

WICHITA STATE UNIVERSITY

| Expenditure | Actual FY 2015 | Agency Est. FY 2016 | Gov. Rec. FY 2016 | Agency Est. FY 2017 | Gov. Rec. FY 2017 |
|--------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|
| Operating Expenditures: | | | | | |
| State General Fund | \$ 70,934,109 | \$ 75,278,380 | \$ 74,275,237 | \$ 74,879,391 | \$ 74,879,391 |
| Other Funds | 218,063,313 | 226,509,672 | 227,512,815 | 226,793,639 | 226,793,639 |
| TOTAL | \$ 288,997,422 | \$ 301,788,052 | \$ 301,788,052 | \$ 301,673,030 | \$ 301,673,030 |
| Capital Improvements: | | | | | |
| State General Fund | \$ 428,334 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Other Funds | 18,651,362 | 13,797,759 | 13,797,759 | 7,352,816 | 7,352,816 |
| TOTAL | \$ 19,079,696 | \$ 13,797,759 | \$ 13,797,759 | \$ 7,352,816 | \$ 7,352,816 |
| GRAND TOTAL | <u>\$ 308,077,118</u> | <u>\$ 315,585,811</u> | <u>\$ 315,585,811</u> | <u>\$ 309,025,846</u> | <u>\$ 309,025,846</u> |
| Percentage Change: | | | | | |
| Operating Expenditures | | | | | |
| State General Fund | 12.0 % | 6.1 % | 4.7 % | (0.5) % | 0.8 % |
| All Funds | 9.9 | 4.4 | 4.4 | (0.0) | (0.0) |
| FTE Positions | 2,017.1 | 2,064.9 | 2,064.9 | 2,064.9 | 2,064.9 |
| Non-FTE Perm.Uncl.Pos. | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| TOTAL | <u>2,017.1</u> | <u>2,064.9</u> | <u>2,064.9</u> | <u>2,064.9</u> | <u>2,064.9</u> |

AGENCY OVERVIEW

Wichita State University was established as Fairmount College and operated by the Congregational Church from 1895 to 1926. In 1926, it became a municipal university under the jurisdiction of the City of Wichita. Since July 1, 1964, the institution has been a part of the state Regents system of higher education under the auspices of the Kansas Board of Regents. As a metropolitan university located in the state's largest urban area, the University serves a large number of nontraditional students. The University has two distinct student bodies, one comprised of traditional students ages 18 to 23 who devote themselves full-time to school and campus activities, and the other comprised of older students who are working on a part-time or full-time basis while in school. **A total of 14,495 students attended WSU during the Fall 2015 semester. This is a decrease of 508 students, or 3.4 percent, below the Fall 2014 semester.**

MAJOR ISSUES FROM PRIOR YEARS

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 on 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 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 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.

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 act exempts certain construction projects and construction project services at state universities from many of the requirements imposed on other state agencies.

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 in both FY 2014 and FY 2015. There was also a reduction of the all funds expenditures to salaries and wages of approximately 1.1 percent in FY 2014 and less than 0.1 percent for FY 2015.

The **2014 Legislature** deleted \$2.0 million from the Technology Transfer Facility capital improvement project and added it to the operating budget for the Technology Transfer Facility.

The **2014 Legislature** added \$3.5 million, all from the State General Fund for the National Center for Aviation Training training and equipment and deleted \$3.0 million from the Economic Development Initiatives Fund for the same project.

The **2014 Legislature** added \$5.0 million, all from the State General Fund for aviation research and deleted the \$5.0 million transfer from the Department of Commerce for the same aviation research.

BUDGET SUMMARY AND KEY POINTS

FY 2016 – Current Year. The **agency** requests a revised estimate of \$315.6 million, including \$75.3 million from the State General Fund in FY 2016. This is an all funds increase of \$22.8 million, or 7.8 percent, above the 2016 approved amount. The increase includes \$15.7 million in operating expenditures for salaries and wages (\$7.8 million), contractual services (\$1.7 million), commodities (\$3.3 million), and debt service (\$2.2 million). There is also an increase in capital improvements of \$8.7 million primarily due to the Educational Building Fund expenditures for rehabilitation and repair projects.

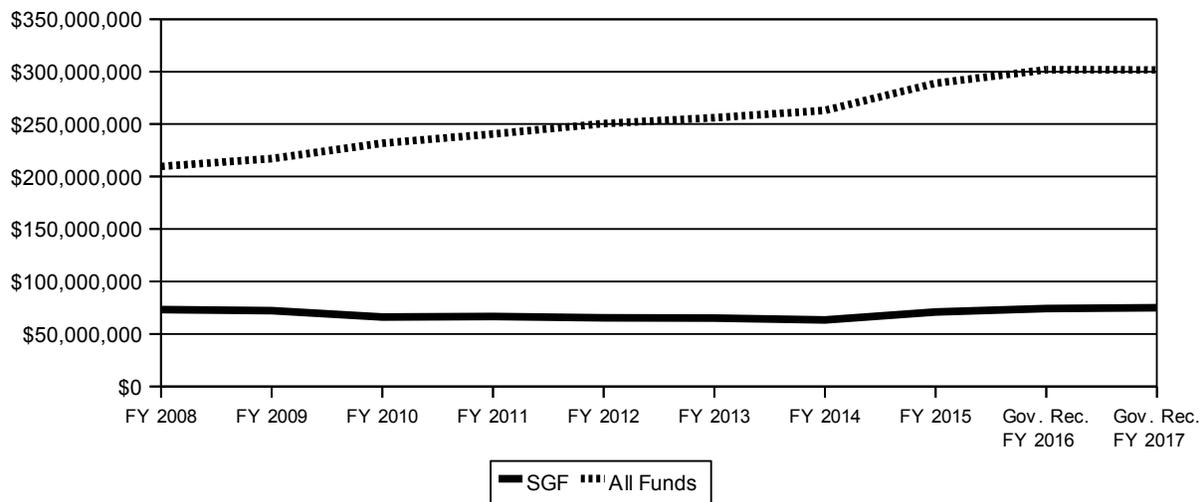
The **Governor** concurs with the agency's revised estimate but offsets the State General Fund expenditures with the Educational Building Fund in the amount of \$1.0 million to be used for information technology operations. There would need to be legislative authorization to expend Educational Building Fund for state operations.

FY 2017 – Budget Year. The **agency** requests a revised estimate of \$309.0 million, including \$74.9 million from the State General Fund for FY 2017. This is an all funds increase of \$10.8 million, or 3.6 percent, all from special revenue funds. The increase includes \$9.8 million in operating expenditures primarily for salaries and wages (\$7.6 million), commodities (\$2.5 million) and debt service (\$2.0 million) with an offsetting decrease in capital outlay (\$2.0 million). There is also an increase of \$1.0 million in capital improvements primarily for the new School of Business.

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

BUDGET TRENDS

OPERATING EXPENDITURES FY 2008 – FY 2017



OPERATING EXPENDITURES FY 2008 – FY 2017

| Fiscal Year | SGF | % Change | All Funds | % Change | FTE |
|---------------------------------|---------------|----------|----------------|----------|---------|
| 2008 | \$ 73,284,543 | 4.6 % | \$ 209,710,756 | 9.6 % | 1,880.3 |
| 2009 | 72,243,875 | (1.4) | 217,063,653 | 3.5 | 1,841.2 |
| 2010 | 66,137,368 | (8.5) | 231,800,767 | 6.8 | 1,866.4 |
| 2011 | 66,596,991 | 0.7 | 240,572,714 | 3.8 | 1,916.6 |
| 2012 | 65,285,189 | (2.0) | 250,525,657 | 4.1 | 1,904.3 |
| 2013 | 65,176,386 | (0.2) | 256,070,913 | 2.2 | 1,950.4 |
| 2014 | 63,335,814 | (2.8) | 263,039,017 | 2.7 | 2,017.1 |
| 2015 | 70,934,109 | 12.0 | 288,997,422 | 9.9 | 2,017.1 |
| 2016 Gov. Rec. | 74,275,237 | 4.7 | 301,788,052 | 4.4 | 2,064.9 |
| 2017 Gov. Rec. | 74,879,391 | 0.8 | 301,673,030 | (0.0) | 2,064.9 |
| Ten-Year Change Dollars/Percent | \$ 1,594,848 | 2.2 % | \$ 91,962,274 | 43.9 % | 184.6 |

Summary of Operating Budget FY 2015 - FY 2017

| | Actual 2015 | Agency Estimate | | | | Governor's Recommendation | | | |
|--|-----------------------|-----------------------|-----------------------|--------------------------------|---------------------------------|---------------------------|-----------------------|--------------------------------|---------------------------------|
| | | Estimate FY 2016 | Estimate 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 | \$ 22,678,362 | \$ 21,742,233 | \$ 22,219,216 | \$ 476,983 | 2.2 % | \$ 21,742,233 | \$ 22,219,216 | \$ 476,983 | 2.2 % |
| Instructional Services | 75,815,436 | 76,294,041 | 75,906,949 | (387,092) | (0.5) | 76,294,041 | 75,906,949 | (387,092) | (0.5) |
| Academic Support | 29,104,010 | 26,163,533 | 26,511,907 | 348,374 | 1.3 | 26,163,533 | 26,511,907 | 348,374 | 1.3 |
| Student Services | 21,898,938 | 20,250,617 | 20,714,839 | 464,222 | 2.3 | 20,250,617 | 20,714,839 | 464,222 | 2.3 |
| Research | 49,846,839 | 61,567,882 | 60,100,752 | (1,467,130) | (2.4) | 61,567,882 | 60,100,752 | (1,467,130) | (2.4) |
| Public Service | 21,934,878 | 20,984,436 | 21,295,533 | 311,097 | 1.5 | 20,984,436 | 21,295,533 | 311,097 | 1.5 |
| Student Aid | 33,386,163 | 36,068,572 | 36,068,572 | 0 | 0.0 | 36,068,572 | 36,068,572 | 0 | 0.0 |
| Auxiliary | 7,274,103 | 9,074,044 | 9,127,995 | 53,951 | 0.6 | 9,074,044 | 9,127,995 | 53,951 | 0.6 |
| Physical Plant/Central Services | 23,695,674 | 23,083,763 | 23,539,118 | 455,355 | 2.0 | 23,083,763 | 23,539,118 | 455,355 | 2.0 |
| Debt Service | 3,363,019 | 6,558,931 | 6,188,149 | (370,782) | (5.7) | 6,558,931 | 6,188,149 | (370,782) | (5.7) |
| TOTAL | \$ 288,997,422 | \$ 301,788,052 | \$ 301,673,030 | \$ (115,022) | (0.0)% | \$ 301,788,052 | \$ 301,673,030 | \$ (115,022) | (0.0)% |
| By Major Object of Expenditure: | | | | | | | | | |
| Salaries and Wages | \$ 172,717,977 | \$ 178,016,579 | \$ 181,849,894 | \$ 3,833,315 | 2.2 % | \$ 178,016,579 | \$ 181,849,894 | \$ 3,833,315 | 2.2 % |
| Contractual Services | 50,150,183 | 45,391,677 | 43,812,146 | (1,579,531) | (3.5) | 45,391,677 | 43,812,146 | (1,579,531) | (3.5) |
| Commodities | 12,292,393 | 18,452,435 | 18,252,435 | (200,000) | (1.1) | 18,452,435 | 18,252,435 | (200,000) | (1.1) |
| Capital Outlay | 14,125,916 | 16,549,059 | 14,751,035 | (1,798,024) | (10.9) | 16,549,059 | 14,751,035 | (1,798,024) | (10.9) |
| Debt Service | 3,363,019 | 6,558,931 | 6,188,149 | (370,782) | (5.7) | 6,558,931 | 6,188,149 | (370,782) | (5.7) |
| Subtotal - Operations | \$ 252,649,488 | \$ 264,968,681 | \$ 264,853,659 | \$ (115,022) | (0.0)% | \$ 264,968,681 | \$ 264,853,659 | \$ (115,022) | (0.0)% |
| Aid to Local Units | 9,878 | 0 | 0 | 0 | -- | 0 | 0 | 0 | -- |
| Other Assistance | 36,338,056 | 36,819,371 | 36,819,371 | 0 | 0.0 | 36,819,371 | 36,819,371 | 0 | 0.0 |
| TOTAL | \$ 288,997,422 | \$ 301,788,052 | \$ 301,673,030 | \$ (115,022) | (0.0)% | \$ 301,788,052 | \$ 301,673,030 | \$ (115,022) | (0.0)% |
| Financing: | | | | | | | | | |
| State General Fund | \$ 70,934,109 | \$ 75,278,380 | \$ 74,879,391 | \$ (398,989) | (0.5)% | \$ 74,275,237 | \$ 74,879,391 | \$ 604,154 | 0.8 % |
| General Fees Fund | 85,644,435 | 83,784,048 | 84,603,910 | 819,862 | 1.0 | 83,784,048 | 84,603,910 | 819,862 | 1.0 |
| Restricted Fees Fund | 65,323,627 | 66,891,479 | 67,943,302 | 1,051,823 | 1.6 | 66,891,479 | 67,943,302 | 1,051,823 | 1.6 |
| All Other Funds | 67,095,251 | 75,834,145 | 74,246,427 | (1,587,718) | (2.1) | 76,837,288 | 74,246,427 | (2,590,861) | (3.4) |
| TOTAL | \$ 288,997,422 | \$ 301,788,052 | \$ 301,673,030 | \$ (115,022) | (0.0)% | \$ 301,788,052 | \$ 301,673,030 | \$ (115,022) | (0.0)% |

BUDGET OVERVIEW

A. FY 2016 – Current Year

Adjustments to Approved State General Fund Budget

The 2015 Legislature approved a State General Fund budget of \$73,648,842 for Wichita State University in FY 2016. One adjustment has subsequently 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:

- An increase of \$1,629,538, based on the reappropriation of FY 2015 funding which was not spent in FY 2015 and has shifted to FY 2016.

This adjustment changes the FY 2016 approved State General Fund to \$75,278,380. That amount is reflected in the table below as the currently approved FY 2016 State General Fund amount.

| CHANGE FROM APPROVED BUDGET | | | | | |
|-----------------------------|------------------------------------|-------------------------------|-----------------------------------|-----------------------------|-------------------------------------|
| | Legislative Approved FY 2016 | Agency Estimate FY 2016 | Agency Change from Approved | Governor Rec. FY 2016 | Governor Change from Approved |
| State General Fund | \$ 75,278,380 | \$ 75,278,380 | \$ 0 | \$ 74,275,237 | \$ (1,003,143) |
| All Other Funds | 217,542,034 | 240,307,431 | 22,765,397 | 241,310,574 | 23,768,540 |
| TOTAL | \$ 292,820,414 | \$ 315,585,811 | \$ 22,765,397 | \$ 315,585,811 | \$ 22,765,397 |
| FTE Positions | 2,017.1 | 2,064.9 | 47.8 | 2,064.9 | 47.8 |

The **agency** requests a revised estimate of \$315.6 million, including 75.3 million from the State General Fund. This is an all funds increase of \$22.8 million, or 7.8 percent, above the 2016 approved amount. The increase includes \$15.7 million in operating expenditures for salaries and wages (\$7.8 million), contractual services (\$1.7 million), commodities (\$3.3 million), and debt service (\$2.2 million). There is also an increase in capital improvements of \$8.7 million primarily due to the Educational Building Fund expenditures for rehabilitation and repair projects.

The **Governor** concurs with the agency's revised estimate but offsets the State General Fund expenditures with the Educational Building Fund in the amount of \$1.0 million to be used for information technology operations. There would need to be legislative authorization to expend Educational Building Fund for state operations.

B. FY 2017 – Budget Year

Adjustments to Approved State General Fund Budget

The 2015 Legislature approved a State General Fund budget of \$74,879,391 for Wichita State University in FY 2017. No adjustments have subsequently been made to that amount.

| CHANGE FROM APPROVED BUDGET | | | | | |
|------------------------------------|------------------------------------|-------------------------------|-----------------------------------|-----------------------------|-------------------------------------|
| | Legislative Approved FY 2017 | Agency Estimate FY 2017 | Agency Change from Approved | Governor Rec. FY 2017 | Governor Change from Approved |
| State General Fund | \$ 74,879,391 | \$ 74,879,391 | \$ 0 | \$ 74,879,391 | \$ 0 |
| All Other Funds | 223,312,265 | 234,146,455 | 10,834,190 | 234,146,455 | 10,834,190 |
| TOTAL | \$ 298,191,656 | \$ 309,025,846 | \$ 10,834,190 | \$ 309,025,846 | \$ 10,834,190 |
| FTE Positions | 2,017.1 | 2,064.9 | 47.8 | 2,064.9 | 47.8 |

The **agency** requests a revised estimate of \$309.0 million, including \$74.9 million from the State General Fund. This is an all funds increase of \$10.8 million, or 3.6 percent, all from special revenue funds, above the approved amount. The increase includes \$9.8 million in operating expenditures primarily for salaries and wages (\$7.6 million), commodities (\$2.5 million) and debt service (\$2.0 million) with an offsetting decrease in capital outlay (\$2.0 million). There is also an increase of \$1.0 million in capital improvements primarily for the new School of Business.

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

Funding Sources

| Funding Source | Agency Est. Percent of Total FY 2017 | Gov. Rec. Percent of Total FY 2017 |
|----------------------|--|--|
| State General Fund | 24.8 % | 24.8 % |
| General Fees Fund | 28.0 | 28.0 |
| Restricted Fees Fund | 22.5 | 22.5 |
| All Other Funds | 24.6 | 24.6 |
| TOTAL | 100.0 % | 100.0 % |

Note: Details may not add to totals due to rounding.

General Fees Fund Analysis

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 has concluded each year.

| Resource Estimate | Actual FY 2015 | Agency Estimate FY 2016 | Gov. Rec. FY 2016 | Agency Estimate FY 2017 | Gov. Rec. FY 2017 |
|--|-------------------------|-------------------------------|--------------------------|-------------------------------|--------------------------|
| Beginning Balance | \$ 14,672,811 | \$ 9,667,369 | \$ 9,667,369 | \$ 9,667,369 | \$ 9,667,369 |
| Revenue | 81,227,349 | 84,518,141 | 84,518,141 | 85,411,312 | 85,411,312 |
| Transfers in | 0 | 0 | 0 | 0 | 0 |
| Total Funds Available | \$ 95,900,160 | \$ 94,185,510 | \$ 94,185,510 | \$ 95,078,681 | \$ 95,078,681 |
| Less: Expenditures | 86,066,491 | 84,264,686 | 84,264,686 | 85,157,857 | 85,157,857 |
| Transfers Out | 21,970 | 53,455 | 53,455 | 53,455 | 53,455 |
| Off Budget Expenditures | 144,330 | 200,000 | 200,000 | 200,000 | 200,000 |
| Ending Balance | <u>\$ 9,667,369</u> | <u>\$ 9,667,369</u> | <u>\$ 9,667,369</u> | <u>\$ 9,667,369</u> | <u>\$ 9,667,369</u> |
| Ending Balance as Percent of Expenditures | 11.2% | 11.5% | 11.5% | 11.4% | 11.4% |
| Month Highest Ending Balance | August \$ 27,910,580 | January \$ 21,500,000 | January \$ 21,500,000 | January \$ 20,000,000 | January \$ 20,000,000 |
| Month Lowest Ending Balance | June \$ 7,318,274 | July \$ 5,785,000 | July \$ 5,785,000 | July \$ 5,000,000 | July \$ 5,000,000 |

Enrollment Trends

The following table summarizes recent enrollment trends at the Wichita State University. 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 that students are enrolled.

| | Fall 2010 | Fall 2011 | Fall 2012 | Fall 2013 | Fall 2014 | Fall 2015 | Fall 2010 to Fall 2015 |
|-----------------------------|----------------|----------------|----------------|----------------|----------------|----------------|---------------------------|
| Headcount | 14,806 | 15,100 | 14,898 | 14,550 | 15,003 | 14,495 | |
| <i>Change</i> | (17) | 294 | (202) | (348) | 453 | (508) | (311) |
| <i>%Change</i> | (0.1)% | 2.0% | (1.3)% | (2.3)% | 3.1% | (3.4)% | (2.1)% |
| FTE Students | 11,366 | 11,686 | 11,684 | 11,696 | 11,962 | 14,017 | |
| <i>Change</i> | (26) | 320 | (2) | 12 | 266 | 2,055 | 2,651 |
| <i>%Change</i> | 2.0% | 2.8% | (0.0)% | 0.1% | 2.3% | 17.2% | 23.3% |
| Student Credit Hours | 156,807 | 161,810 | 161,843 | 161,922 | 165,132 | 160,909 | |
| <i>Change</i> | 272 | 5,003 | 33 | 79 | 3,210 | (4,223) | 4,102 |
| <i>%Change</i> | 0.2% | 3.2% | 0.0% | 0.0% | 2.0% | (2.6)% | 2.6% |

PROGRAM DETAIL

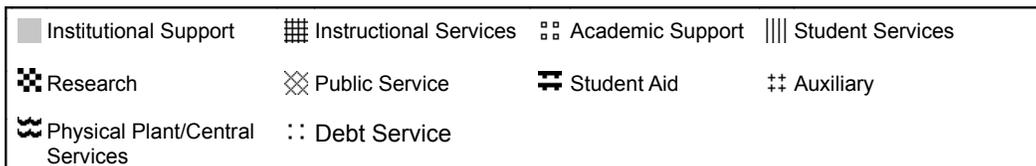
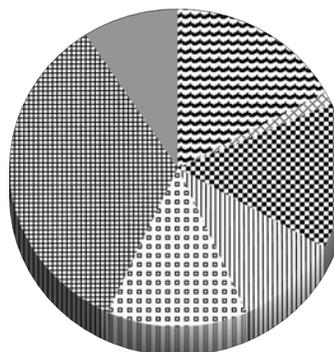
Expenditures by Program

Governor's FY 2017 Recommendation

All Funds



State General Fund



| Program | Gov. Rec. All Funds FY 2017 | Percent of Total | Gov. Rec. SGF FY 2017 | Percent of Total |
|---------------------------------|-----------------------------------|---------------------|-----------------------------|---------------------|
| Institutional Support | \$ 22,219,216 | 7.4 % | \$ 6,891,019 | 9.2 % |
| Instructional Services | 75,906,949 | 25.2 | 25,415,961 | 33.9 |
| Academic Support | 26,511,907 | 8.8 | 10,172,395 | 13.6 |
| Student Services | 20,714,839 | 6.9 | 7,462,316 | 10.0 |
| Research | 60,100,752 | 19.9 | 11,166,728 | 14.9 |
| Public Service | 21,295,533 | 7.1 | 942,073 | 1.3 |
| Student Aid | 36,068,572 | 12.0 | 0 | 0.0 |
| Auxiliary | 9,127,995 | 3.0 | 0 | 0.0 |
| Physical Plant/Central Services | 23,539,118 | 7.8 | 12,828,899 | 17.1 |
| Debt Service | 6,188,149 | 2.1 | 0 | 0.0 |
| TOTAL | \$ 301,673,030 | 100.0 % | \$ 74,879,391 | 100.0 % |

| FTE POSITIONS BY PROGRAM FY 2015 – FY 2017 | | | | | |
|---|---------------------------|--------------------------------|------------------------------|--------------------------------|------------------------------|
| Program | Actual FY 2015 | Agency Est. FY 2016 | Gov. Rec. FY 2016 | Agency Est. FY 2017 | Gov. Rec. FY 2017 |
| Institutional Support | 150.7 | 155.7 | 155.7 | 155.7 | 155.7 |
| Instructional Services | 713.7 | 729.6 | 729.6 | 729.6 | 729.6 |
| Academic Support | 224.5 | 238.4 | 238.4 | 238.4 | 238.4 |
| Student Services | 215.0 | 217.4 | 217.4 | 217.4 | 217.4 |
| Research | 243.3 | 250.0 | 250.0 | 250.0 | 250.0 |
| Public Service | 122.3 | 134.2 | 134.2 | 134.2 | 134.2 |
| Student Aid | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Auxiliary | 36.0 | 36.0 | 36.0 | 36.0 | 36.0 |
| Physical Plant/Central Services | 311.6 | 303.6 | 303.6 | 303.6 | 303.6 |
| Debt Service | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| TOTAL | 2,017.1 | 2,064.9 | 2,064.9 | 2,064.9 | 2,064.9 |

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 revised FY 2017 operating expenditures of \$22.2 million, including \$6.9 million from the State General Fund. The request is an increase of \$1.3 million or 6.1 percent, all funds and \$147,655, or 2.2 percent, State General Fund, above the FY 2017 approved amount. The increase is attributable to an increase in salaries and wages (\$771,875) and commodities (\$503,136).

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

B. Instructional Services

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

The **agency** requests revised FY 2017 operating expenditures of \$75.9 million, including \$25.4 million from the State General Fund. The request is a decrease of \$332,782, or 0.4 percent, all funds and \$607,602, or 2.3 percent, State General Fund, below the FY 2017 approved amount. There are decreases to capital outlay (\$1.5 million), contractual services (\$360,593) and commodities (\$318,497) with an offsetting increase to salaries and wages (\$1.9 million).

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

C. Academic Support

The Academic Support program includes all support services for the institution's primary missions and 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.

The **agency** requests revised FY 2017 operating expenditures of \$26.5 million, including \$10.2 million from the State General Fund. The request is an increase of \$1.4 million, or 5.4 percent, all funds and \$1.0 million or 11.4 percent, State General Fund, above the FY 2017 approved amount. There are increases in salaries and wages (\$959,329), contractual services (\$431,130).

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

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 social and cultural development, counseling and career guidance, financial aid administration, admissions, student health services, and intercollegiate athletics.

The **agency** requests revised FY 2017 operating expenditures of \$20.7 million, including \$7.5 million from the State General Fund. The request is a decrease of \$271,222, or 1.3 percent, all funds and \$293,312, or 3.8 percent, State General Fund, below the FY 2017 approved amount. The decrease is primarily in contractual services (\$272,717).

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

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 revised FY 2017 operating expenditures of \$60.1 million, including \$11.2 million from the State General Fund. The request is an increase of \$2.1 million, or 3.6 percent, all funds and a decrease of \$12,190, or 0.1 percent, State General Fund, from the FY 2017 approved amount. The increase is attributable to an increase in salaries and wages (\$4.0 million) with an offsetting decrease in contractual services (\$1.0 million) and capital outlay (\$747,377).

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

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 and community service.

The **agency** requests revised FY 2017 operating expenditures of \$21.3 million, including \$942,073 from the State General Fund. The request is an increase of \$492,611, or 2.4 percent, all funds and a decrease of \$38,256, or 3.9 percent, State General Fund, from the FY 2017 approved amount. There is an increase in salaries and wages (\$647,488) with an offsetting decrease to contractual services (\$137,169).

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

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 revised FY 2017 operating expenditures of \$36.1 million, all from special revenue funds. This is an increase of \$181,573, or 0.5 percent, above the FY 2017 approved amount. The increase is primarily in contractual services (\$136,746).

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

H. Auxiliary

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

The **agency** requests revised FY 2017 operating expenditures of \$9.1 million, all from special revenue funds. The request is an increase of \$3.0 million, or 49.8 percent, above the FY 2017 approved amount. The increase is primarily in commodities (\$2.3 million).

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

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 revised FY 2017 operating expenditures of \$23.5 million, including \$12.8 million from the State General Fund. The request is a decrease of \$70,466, or 0.3 percent, all funds and \$237,809, or 1.8 percent, State General Fund, below the FY 2017 approved amount. The decrease is primarily in salaries and wages (\$515,466).

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

CAPITAL IMPROVEMENTS

| CAPITAL IMPROVEMENTS | | | | |
|---------------------------|------------------------|----------------------|------------------------|----------------------|
| Project | Agency Est. FY 2016 | Gov. Rec. FY 2016 | Agency Est. FY 2017 | Gov. Rec. FY 2017 |
| Rehabilitation and Repair | \$ 8,178,219 | \$ 8,178,219 | \$ 0 | \$ 0 |
| New School of Business | 0 | 0 | 1,500,000 | 1,500,000 |
| Miscellaneous Repairs | 235,738 | 235,738 | 260,000 | 260,000 |
| Parking | 500,000 | 500,000 | 500,000 | 500,000 |
| Debt Service | 4,883,802 | 4,883,802 | 5,092,816 | 5,092,816 |
| TOTAL | \$ 13,797,759 | \$ 13,797,759 | \$ 7,352,816 | \$ 7,352,816 |
| Financing: | | | | |
| State General Fund | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| All Other Funds | 13,797,759 | 13,797,759 | 7,352,816 | 7,352,816 |
| TOTAL | \$ 13,797,759 | \$ 13,797,759 | \$ 7,352,816 | \$ 7,352,816 |

FY 2016 – Current Year. The agency requests a revised capital improvements budget of \$13.8 million, all from special revenue funds. This is an increase of \$8.7 million, or 170.3 percent, above the FY 2017 approved amount. The increase is primarily due to the \$8.2 million expenditures from the Educational Building Fund which was transferred from the Board of Regents.

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

FY 2017 – Budget Year. The agency requests a revised capital improvements budget of \$7.4 million. This is an increase of \$1.0 million, or 15.9 percent, above the FY 2017 approved amount. The increase is primarily due to the new School of Business construction project.

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

| PERFORMANCE MEASURES | | | | |
|--|--------------------------|-------------------|----------------------|----------------------|
| Measure | Gov. Rec. for FY 2015 | Actual FY 2015 | Gov. Rec. FY 2016 | Gov. Rec. FY 2017 |
| Undergraduate graduation rate | 47.0% | 42.7% | 47.0% | 47.0% |
| External funding for research, training, and service activities (in millions) | \$54.0 | \$53.5 | \$56.0 | \$56.0 |
| Number of students enrolled in nursing and physical therapy programs | 552 | 500 | 552 | 552 |