,400
Employee Related Expenditures	105,288,800	112,609,000	112,609,000
Professional and Outside Services	31,874,900	31,800,700	31,800,700
Travel - In State	199,400	233,400	233,400
Travel - Out of State	2,949,800	3,806,300	3,806,300
Other Operating Expenditures	52,536,100	38,396,000	38,396,000
Equipment	19,676,000	21,365,700	21,365,700
OPERATING SUBTOTAL	555,582,500	576,558,500	576,558,500
SPECIAL LINE ITEMS			
Biomedical Informatics	2,132,000	1,955,200	1,955,200
Downtown Phoenix Campus	102,362,800	110,783,800	110,783,800
Parity Funding	10,222,200	20,444,400	30,666,600
Research Infrastructure Lease-Purchase Payment	13,555,000	13,555,000	13,555,000
AGENCY TOTAL	683,854,500	723,296,900	733,519,100
FUND SOURCES			
General Fund	255,735,200	270,228,200	280,450,400
<u>Other Appropriated Funds</u>			
University Collections Fund	428,119,300	453,068,700	453,068,700
SUBTOTAL - Other Appropriated Funds	428,119,300	453,068,700	453,068,700
SUBTOTAL - Appropriated Funds	683,854,500	723,296,900	733,519,100
Other Non-Appropriated Funds	702,533,700	771,066,800	837,962,800
Federal Funds	266,869,100	279,165,300	288,448,000
TOTAL - ALL SOURCES	1,653,257,300	1,773,529,000	1,859,929,900

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 285 Baccalaureate, Master's, Doctoral and first professional degree programs, and 63 undergraduate and graduate certificate programs to 62,599 full- and part-time students at its Tempe Campus. The Downtown Phoenix Campus (DPC), budgeted as a unit of the Tempe Campus, offers 60 degree programs and 29 certificate programs to 20,263 full- and part-time students.

Operating Budget

The Baseline includes \$576,558,500 and 5,293.7 FTE Positions in FY 2015 for the operating budget. These amounts consist of:

	FY 2015
General Fund	\$212,052,600
University Collections Fund	364,505,900

These amounts are unchanged from FY 2014.

Biomedical Informatics

The Baseline includes \$1,955,200 and 14.2 FTE Positions from the General Fund in FY 2015 for the Biomedical Informatics Department. These amounts are unchanged from FY 2014.

This multidisciplinary department incorporates computer science, biology, and engineering to organize and analyze medical data. This department moved from the Downtown Phoenix Campus to Mayo Clinic's hospital in Phoenix last year.

Downtown Phoenix Campus

The Baseline includes \$110,783,800 and 790 FTE Positions in FY 2015 for programs headquartered at the Downtown Phoenix Campus (DPC). These amounts consist of:

General Fund	22,221,000
University Collections Fund	88,562,800

These amounts are unchanged from FY 2014.

The DPC offers undergraduate and graduate programs in disciplines including health, nursing, journalism, mass communication, teaching and public programs. The campus opened in 2006 with 2,700 students and had a full-time student enrollment of 12,051 in fall 2013.

Parity Funding

The Baseline includes \$30,666,600 and 45 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 10,222,200

The Baseline includes an increase of \$10,222,200 from the General Fund in FY 2015 to move towards aligning ASU’s Tempe Campus and DPC per pupil funding to that of the higher University of Arizona amount.

Along with \$20,444,400 of appropriated funding in FY 2013 and FY 2014, this adjustment would bring total 3-year parity funding to \$30,666,600. (See ABOR narrative for more information.)

Research Infrastructure Lease-Purchase Payment

The Baseline includes \$13,555,000 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-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.)

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.

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 Campus is \$280,450,400, which includes a deferral of \$74,760,400 from FY 2015 to FY 2016 and the \$13,555,000 lease-purchase appropriation in Laws 2003, Chapter 267.

OTHER ISSUES FOR LEGISLATIVE CONSIDERATION

Payment Deferral

The Baseline includes \$74,760,400 from the General Fund for FY 2014 payments that were deferred until FY 2015 and includes a FY 2015 General Fund payment deferral of \$(74,760,400) 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 \$280,450,400. Of this amount:

- \$192,135,000 would be included in ASU-Tempe/DPC’s individual section of the FY 2015 General Appropriation Act.
- \$74,760,400 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.
- \$13,555,000 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	122,414,500	137,725,800
Year-End Fund Balance	9,140,600	9,099,900

SUMMARY OF FUNDS	FY 2013 Actual	FY 2014 Estimate
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	431,625,300	470,811,500
Year-End Fund Balance	305,640,400	343,543,600
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	1,687,700	0
Year-End Fund Balance	84,154,100	97,339,600
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	266,869,100	279,165,300
Year-End Fund Balance	0	0
Federal Indirect Cost Recovery Fund (UNI8902/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) (UNI8900/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	28,379,600	30,643,500
Year-End Fund Balance	17,353,300	9,464,400
Loan Fund (UNI8901/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 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.		
Funds Expended	221,600	0
Year-End Fund Balance	13,684,600	13,811,700
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	117,684,600	130,840,100
Year-End Fund Balance	41,923,400	49,086,600

SUMMARY OF FUNDS	FY 2013 Actual	FY 2014 Estimate
University Capital Improvement Lease-to-Own and Bond Fund (BRA3042/A.R.S. § 15-1682.03)		Non-Appropriated
Source of Revenue: University system revenues.		
Purpose of Fund: To pay annual debt service payments for the \$800,000,000 university Lottery bonding package. Lottery bond debt service is paid with no more than 80% Lottery revenues and at least 20% state university system revenues. The fund is comprised of the state university system revenues portion of the debt service payments. <i>(Please see the Capital Outlay ABOR Building System narrative for more information.)</i>		
Funds Expended	520,400	1,045,900
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	428,119,300	453,068,700
Year-End Fund Balance	0	0