

UNIVERSITY OF KANSAS

	Actual FY 2014	Agency Est. FY 2015	Gov. Rec. FY 2015	Agency Req. FY 2016	Gov. Rec. FY 2016	Agency Req. FY 2017	Gov. Rec. FY 2017
Operating Expenditures:							
State General Fund	\$ 135,402,775	\$ 137,384,253	\$ 137,168,039	\$ 136,930,098	\$ 135,932,220	\$ 140,371,391	\$ 139,353,553
Other Funds	537,183,056	561,895,730	561,607,937	553,589,186	551,395,426	570,237,055	567,999,422
TOTAL	\$ 672,585,831	\$ 699,279,983	\$ 698,775,976	\$ 690,519,284	\$ 687,327,646	\$ 710,608,446	\$ 707,352,975
Capital Improvements:							
State General Fund	\$ 1,869,600	\$ 2,080,000	\$ 2,080,000	\$ 2,165,000	\$ 2,165,000	\$ 2,255,000	\$ 2,255,000
Other Funds	42,467,929	27,730,237	27,730,237	26,148,161	26,148,161	17,890,046	17,890,046
TOTAL	\$ 44,337,529	\$ 29,810,237	\$ 29,810,237	\$ 28,313,161	\$ 28,313,161	\$ 20,145,046	\$ 20,145,046
GRAND TOTAL	\$ 716,923,360	\$ 729,090,220	\$ 728,586,213	\$ 718,832,445	\$ 715,640,807	\$ 730,753,492	\$ 727,498,021
Percentage Change:							
Operating Expenditures							
State General Fund	(2.0) %	1.5 %	1.3 %	(0.3) %	(0.9) %	2.5 %	2.5 %
All Funds	6.7	4.0	3.9	(1.3)	(1.6)	2.9	2.9
FTE Positions	5,342.1	5,342.1	5,342.1	5,342.1	5,342.1	5,342.1	5,342.1
Non-FTE							
Perm.Uncl.Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	5,342.1	5,342.1	5,342.1	5,342.1	5,342.1	5,342.1	5,342.1

AGENCY OVERVIEW

The University of Kansas (KU) was established in 1864 by the Kansas Legislature. KU is a major comprehensive research and teaching university. It is the only Kansas Regents university to hold membership in the Association of American Universities (AAU), a group of sixty public and private research universities that represent excellence in graduate and professional education and the highest achievements in research internationally. In addition to the main campus in Lawrence, the University includes the Medical Center in Kansas City and Wichita, the Regents Center in Overland Park, and other

education and research facilities throughout the state. KU has fourteen major academic divisions including Liberal Arts and Sciences; Graduate School; Allied Health; Architecture and Urban Design; Business; Education; Engineering; and Social Welfare. **A total of 24,612 students attended KU during the Fall 2014 semester. This represents an increase of 177 students or 0.67 percent above the Fall 2013 semester.** The University of Kansas Medical Center submits a separate budget and a separate budget analysis is prepared for that institution.

MAJOR ISSUES FROM PRIOR YEARS

The **1999 Legislature** passed the Higher Education Coordination Act (SB 345) that transferred supervision of community colleges, area vocational schools, technical colleges, adult education programs, and proprietary schools from the Department of Education to the Board of Regents.

The **2001 Legislature** adopted a proposal that provided for the state universities to be funded through an operating block grant rather than the multiple line-item appropriations that had been used previously. The change was made to allow the institutions greater flexibility in managing its budgets and to base future funding on performance rather than an enrollment formula.

The **2002 Legislature** passed the University Research and Development Act (HB 2690) that authorized the issuance of not more than \$120.0 million in bonds to fund a portion of the Financing for research facilities at the state universities.

The **2006 Legislature** passed legislation allowing interest earnings on certain state university funds to be spent for deferred maintenance. Under prior law, the interest earned by the General Fees Fund (tuition revenue) and the Restricted Fees Fund (student fees and other revenue) was retained in the State General Fund. The legislation transfers the amount of interest earned into the deferred maintenance fund.

The **2011 Legislature** passed legislation that created the Postsecondary Tiered Technical Education State Aid Act. Beginning with FY 2012, and in each fiscal year thereafter, each community college and technical college and the Washburn Institute of Technology is eligible for postsecondary tiered technical education state aid from the State General Fund for credit hours approved by the State Board of Regents, using a credit hour cost calculation model.

The **2011 Legislature** also passed legislation designating 50 counties as Rural Opportunity Zones (ROZ), effectively providing an income tax exemption for certain out-of-state

taxpayers who relocate to those counties; and authorizing the counties to participate in a state-matching program to repay student loans of up to \$15,000 for certain students who establish domicile in ROZ counties.

The **2012 Legislature** passed legislation requiring the State Board of Regents to establish a career technical education incentive program that will award \$1,000, subject to appropriation, to a school district for each high school graduate who graduates from that district with an industry-recognized credential in a high-need occupation, as identified by the Secretary of Labor, in consultation with the State Board of Regents and the State Board of Education.

The legislation requires the State Board of Regents to initiate the development of a statewide articulation agreement on career technical education programs among high schools, community colleges, technical colleges, and the Institute of Technology at Washburn University. This provision went into effect on July 1, 2013.

The **2012 Legislature** passed legislation amending statutes governing the low-income family postsecondary savings accounts incentive program. The bill allows a third-party contributor, other than the account owner, to contribute money to a family postsecondary savings account.

BUDGET SUMMARY AND KEY POINTS

FY 2015 Agency Estimate

The **agency's** revised estimate is \$729.1 million, including \$139.5 million from the State General Fund. This is an increase of \$48.4 million, or 7.1 percent, all funds and \$216,214, or 0.2

The **2012 Legislature** passed legislation removing the expiration date on the State Educational Institution Project Delivery Construction Procurement Act, that applies only to university construction projects and services funded totally with non-state money.

The **2012 Legislature** passed legislation amending the Vocational Education Scholarship statutes that deal with state universities and negotiated contracts, extending a sunset on private and out-of-state postsecondary fees, changing requirements related to remedial education and the qualified admissions standards at state education institutions, and authorizing individual plans for success for students admitted under the minimum admissions standards.

The **2013 Legislature** reduced the University's State General Fund operating expenditures by 1.5 percent and there was an additional reduction to salaries and wages all funds expenditures of approximately 0.5 percent in FY 2014 and less than 0.1 percent for FY 2015.

The **2014 Legislature** deleted \$2.0 million, all from the State General Fund for the Translational Chemical Biology program, added language allowing the University \$25.0 million in bonding authority for the Earth Energy Environment project, and allowed the University to exchange property with the University of Kansas Endowment.

percent, State General Fund above the approved amount. The increase is mainly in salaries and wages (\$24.0 million) and other assistance (\$11.5 million). There is also a transfer from

the Board of Regents and carry forward of \$11.9 million from the Educational Building Fund.

The **agency** is requesting bonding authority for three separate projects in FY 2015. This would not add expenditures until FY 2016. Debt service for the new residence hall and Corbin Hall would be paid from housing fees and debt service from the mechanical and electrical improvements would be requested from the Educational Building Fund.

FY 2015 Governor Recommendation

The **Governor** recommends \$728.6 million, including \$139.2 million from the State General Fund. This is an increase of \$47.9 million, or 7.0 percent, all from special revenue funds above the approved amount. There is no change to the State General Fund.

The **Governor** recommends the agency's supplemental request for bonding authority for the new Residence and Dining

FY 2016 Agency Request

The **agency** requests operating expenditures of \$690.5 million, including \$136.9 million from the State General Fund. This is a decrease of \$8.8 million, or 1.3 percent, all funds and \$454,155, or 0.3 percent, State General Fund below the FY 2015 revised estimate. The decrease is mainly in contractual services (\$9.5 million) with an offsetting increase in salaries and wages (\$1.3 million).

The agency's revised estimate for capital improvements is \$29.8 million, including \$2.1 million from the State General Fund. This is an increase of \$10.3 million, or 52.5 percent, all funds and a decrease of \$2.1 million, or 50.8 percent, from the State General Fund from the FY 2015 approved amount. The increase is due to the transfer from the Board of Regents and carry forward of \$11.9 million from the Educational Building Fund.

Hall (\$51.2 million) and Corbin Hall (\$14.5 million) but the Governor does not recommend bonding authority for mechanical and electrical improvements using the Educational Building Fund to pay the debt service.

The Governor also concurs with the agency's revised estimate for capital improvements.

The agency requests \$28.3 million, including \$2.2 million from the State General Fund for capital improvements. This is a decrease of \$1.5 million, or 5.0 percent, all funds and an increase of \$85,000, or 4.1 percent, State General Fund from the FY 2015 revised estimate. The decrease is due to the transfer not occurring yet of the Educational Building Fund for FY 2016. However there is an increase to debt service principal payments.

FY 2016 Governor Recommendation

The **Governor** recommends operating expenditures \$687.3 million, including \$135.9 million from the State General Fund. This is a decrease of \$11.5 million, or 1.6 percent, all funds and \$1.2 million, or 0.9 percent, State General Fund below the FY 2015 recommendation.

The Governor recommends a reduction of \$3.2 million, including \$997,878 from the State General Fund, to reduce employer contributions for state employee health insurance. This is the only change from the agency's request.

The Governor also concurs with the agency's capital improvement budget request.

FY 2017 Agency Request

The **agency** requests operating expenditures of \$710.6 million, including \$140.4 million from the State General Fund. This is an increase of \$20.1 million, or 2.9 percent, all funds and \$3.4 million, or 2.5 percent, State General Fund above the FY 2016 request. The increase is mainly in salaries and wages (\$12.1 million) and contractual services (\$6.9 million).

The agency also requests \$20.1 million, including \$2.3 million from the State General Fund for capital improvements. This is a decrease of \$8.2 million, or 28.8 percent, all funds and an increase of \$90,000, or 4.2 percent, State General Fund from the FY 2016 request. The all funds decrease is due to a reduction in expenditures for the School of Business construction project and the increase in State General Fund is due to increased State General Fund expenditures in debt service for FY 2017.

FY 2017 Governor Recommendation

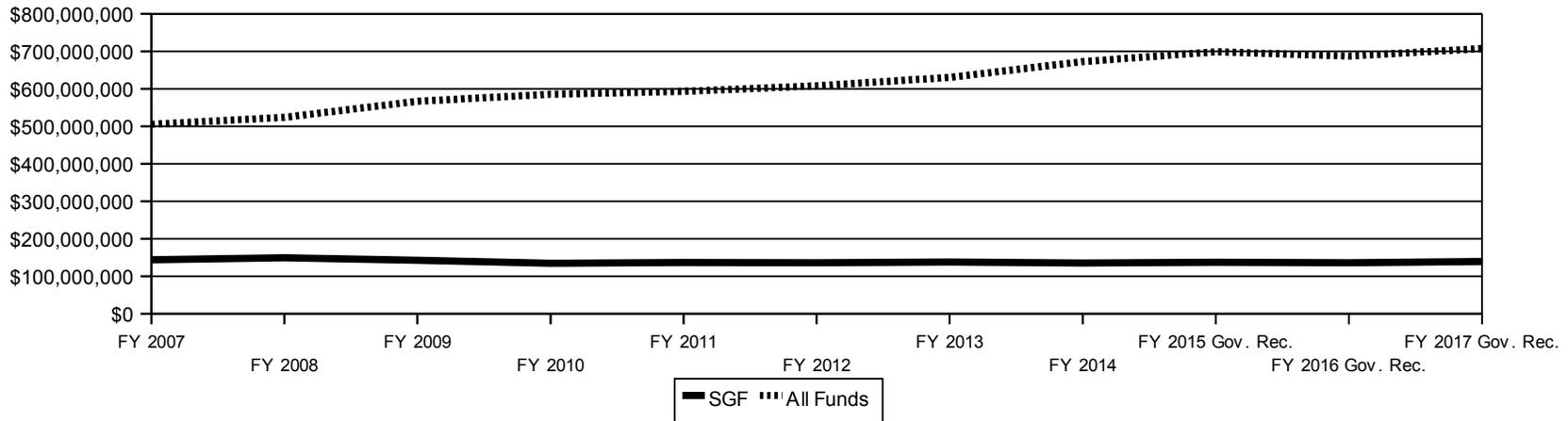
The **Governor** recommends operating expenditures of \$707.4 million, including \$139.4 million from the State General Fund. This is an increase of \$20.0 million, or 2.9 percent, all funds and \$3.4 million, or 2.5 percent, State General Fund above the FY 2016 recommendation.

The Governor recommends a reduction of \$3.3 million, including \$1.0 million from the State General Fund, to reduce employer contributions for state employee health insurance. This is the only change from the agency's request.

The Governor also concurs with the agency's capital improvement budget request.

BUDGET TRENDS

OPERATING EXPENDITURES FY 2007 – FY 2017



Fiscal Year	SGF	% Change	All Funds	% Change	FTE
2007	\$ 144,082,037	1.8 %	\$ 505,351,598	10.0 %	5,350.0
2008	149,486,691	3.8	523,878,989	3.7	5,450.0
2009	142,422,661	(4.7)	566,734,527	8.2	5,515.0
2010	134,699,764	(5.4)	585,433,037	3.3	5,405.0
2011	136,517,080	1.3	593,230,936	1.3	4,949.0
2012	136,019,806	(0.4)	607,975,534	2.5	4,793.4
2013	138,096,993	1.5	630,471,832	3.7	5,342.1
2014	135,402,775	(2.0)	672,585,831	6.7	5,342.1
2015 Gov. Rec.	137,168,039	1.3	698,775,976	3.9	5,342.1
2016 Gov. Rec.	135,932,220	(0.9)	687,327,646	(1.6)	5,342.1
2017 Gov. Rec.	139,353,553	2.5	707,352,975	2.9	5,342.1
Eleven-Year Change	\$ (4,728,484)	(3.3)%	\$ 202,001,377	40.0 %	(7.9)

Summary of Operating Budget FY 2014 - FY 2016

	Actual 2014	Agency Estimate				Governor's Recommendation			
		Estimate FY 2015	Request FY 2016	Dollar Change from FY 15	Percent Change from FY 15	Rec. FY 2015	Rec. FY 2016	Dollar Change from FY 15	Percent Change from FY 15
By Program:									
Institutional Support	\$ 40,628,324	\$ 39,981,062	\$ 40,102,729	\$ 121,667	0.3 %	\$ 39,951,446	\$ 39,865,939	\$ (85,507)	(0.2)%
Instructional Services	248,933,691	269,301,124	267,973,471	(1,327,653)	(0.5)	269,166,557	266,681,607	(2,484,950)	(0.9)
Academic Support	48,080,546	54,419,151	54,551,494	132,343	0.2	54,353,543	54,267,771	(85,772)	(0.2)
Student Services	41,814,275	42,807,635	42,866,351	58,716	0.1	42,771,426	42,682,352	(89,074)	(0.2)
Research	112,008,248	100,133,224	100,466,585	333,361	0.3	100,105,121	99,828,287	(276,834)	(0.3)
Public Service	10,397,196	10,791,691	10,808,008	16,317	0.2	10,785,854	10,754,111	(31,743)	(0.3)
Student Aid Auxiliary	56,601,126	59,815,948	59,815,780	(168)	(0.0)	59,814,326	59,813,740	(586)	(0.0)
Auxiliary	55,787,629	54,748,737	46,600,517	(8,148,220)	(14.9)	54,699,990	46,430,796	(8,269,194)	(15.1)
Physical Plant/Central Services	50,865,430	56,374,313	56,499,343	125,030	0.2	56,220,615	56,168,037	(52,578)	(0.1)
Debt Service	7,469,366	10,907,098	10,835,006	(72,092)	(0.7)	10,907,098	10,835,006	(72,092)	(0.7)
TOTAL	\$ 672,585,831	\$ 699,279,983	\$ 690,519,284	\$ (8,760,699)	(1.3) %	\$ 698,775,976	\$ 687,327,646	\$ (11,448,330)	(1.6)%
By Major Object of Expenditure:									
Salaries and Wages	\$ 449,284,838	\$ 463,286,918	\$ 464,604,912	\$ 1,317,994	0.3 %	\$ 462,782,911	\$ 461,413,274	\$ (1,369,637)	(0.3)%
Contractual Services	114,597,155	125,241,756	115,735,736	(9,506,020)	(7.6)	125,241,756	115,735,736	(9,506,020)	(7.6)
Commodities	21,796,855	22,111,769	21,861,356	(250,413)	(1.1)	22,111,769	21,861,356	(250,413)	(1.1)
Capital Outlay	15,691,102	15,807,004	15,557,004	(250,000)	(1.6)	15,807,004	15,557,004	(250,000)	(1.6)
Debt Service	7,469,366	10,907,098	10,835,006	(72,092)	(0.7)	10,907,098	10,835,006	(72,092)	(0.7)
Subtotal - Operations	\$ 608,839,316	\$ 637,354,545	\$ 628,594,014	\$ (8,760,531)	(1.4) %	\$ 636,850,538	\$ 625,402,376	\$ (11,448,162)	(1.8)%
Aid to Local Units	0	0	0	0	--	0	0	0	--
Other Assistance	63,746,515	61,925,438	61,925,270	(168)	(0.0)	61,925,438	61,925,270	(168)	(0.0)
TOTAL	\$ 672,585,831	\$ 699,279,983	\$ 690,519,284	\$ (8,760,699)	(1.3) %	\$ 698,775,976	\$ 687,327,646	\$ (11,448,330)	(1.6)%
Financing:									
State General Fund	\$ 135,402,775	\$ 137,384,253	\$ 136,930,098	\$ (454,155)	(0.3) %	\$ 137,168,039	\$ 135,932,220	\$ (1,235,819)	(0.9)%
General Fees Fund	256,097,072	281,088,833	280,373,773	(715,060)	(0.3)	280,943,021	279,233,573	(1,709,448)	(0.6)
All Other Funds	281,085,984	280,806,897	273,215,413	(7,591,484)	(2.7)	280,664,916	272,161,853	(8,503,063)	(3.0)
TOTAL	\$ 672,585,831	\$ 699,279,983	\$ 690,519,284	\$ (8,760,699)	(1.3) %	\$ 698,775,976	\$ 687,327,646	\$ (11,448,330)	(1.6)%

Summary of Operating Budget FY 2016 - FY 2017

	Agency Estimate				Governor's Recommendation			
	Request FY 2016	Request FY 2017	Dollar Change from FY 16	Percent Change from FY 16	Rec. FY 2016	Rec. FY 2017	Dollar Change from FY 16	Percent Change from FY 16
By Program:								
Institutional Support	\$ 40,102,729	\$ 41,308,773	\$ 1,206,044	3.0 %	\$ 39,865,939	\$ 41,067,247	\$ 1,201,308	3.0 %
Instructional Services	267,973,471	270,851,548	2,878,077	1.1	266,681,607	269,533,846	2,852,239	1.1
Academic Support	54,551,494	56,000,712	1,449,218	2.7	54,267,771	55,711,315	1,443,544	2.7
Student Services	42,866,351	43,702,621	836,270	2.0	42,682,352	43,514,942	832,590	2.0
Research	100,466,585	105,255,283	4,788,698	4.8	99,828,287	104,604,219	4,775,932	4.8
Public Service	10,808,008	11,063,429	255,421	2.4	10,754,111	11,008,454	254,343	2.4
Student Aid Auxiliary	59,815,780	59,815,780	0	0.0	59,813,740	59,813,699	(41)	(0.0)
Auxiliary	46,600,517	54,668,831	8,068,314	17.3	46,430,796	54,495,716	8,064,920	17.4
Physical Plant/Central Services	56,499,343	57,689,799	1,190,456	2.1	56,168,037	57,351,867	1,183,830	2.1
Debt Service	10,835,006	10,251,670	(583,336)	(5.4)	10,835,006	10,251,670	(583,336)	(5.4)
TOTAL	\$ 690,519,284	\$ 710,608,446	\$ 20,089,162	2.9 %	\$ 687,327,646	\$ 707,352,975	\$ 20,025,329	2.9 %
By Major Object of Expenditure:								
Salaries and Wages	\$ 464,604,912	\$ 476,672,475	\$ 12,067,563	2.6 %	\$ 461,413,274	\$ 473,417,004	\$ 12,003,730	2.6 %
Contractual Services	115,735,736	122,632,363	6,896,627	6.0	115,735,736	122,632,363	6,896,627	6.0
Commodities	21,861,356	23,569,664	1,708,308	7.8	21,861,356	23,569,664	1,708,308	7.8
Capital Outlay	15,557,004	15,557,004	0	0.0	15,557,004	15,557,004	0	0.0
Debt Service	10,835,006	10,251,670	(583,336)	(5.4)	10,835,006	10,251,670	(583,336)	(5.4)
Subtotal - Operations	\$ 628,594,014	\$ 648,683,176	\$ 20,089,162	3.2 %	\$ 625,402,376	\$ 645,427,705	\$ 20,025,329	3.2 %
Aid to Local Units	0	0	0	--	0	0	0	--
Other Assistance	61,925,270	61,925,270	0	0.0	61,925,270	61,925,270	0	0.0
TOTAL	\$ 690,519,284	\$ 710,608,446	\$ 20,089,162	2.9 %	\$ 687,327,646	\$ 707,352,975	\$ 20,025,329	2.9 %
Financing:								
State General Fund	\$ 136,930,098	\$ 140,371,391	\$ 3,441,293	2.5 %	\$ 135,932,220	\$ 139,353,553	\$ 3,421,333	2.5 %
General Fees Fund	280,373,773	283,571,263	3,197,490	1.1	279,233,573	282,408,261	3,174,688	1.1
All Other Funds	273,215,413	286,665,792	13,450,379	4.9	272,161,853	285,591,161	13,429,308	4.9
TOTAL	\$ 690,519,284	\$ 710,608,446	\$ 20,089,162	2.9 %	\$ 687,327,646	\$ 707,352,975	\$ 20,025,329	2.9 %

BUDGET OVERVIEW

A. FY 2015 – Current Year

Adjustments to Approved State General Fund Budget

The Legislature approved a State General Fund budget of \$139,464,253 for the University of Kansas in FY 2015. One adjustment subsequently has been made to that amount. This adjustment changes the current year approved amount without any legislative action required. For this agency, the following adjustment has been made.

This adjustment changes the FY 2015 approved State General Fund to \$139,248,039. That amount is reflected in the table below as the currently approved FY 2015 State General Fund amount. The agency's budget was submitted prior to the December allotment, so the agency's revised budget estimates do not incorporate the allotment.

- A reduction of \$216,214 from State General Fund, as the result of the Governor's December 9th, allotment.

	CHANGE FROM APPROVED BUDGET				
	Legislative Approved FY 2015	Agency Estimate FY 2015	Agency Change from Approved	Governor Rec. FY 2015	Governor Change from Approved
State General Fund	\$ 139,248,039	\$ 139,464,253	\$ 216,214	\$ 139,248,039	\$ 0
All Other Funds	541,484,078	589,625,967	48,141,889	589,338,174	47,854,096
TOTAL	<u>\$ 680,732,117</u>	<u>\$ 729,090,220</u>	<u>\$ 48,358,103</u>	<u>\$ 728,586,213</u>	<u>\$ 47,854,096</u>
FTE Positions	5,342.1	5,342.1	0.0	5,342.1	0.0

The **agency's** revised estimate is \$729.1 million, including \$139.5 million from the State General Fund. This is an increase of \$48.4 million, or 7.1 percent, all funds and \$216,214, or 0.2

percent, State General Fund above the approved amount. The increase is mainly in salaries and wages (\$24.0 million) and other assistance (\$11.5 million). There is also a transfer from

the Board of Regents and carry forward of \$11.9 million from the Educational Building Fund.

The **Governor** recommends \$728.6 million, including \$139.2 million from the State General Fund. This is an increase of \$47.9 million, or 7.0 percent, all from special revenue funds above the approved amount. There is no change to the State General Fund.

Supplemental Detail

FY 2015 SUPPLEMENTALS						
Supplementals	Agency Estimate			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Bonding Authority for Residence Hall and Dining (\$51.2 million)	\$ 0	\$ 0	0.0	\$ 0	\$ 0	0.0
Bonding Authority for Mechanical/Electrical Improvements (\$19.7 million)	0	0	0.0	0	0	0.0
Bonding Authority for Corbin Hall (\$14.5. million)	0	0	0.0	0	0	0.0
TOTAL	\$ 0	\$ 0	0.0	\$ 0	\$ 0	0.0

The **agency** is requesting bonding authority for three separate projects in FY 2015. This would not add expenditures until FY 2016. Debt service for the new residence hall and Corbin Hall would be paid from housing fees and debt service from the mechanical and electrical improvements would be requested from the Educational Building Fund.

The **Governor** recommends bonding authority for the new Residence and Dining Hall (\$51.2 million) and Corbin Hall (\$14.5 million) but the Governor does not recommend bonding authority for mechanical and electrical improvements using the Educational Building Fund to pay the debt service.

Governor's Allotments

The consensus revenue estimating process was completed on November 10, 2014 subsequent to agencies submitting budgets with revised expenditures for the current fiscal year. The results of the new consensus revenue estimates identified a \$278.7 million State General Fund shortfall for FY 2015. This prompted the Governor to address the shortfall with an allotment plan totaling \$280.0 million, which reduced

expenditures by \$60.1 million. The allotment plan included recommendations to transfer funds and adjust Non-State General Fund expenditures an additional \$219.9 million. The adjustments included in the \$219.9 million will require legislative approval to implement. The allotments shown in the table below reflect only those allotments that have already taken place.

GOVERNOR'S ALLOTMENTS			
Allotment	SGF	All Funds	FTE
December Allotment			
Reduce KPERS Employer Contribution Rate	\$ (216,214)	\$ (216,214)	0.0
TOTAL	<u>\$ (216,214)</u>	<u>\$ (216,214)</u>	<u>0.0</u>

**Kansas Public Employees Retirement System (KPERS)
Reduction:**

A reduction of \$216,214 from the State General Fund as a result of the Governor's State General Fund allotment reducing the Kansas Public Employer Regular and School Member

employer contribution rate (excluding KPERS Death and Disability) from 11.27 percent to 8.65 percent in FY 2015. This allotment will have no impact on the agency operations, but is reflective of a reduction of expenditures. An additional \$287,793 from special revenue funds is reduced in the Governor's budget recommendation resulting in a total reduction of \$504,007.

B. FY 2016 – Budget Year

FY 2016 OPERATING BUDGET SUMMARY			
	Agency Request	Governor's Recommendation	Difference
Total Request/Recommendation	\$ 690,519,284	\$ 687,327,646	\$ (3,191,638)
FTE Positions	5,342.1	5,342.1	0.0
Change from FY 2015:			
<i>Dollar Change:</i>			
State General Fund	\$ (454,155)	\$ (1,235,819)	
All Other Funds	(8,306,544)	(10,212,511)	
TOTAL	<u>\$ (8,760,699)</u>	<u>\$ (11,448,330)</u>	
<i>Percent Change:</i>			
State General Fund	(0.3) %	(0.9) %	
All Other Funds	(1.5)	(1.8)	
TOTAL	<u>(1.3) %</u>	<u>(1.6) %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests operating expenditures of \$690.5 million, including \$136.9 million from the State General Fund. This is a decrease of \$8.8 million, or 1.3 percent, all funds and \$454,155, or 0.3 percent, State General Fund below the FY 2015 revised estimate. The decrease is mainly in contractual services (\$9.5 million) with an offsetting increase in salaries and wages (\$1.3 million).

The **Governor** recommends \$687.3 million, including \$135.9 million from the State General Fund. This is a decrease

of \$11.4 million, or 1.6 percent, all funds and \$1.2 million, or 0.9 percent, State General Fund below the FY 2015 recommendation.

The Governor recommends a reduction of \$3.2 million, including \$997,878 from the State General Fund, to reduce employer contributions for state employee health insurance. This is the only change from the agency's request.

C. FY 2017 – Budget Year

FY 2017 OPERATING BUDGET SUMMARY			
	Agency Request	Governor's Recommendation	Difference
Total Request/Recommendation	\$ 710,608,446	\$ 707,352,975	\$ (3,255,471)
FTE Positions	5,342.1	5,342.1	0.0
Change from FY 2016:			
<i>Dollar Change:</i>			
State General Fund	\$ 3,441,293	\$ 3,421,333	
All Other Funds	16,647,869	16,603,996	
TOTAL	<u>\$ 20,089,162</u>	<u>\$ 20,025,329</u>	
<i>Percent Change:</i>			
State General Fund	2.5 %	2.5 %	
All Other Funds	3.0	3.0	
TOTAL	<u>2.9 %</u>	<u>2.9 %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests operating expenditures of \$710.6 million, including \$140.4 million from the State General Fund. This is an increase of \$20.1 million, or 2.9 percent, all funds and \$3.4 million, or 2.5 percent, state General Fund above the FY 2016 request. The increase is mainly in salaries and wages (\$12.1 million) and contractual services (\$6.9 million).

The **Governor** recommends \$707.4 million, including \$139.4 million from the State General Fund. This is an increase

of \$20.0 million, or 2.9 percent, all funds and \$3.4 million, or 2.5 percent, State General Fund above the FY 2016 recommendation.

The Governor recommends a reduction of \$3.3 million, including \$1.0 million from the State General Fund, to reduce employer contributions for state employee health insurance. This is the only change from the agency's request.

Governor's Recommended Salary and Wage Adjustments

State Employee Pay Increases. The 2014 Legislature approved funding of \$11.3 million, including \$4.5 million from the State General Fund, in FY 2015 for a \$250 bonus for all full-time employees except elected officials who were employed on December 6, 2013, and which was paid December 6, 2014. **For this agency, the FY 2015 bonus totals \$1.3 million, including \$371,177 from the State General Fund, and affects 4,076 employees.**

Longevity Bonus Payments. For FY 2016 and FY 2017, the Governor recommends funding longevity bonus payments for eligible state employees at the statutory rate of \$40 per year of service, with a 10-year minimum (\$400), and a 25-year maximum (\$1,000). Classified employees hired after June 15, 2008 are not eligible for longevity bonus payments. The estimated cost for the recommended FY 2016 payments is \$7.2 million, including \$2.8 million from the State General Fund. For FY 2017, the estimated cost for the payments is \$7.7 million, including \$3.0 million from the State General Fund. **For this agency, there are no longevity bonus payments.**

Group Health Insurance. The Governor recommends Group Health and Hospitalization employer contributions of \$282.8 million, including \$108.2 million from the State General Fund, for FY 2016 and \$289.2 million, including \$110.7 million from the State General Fund, for FY 2017. For FY 2016 and FY 2017, the Governor recommends reducing the employer contributions for group health insurance by 8.5 percent. **For this agency this is a reduction of \$3.2 million, including \$997,878 from the State General Fund for FY 2016. This is a reduction of \$3.3 million, including \$1.0 million from the State General Fund, for FY 2017.**

Kansas Public Employees Retirement System (KPERs) Rate Adjustments. The FY 2015 employer retirement contribution for KPERs regular and school members was scheduled to be 11.27 percent, an increase of 1.0 percent from 10.27 in FY 2014. The Governor reduced the employer contribution rate from 11.27 percent to 8.65 percent for the second half of FY 2015, for an effective contribution rate of 9.96 percent as part of the Governor's allotment plan. For FY 2016, the Governor recommends the retirement rate increase by 2.41 percent from 9.96 percent to 12.37 percent. For FY 2017, the Governor recommends the retirement rate increase by 1.2 percent from 12.37 percent to 13.57 percent. This increase is attributable to the annual statutory increase for financing the unfunded liability of the KPERs fund.

In addition, the employer contribution for the KPERs death and disability insurance rate will be increased to 1.0 percent, from 0.85 percent, for FY 2016 and for FY 2017.

The Governor further proposes offering \$1.5 billion in Pension Obligation Bonds, backed by the State General Fund, to be paid back over 30 years and extending the amortization on the current bonds by ten years to 2043. The proceeds of the bonds would be used to help reduce the future employer contribution rates of the State/School Group. The Kansas Public Employee Retirement System estimates this plan could reduce employer contributions by \$68.43 million in FY 2016 and \$132.85 in FY 2017. The Kansas Development Finance Authority estimates that the bond service would be \$90.3 million in FY 2016 through FY 2017, assuming the Kansas credit ratings are not downgraded.

Funding Sources

Funding Source	Agency Req. Percent of Total FY 2016	Gov. Rec. Percent of Total FY 2016	Agency Req. Percent of Total FY 2017	Gov. Rec. Percent of Total FY 2017
State General Fund	19.8 %	19.8 %	19.8 %	19.7 %
General Fees Fund	40.6	40.6	39.9	39.9
All Other Funds	39.6	39.6	40.3	40.4
TOTAL	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>	<u>100.0 %</u>

Note: Percentages may not add due to rounding.

General Fees Fund

Under KSA 76-719, the Board of Regents has the authority to set tuition rates at each university and the funds collected from tuition are deposited in the general fees fund, excluding the

student activity fees that are deposited in the restricted fees fund. Tuition is set by the Board of Regents after the Legislative Session is concluded each year.

Resource Estimate	Actual FY 2014	Agency Estimate FY 2015	Governor Rec. FY 2015	Agency Request FY 2016	Gov. Rec. FY 2016	Agency Request FY 2017	Gov. Rec. FY 2017
Beginning Balance	\$ 16,535,398	\$ 18,245,991	\$ 18,245,991	\$ 16,629,544	\$ 16,775,356	\$ 15,633,097	\$ 16,919,109
Revenue	266,334,194	281,835,100	281,835,100	281,835,100	281,835,100	281,835,100	281,835,100
Transfers in	0	0	0	0	0	0	0
Total Funds Available	\$ 282,869,592	\$ 300,081,091	\$ 300,081,091	\$ 298,464,644	\$ 298,610,456	\$ 297,468,197	\$ 298,754,209
Less: Expenditures	264,152,489	282,835,100	282,689,288	282,215,100	281,074,900	285,515,100	284,352,098
Transfers Out	468,362	616,447	616,447	616,447	616,447	616,447	616,447
Off Budget Expenditures	2,750	0	0	0	0	0	0
Ending Balance	<u>\$ 18,245,991</u>	<u>\$ 16,629,544</u>	<u>\$ 16,775,356</u>	<u>\$ 15,633,097</u>	<u>\$ 16,919,109</u>	<u>\$ 11,336,650</u>	<u>\$ 13,785,664</u>
Ending Balance as Percent of Expenditures	6.9%	5.9%	5.9%	5.5%	6.0%	4.0%	4.8%
Month Highest Ending Balance	September <u>\$ 76,072,465</u>	September <u>\$ 76,875,450</u>	September <u>\$ 76,875,450</u>	September <u>\$ 77,600,000</u>	September <u>\$ 78,000,000</u>	September <u>\$ 78,400,000</u>	September <u>\$ 79,000,000</u>
Month Lowest Ending Balance	April <u>\$ 11,316,301</u>	April <u>\$ 11,400,000</u>	April <u>\$ 11,600,000</u>	April <u>\$ 11,500,000</u>	April <u>\$ 12,000,000</u>	April <u>\$ 11,600,000</u>	April <u>\$ 10,000,000</u>

Enrollment Trends

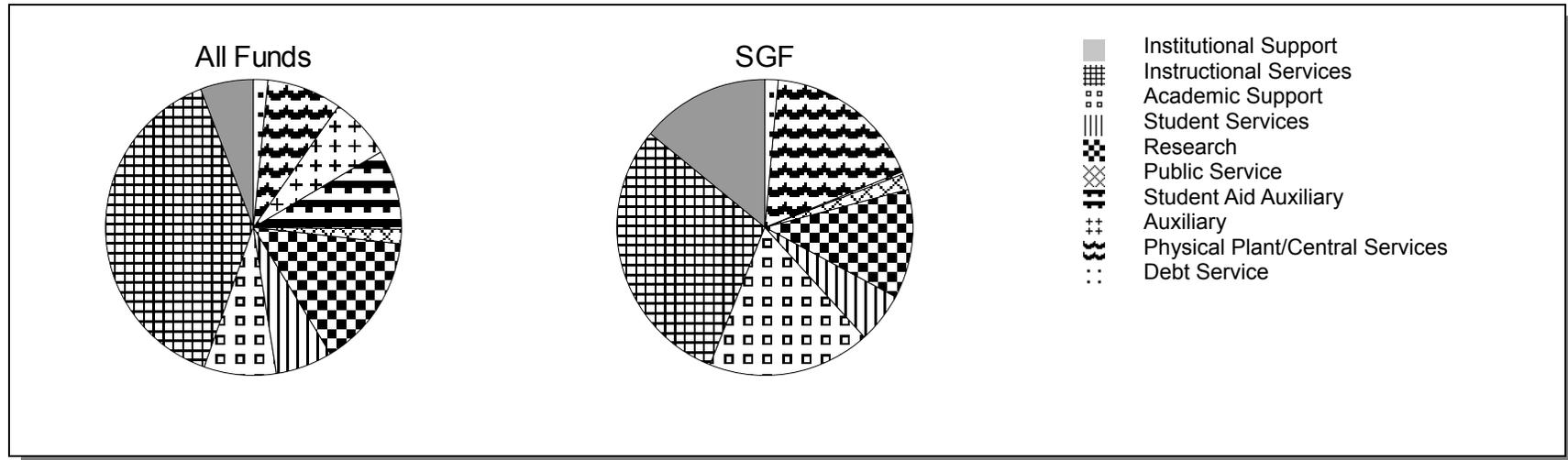
The following table summarizes recent enrollment trends at the University of Kansas. Headcount enrollment reflects the actual number of students enrolled. Full-time equivalent

converts those students to full-time, based on the number of credit hours the students are enrolled.

	Fall 2009	Fall 2010	Fall 2011	Fall 2012	Fall 2013	Fall 2014	Fall 2009 to Fall 2014
Headcount	26,826	26,266	25,448	24,577	24,435	24,612	
Change	(173)	(560)	(818)	(871)	(142)	177	(2,214)
%Change	(0.6)%	(2.1)%	(3.1)%	(3.4)%	(0.6)%	0.7 %	(8.3)%
FTE Students	24,340	23,989	23,290	22,468	22,327	22,532	
Change	(163)	(351)	(699)	(822)	(822)	205	(1,808)
%Change	(0.7)%	(1.4)%	(2.9)%	(3.5)%	(3.6)%	0.9 %	(7.4)%
Student Credit Hours	334,121	327,539	318,278	307,914	307,169	309,972	
Change	(3,078)	(6,582)	(9,261)	(10,364)	(10,364)	2,803	(24,149)
%Change	(0.9)%	(2.0)%	(2.8)%	(3.3)%	(3.3)%	0.9 %	(7.2)%

PROGRAM DETAIL

EXPENDITURES BY PROGRAM-- GOVERNOR'S FY 2016 RECOMMENDATION



Program	Gov. Rec. All Funds FY 2016	Percent of Total	Gov. Rec. SGF FY 2016	Percent of Total
Institutional Support	\$ 39,865,939	5.8 %	\$ 19,160,778	14.1 %
Instructional Services	266,681,607	38.8	40,570,919	29.8
Academic Support	54,267,771	7.9	24,184,869	17.8
Student Services	42,682,352	6.2	7,461,986	5.5
Research	99,828,287	14.5	16,172,726	11.9
Public Service	10,754,111	1.5	2,348,338	1.7
Student Aid Auxiliary	59,813,740	8.7	0	0.0
Auxiliary	46,430,796	6.8	394,081	0.3
Physical Plant/Central Services	56,168,037	8.2	23,676,584	17.4
Debt Service	10,835,006	1.6	1,961,939	1.4
TOTAL	\$ 687,327,646	100.0 %	\$ 135,932,220	100.0 %

FTE POSITIONS BY PROGRAM FY 2014 – FY 2017

Program	Actual FY 2014	Agency Est. FY 2015	Gov. Rec. FY 2015	Agency Req. FY 2016	Gov. Rec. FY 2016	Agency Req. FY 2017	Gov. Rec. FY 2017
Institutional Support	341.6	342.2	342.2	342.2	342.2	342.2	342.2
Instructional Services	2,461.4	2,603.9	2,603.9	2,603.9	2,603.9	2,603.9	2,603.9
Academic Support	435.7	454.5	454.5	454.5	454.5	454.5	454.5
Student Services	255.8	285.7	285.7	285.7	285.7	285.7	285.7
Research	829.1	734.5	734.5	734.5	734.5	734.5	734.5
Public Service	196.1	102.5	102.5	102.5	102.5	102.5	102.5
Student Aid Auxiliary	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Auxiliary	213.2	198.5	198.5	198.5	198.5	198.5	198.5
Physical Plant/Central Services	606.2	617.3	617.3	617.3	617.3	617.3	617.3
Debt Service	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	5,342.1	5,342.1	5,342.1	5,342.1	5,342.1	5,342.1	5,342.1

A. Institutional Support

The Institutional Support program includes central management and long-range planning activities, fiscal operations, general administration and logistical services, personnel management, and community and alumni relations activities.

The **agency** requests FY 2016 operating expenditures of \$40.1 million, including \$19.3 million from the State General Fund. The overall request is an increase of \$121,667, or 0.3 percent, all funds and \$74,276, or 0.4 percent, State General Fund above the FY 2015 revised estimate. The increase is in salaries and wages for FY 2016.

The **Governor** recommends FY 2016 operating expenditures of \$39.9 million, including \$19.2 million from the State General Fund. The recommendation is a decrease of \$236,790, or 0.6 percent, all funds and \$147,378, or 0.8 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$41.3 million, including \$20.0 million from the State General Fund. The overall request is an increase of \$1.2 million, or 3.0 percent, all funds and \$739,614, or 3.8 percent, State General

Fund above the agency's FY 2016 request. The increase is in salaries and wages for FY 2017.

The **Governor** recommends FY 2017 operating expenditures of \$41.1 million, including \$19.9 million from the

B. Instructional Services

The Instructional Services program includes all general and remedial instruction of students.

The **agency** requests FY 2016 operating expenditures of \$268.0 million, including \$40.1 million from the State General Fund. The overall request is a decrease of \$1.3 million, or 0.5 percent, all funds and \$673,416, or 1.6 percent, State General Fund below the FY 2015 revised estimate. The decrease is mainly attributable to decreases in contractual services (\$1.3 million), commodities (\$250,000) and capital outlay (\$250,000) with an offsetting increase in salaries and wages (\$436,888) for FY 2016.

The **Governor** recommends FY 2016 operating expenditures of \$266.7 million, including \$40.6 million from the State General Fund. The recommendation is a decrease of \$1.3 million, or 0.5 percent, all funds and \$229,176, or 0.6 percent,

C. Academic Support

The Academic Support program includes all support services for the institution's primary missions of instruction, research, and public service. These support services cover libraries, museums and galleries, educational media services, academic computing support, academic administration, and course and curriculum.

State General Fund. The recommendation is a decrease of \$241,526, or 0.6 percent, all funds and \$150,326, or 0.7 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$270.9 million, including \$40.9 million from the State General Fund. The overall request is an increase of \$2.9 million, or 1.1 percent, all funds and \$137,389, or 0.3 percent, State General Fund above the FY 2016 request. The increase is in salaries and wages for FY 2017.

The **Governor** recommends FY 2017 operating expenditures of \$269.5 million, including \$40.7 million from the State General Fund. The recommendation is a decrease of \$1.3 million, or 0.5 percent, all funds and \$233,761, or 0.6 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2016 operating expenditures of \$54.6 million, including \$24.4 million from the State General Fund. The request is an increase of \$132,343, or 0.2 percent, all funds and \$97,195, or 0.4 percent, State General Fund above the FY 2015 revised estimate. The increase is mainly in salaries and wages for FY 2016.

The **Governor** recommends FY 2016 operating expenditures of \$54.3 million, including \$24.2 million from the State General Fund. The recommendation is a decrease of \$283,723, or 0.5 percent, all funds and \$185,441, or 0.8 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$56.0 million, including \$25.3 million from the State General Fund. The request is an increase of \$1.4 million, or 2.7 percent,

D. Student Services

The Student Services program is responsible for the non-academic activities surrounding the student's experience at the institution. These activities include cultural development, counseling and career guidance, financial aid administration, admissions, student health services, and intercollegiate athletics.

The **agency** requests FY 2016 operating expenditures of \$42.9 million, including \$7.5 million from the State General Fund. The request is an increase of \$58,716, or 0.1 percent, all funds and \$22,587, or 0.3 percent, State General Fund above the FY 2015 revised estimate. The increase is in salaries and wages for FY 2016.

The **Governor** recommends FY 2016 operating expenditures of \$42.7 million, including \$7.5 million from the State General Fund. The recommendation is a decrease of \$183,999, or 0.4 percent, all funds and \$65,559, or 0.9 percent,

all funds and \$944,045, or 3.9 percent, State General Fund above the FY 2016 request. The increase is in salaries and wages for FY 2017.

The **Governor** recommends FY 2017 operating expenditures of \$55.7 million, including \$25.1 million from the State General Fund. The recommendation is a decrease of \$289,397, or 0.5 percent, all funds and \$189,150, or 0.7 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$43.7 million, including \$7.8 million from the State General Fund. The request is an increase of \$836,270, or 2.0 percent, all funds and \$289,659, or 3.8 percent, State General Fund above the FY 2016 request. The increase is in salaries and wages for FY 2017.

The **Governor** recommends FY 2017 operating expenditures of \$43.5 million, including \$7.8 million from the State General Fund. The recommendation is a decrease of \$187,679, or 0.4 percent, all funds and \$66,870, or 0.9 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

E. Research

The Research program includes most research projects conducted by university personnel whether individually or through an institute or research center.

The **agency** requests FY 2016 operating expenditures of \$100.5 million, including \$16.3 million from the State General Fund. The request is an increase of \$333,361, or 0.3 percent, all funds and \$9,835, or 0.1 percent, State General Fund above the FY 2015 revised estimate. The increase is in salaries and wages for FY 2016.

The **Governor** recommends FY 2016 operating expenditures of \$99.8 million, including \$16.2 million from the State General Fund. The recommendation is a decrease of \$638,298, or 0.6 percent, all funds and \$109,979, or 0.7 percent, State General Fund below the agency's request. The

F. Public Service

The Public Service program is responsible for all non-credit instruction (except remedial instruction) and other activities that are primarily of benefit to external groups or individuals. These activities include outreach education, community service, and public broadcasting services.

The **agency** requests FY 2016 operating expenditures of \$10.8 million, including \$2.4 million from the State General Fund. The request is an increase of \$16,317, or 0.2 percent, all funds and \$7,261, or 0.3 percent, State General Fund from the FY 2015 revised estimate. The increase is in salaries and wages for FY 2016.

The **Governor** recommends FY 2016 operating expenditures of \$10.8 million, including \$2.3 million from the

decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$105.3 million, including \$16.8 million from the State General Fund. The request is an increase of \$4.8 million, or 4.8 percent, all funds and \$475,810, or 2.9 percent, State General Fund above the FY 2016 request. The increase is in salaries and wages (\$3.1 million) and commodities (\$1.7 million) for FY 2017.

The **Governor** recommends FY 2017 operating expenditures of \$104.6 million, including \$16.6 million from the State General Fund. The recommendation is a decrease of \$651,064, or 0.6 percent, all funds and \$112,179, or 0.7 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

State General Fund. The recommendation is a decrease of \$53,897, or 0.5 percent, all funds and \$18,902, or 0.8 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$11.1 million, including \$2.5 million from the State General Fund. The request is an increase of \$255,421, or 2.4 percent, all funds and \$90,861, or 3.8 percent, State General Fund above the FY 2016 request. The increase is in salaries and wages for FY 2017.

The **Governor** recommends FY 2017 operating expenditures of \$11.0 million, including \$2.4 million from the

State General Fund. The recommendation is a decrease of \$54,975, or 0.5 percent, all funds and \$19,280, or 0.8 percent, State General Fund below the agency's request. The decrease

G. Student Aid

The Student Aid program includes activities covering all forms of financial aid assistance such as scholarships, fellowships, and loans.

The **agency** requests FY 2016 operating expenditures of \$59.8 million, all from special revenue funds. The request is a decrease of \$168, or less than 0.1 percent, below the FY 2015 revised estimate.

The **Governor** recommends FY 2016 operating expenditures of \$59.8 million, all from special revenue funds. The recommendation is a decrease of \$2,040, or less than 0.1 percent, below the agency's request. The decrease is due to the

H. Auxiliary

The Auxiliary program is responsible for activities that furnish goods and services to students, faculty, and employees of the institution such as housing, food, and parking services.

The **agency** requests FY 2016 operating expenditures of \$46.6 million, including \$398,375, from the State General Fund. The request is a decrease of \$8.1 million, or 14.9 percent, all funds and an increase of \$1,081, or 0.3 percent, State General Fund from the FY 2015 revised estimate. There is a decrease in contractual services (\$8.2 million) for FY 2016.

The **Governor** recommends FY 2016 operating expenditures of \$46.4 million, including \$394,081 from the State General Fund. The recommendation is a decrease of \$169,721, or 0.4 percent, all funds and \$4,294, or 1.1 percent, State General Fund below the agency's request. The decrease is due

is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$59.8 million, all from special revenue funds. This is the same amount as the FY 2016 request.

The **Governor** recommends FY 2017 operating expenditures of \$59.8 million, all from special revenue funds. The recommendation is a decrease of \$2,081, or less than 0.1 percent, below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$54.7 million, including \$412,561 from the State General Fund. The overall request is an increase of \$8.1 million, or 17.3 percent, all funds and \$14,186, or 3.6 percent, State General Fund above the FY 2016 request. The increase is mainly in contractual services (\$7.4 million) for FY 2017.

The **Governor** recommends FY 2017 operating expenditures of \$54.5 million, including \$408,181 from the State General Fund. The recommendation is a decrease of \$173,115, or 0.3 percent, all funds and \$4,380, or 1.1 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

I. Physical Plant/Central Services

The Physical Plant/Central Services program is responsible for the operation and maintenance of the facilities and grounds of the institution. This includes facilities planning, building maintenance, custodial services, and utilities.

The **agency** requests FY 2016 operating expenditures of \$56.5 million, including \$23.9 million from the State General Fund. The request is an increase of \$125,030, or 0.2 percent, all funds and \$90,004, or 0.4 percent, State General Fund from the FY 2015 revised estimate. The increase is in salaries and wages for FY 2016.

The **Governor** recommends FY 2016 operating expenditures of \$56.2 million, including \$23.7 million from the State General Fund. The recommendation is a decrease of \$331,306, or 0.6 percent, all funds and \$237,149, or 1.0 percent, State General Fund below the agency's request. The

decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$57.7 million, including \$24.8 million from the State General Fund. The request is an increase of \$1.2 million, or 2.1 percent, all funds and \$846,016, or 3.5 percent, State General Fund above the FY 2016 request. The increase is in salaries and wages for FY 2017.

The **Governor** recommends FY 2017 operating expenditures of \$57.4 million, including \$24.5 from the State General Fund. The recommendation is a decrease of \$337,932, or 0.6 percent, all funds and \$241,892, or 1.0 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

CAPITAL IMPROVEMENTS

CAPITAL IMPROVEMENTS						
	Agency Est. FY 2015	Gov. Rec. FY 2015	Agency Req. FY 2016	Gov. Rec. FY 2016	Agency Req. FY 2017	Gov. Rec. FY 2017
Rehabilitation and Repair	\$ 11,878,906	\$ 11,878,906	\$ 0	\$ 0	\$ 0	\$ 0
Other Projects	6,653,064	6,653,064	5,240,000	5,240,000	5,240,000	5,240,000
School of Business	0	0	8,210,000	8,210,000	790,000	790,000
Parking	1,500,000	1,500,000	1,600,000	1,600,000	1,650,000	1,650,000
Debt Service - Principal	9,778,267	9,778,267	13,263,161	13,263,161	12,465,046	12,465,046
TOTAL	\$ 29,810,237	\$ 29,810,237	\$ 28,313,161	\$ 28,313,161	\$ 20,145,046	\$ 20,145,046
Financing:						
State General Fund	\$ 2,080,000	\$ 2,080,000	\$ 2,165,000	\$ 2,165,000	\$ 2,255,000	\$ 2,255,000
All Other Funds	27,730,237	27,730,237	26,148,161	26,148,161	17,890,046	17,890,046
TOTAL	\$ 29,810,237	\$ 29,810,237	\$ 28,313,161	\$ 28,313,161	\$ 20,145,046	\$ 20,145,046

Current Year Agency Estimate

FY 2015 – Current Year. The agency’s revised estimate is \$29.8 million, including \$2.1 million from the State General Fund. This is an increase of \$10.3 million, or 52.5 percent all funds and a decrease of \$2.1 million, or 50.8 percent, State

General Fund from the FY 2015 approved amount. The increase is due to the transfer from the Board of Regents and carry forward of \$11.9 million from the Educational Building Fund.

Current Year Governor Recommendation

The **Governor** concurs with the agency’s revised estimate.

Budget Year Agency Request

FY 2016 – Budget Year. The agency requests \$28.3 million, including \$2.2 million from the State General Fund. This is a decrease of \$1.5 million, or 5.0 percent, all funds and an increase of \$85,000, or 4.1 percent, State General Fund from

the FY 2015 revised estimate. The decrease is due to the lack of transfer at this point of the Educational Building Fund for FY 2016. However there is an increase to debt service principal payments.

Budget Year Governor Recommendation

The **Governor** concurs with the agency’s request.

Budget Year Agency Request

FY 2017 – Budget Year. The agency requests \$20.1 million, including \$2.3 million from the State General Fund. This is a decrease of \$8.2 million, or 28.8 percent, all funds and an increase of \$90,000, or 4.2 percent, State General Fund from

the FY 2016 request. The decrease is due to a reduction in expenditures for the School of Business construction project and the increase in State General Fund is due to increased State General Fund expenditures in debt service for FY 2017.

Budget Year Governor Recommendation

The **Governor** concurs with the agency’s request.

PERFORMANCE MEASURES					
Measure	Gov. Rec. for FY 2014	Actual FY 2014	Gov. Rec. FY 2015	Gov. Rec. FY 2016	Gov. Rec. FY 2017
Five-year graduation rate	57.0%	57.4%	57.0%	57.0%	57.0%
Percent of credit hours taught by faculty	85.0%	83.8%	85.0%	85.0%	85.0%