

# FY 2009 Budget Brief – HED – Utah Valley State College

## SUMMARY

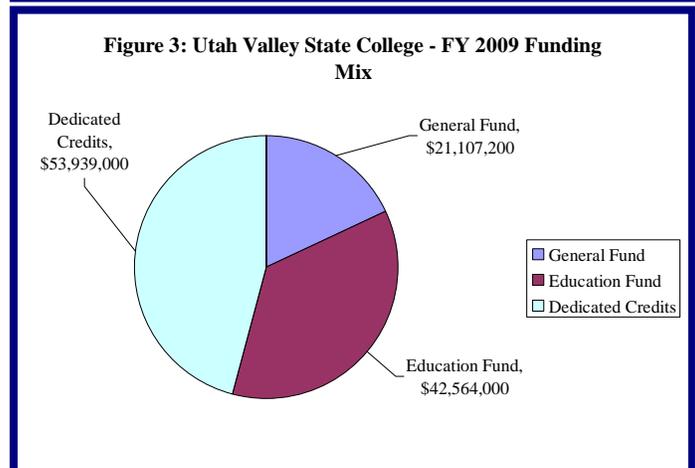
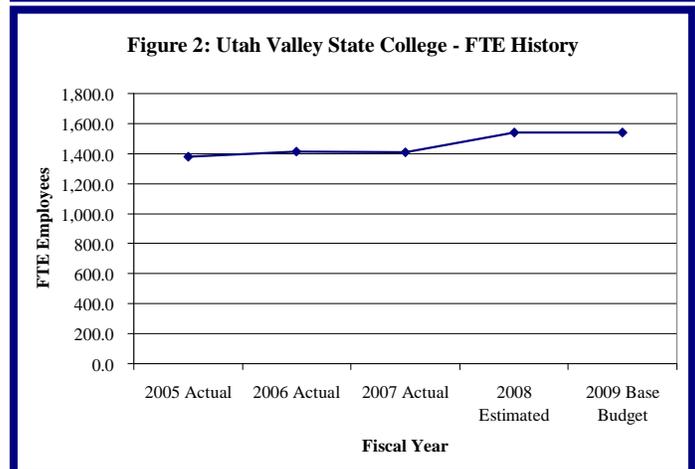
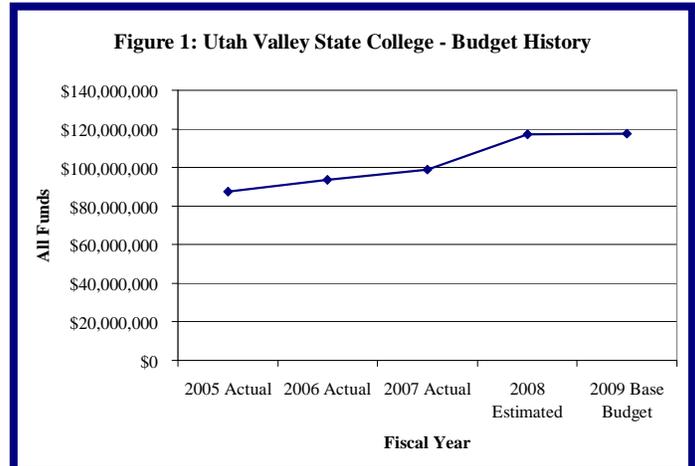
Utah Valley State College (UVSC) is a state college comprised of two interdependent divisions. The lower division embraces and preserves the philosophy and mission of a comprehensive community college offering general and applied technology education. The upper division consists of programs leading to baccalaureate degrees in areas of high demand for the community and student body. UVSC has campuses in Orem and Heber City. The FY 2007 enrollment at UVSC was 14,509 full-time equivalent (FTE) students.

## ISSUES AND RECOMMENDATIONS

**Base Budget:** The total FY 2008 appropriated budget for Utah Valley State College was \$114,400,300, with \$21,107,200 from the General Fund (offset with a one-time General Fund reduction of \$20,000,000) and \$62,010,600 from the Education Fund (including a one-time Education Fund appropriation of \$19,446,600). Using the FY 2008 ongoing appropriation as the beginning point for the FY 2009 base budget, with changes in the level of dedicated credits for unallocated 1st tier tuition and 2nd tier tuition collected in the amount of \$2,656,500, the total adjusted amount (FY 2009 Base Budget) becomes \$117,610,200.

**Higher Education Transfers:** Included in the FY 2008 appropriation to the State Board of Regents, to be distributed to the institutions, was \$3,000,000 in ongoing funding and \$2,000,000 in one-time funding, for the Engineering Initiative. For Utah Valley State College, the ongoing Engineering Initiative funding transfer from the State Board of Regents' line item is \$50,000 and the one-time funding is \$100,000. The Analyst recommends the transfer of the \$50,000 ongoing appropriation to Utah Valley State College for FY 2009 for the Subcommittee's priority list (see Issue Brief USHE -12).

**Initiatives:** The Analyst recommends the following initiatives for the Subcommittee's priority list: the Teacher Initiative (see Issue Brief USHE – 05), the Health Care Professions Initiative (see Issue Brief USHE – 06), and the Science and Technology Initiative (see Issue Brief USHE – 07). The distribution to Utah Valley State College for these initiatives includes \$622,200 ongoing and \$100,000 one-time for the Teacher Initiative, \$587,300 for the Health Care Professions Initiative, and \$293,600 ongoing and \$734,100 one-time for the Science and Technology Initiative.



**Educationally Disadvantaged:** The Analyst recommends adding a total of \$1 million for the Educationally Disadvantaged line items at all nine of the USHE institutions to the priority list (see Issue Brief USHE – 08). The allocation for Utah Valley State College of this amount would be \$146,800.

**Institutional Priorities:** The Analyst recommends an additional \$2 million for placement on the priority list for Utah Valley State College as the second phase of funding for university status (see Issue Brief USHE – 09). The funding level presented to the 2007 Legislature was \$10 million; \$8 million was appropriated for FY 2008 in anticipation of the institution becoming Utah Valley University on July 1, 2008.

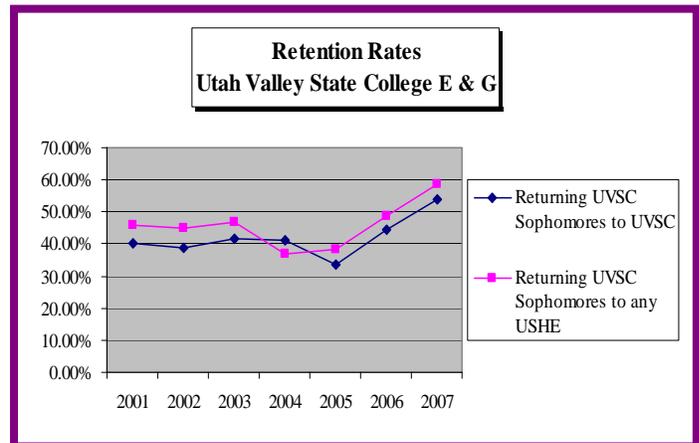
**Emergency Management and Campus Security:** The Analyst recommends adding a total of \$4 million in one-time funding to address security issues on the nine USHE campuses to the priority list (see Issue Brief USHE – 10). The allocation for Utah Valley State College for this proposal would be \$565,200.

**Non-Lapsing Balances:** In response to the growing levels of non-lapsing balances at the USHE institutions, the Analyst recommends placing \$20 million of these funds on the priority list as an offset to the state funding for one-time increases (see Issue Brief USHE – 13). The distribution among the institutions is based on the amount that institution’s non-lapsing balances are of the total \$83 million level. The corresponding amount for Utah Valley State College is \$2,539,100.

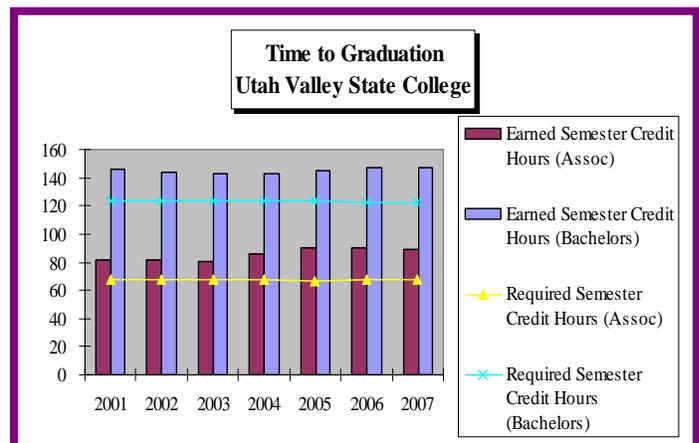
**ACCOUNTABILITY DETAIL**

Utah Valley State College’s performance indicators include the retention rate of students, the average time it takes for a student to graduate, and the percentage of courses taught by regular faculty.

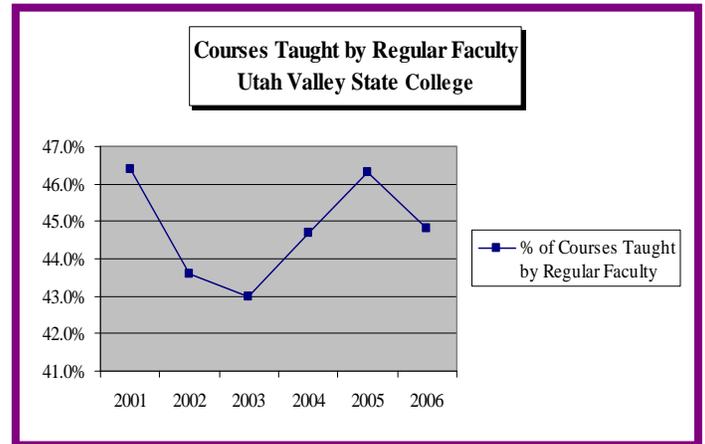
The Retention Rate figure shows the percentage of freshmen students returning to continue their education. This figure is impacted by the high number of young people who leave school for service or military reasons.



In 2007, the average number of earned semester hours for graduates with an Associate Degree at Utah Valley State College was 89. The minimum required number of hours is 68. For graduates with a Bachelor Degree, the average number of earned semester hours was 147, with 122 hours required for graduation.



The quality of a post-secondary education can be influenced by the number of courses taught by regular faculty vs. adjunct faculty. The percent of courses taught by regular faculty at Utah Valley State College has fluctuated over the past five years, as shown in the figure. Currently, 45 percent of the courses at Utah Valley State College are taught by regular faculty.



### **BUDGET DETAIL**

**Base Budget:** The Legislative Fiscal Analyst recommends approval of Utah Valley State College's FY 2009 adjusted base budget in the amount of \$117,610,200, with \$21,107,200 from the General Fund, \$42,564,000 from the Education Fund, and \$53,939,000 from Dedicated Credits.

**Intent Language:** In the past, there have been several items of legislative intent language included in the various appropriations acts regarding higher education issues. During the 2005 General Session, there was an effort to reduce the amount of intent language, especially those items that were repeated year after year. As a result, there was no intent language that affected Utah Valley State College included in the appropriations acts for FY 2008.

### **LEGISLATIVE ACTION**

The Analyst recommends that the Subcommittee adopt a base budget of \$117,610,200 for Utah Valley State College. The approved allocation is \$21,107,200 (General Fund) and \$42,564,000 (Education Fund).

The Analyst recommends that the Subcommittee develop a prioritization list of items for additional funding for FY 2009 and FY 2008 (Supplemental).

**BUDGET DETAIL TABLE**

Utah Valley State College						
	FY 2007	FY 2008		FY 2008		FY 2009*
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Base Budget
General Fund	13,107,000	21,107,200	0	21,107,200	0	21,107,200
General Fund, One-time	0	(20,000,000)	0	(20,000,000)	20,000,000	0
Education Fund	37,858,000	42,564,000	0	42,564,000	0	42,564,000
Education Fund, One-time	(769,000)	19,446,600	0	19,446,600	(19,446,600)	0
Dedicated Credits Revenue	51,205,619	51,282,500	2,656,500	53,939,000	0	53,939,000
Transfers	281,214	0	0	0	0	0
Beginning Nonlapsing	8,167,900	0	0	0	0	0
Closing Nonlapsing	(11,056,523)	0	0	0	0	0
<b>Total</b>	<b>\$98,794,210</b>	<b>\$114,400,300</b>	<b>\$2,656,500</b>	<b>\$117,056,800</b>	<b>\$553,400</b>	<b>\$117,610,200</b>
<b>Line Items</b>						
Education and General	98,649,510	114,247,800	2,656,500	116,904,300	553,400	117,457,700
Educationally Disadvantaged	144,700	152,500	0	152,500	0	152,500
<b>Total</b>	<b>\$98,794,210</b>	<b>\$114,400,300</b>	<b>\$2,656,500</b>	<b>\$117,056,800</b>	<b>\$553,400</b>	<b>\$117,610,200</b>
<b>Categories of Expenditure</b>						
Personal Services	82,519,437	96,154,100	2,291,400	98,445,500	0	98,445,500
In-State Travel	996,427	702,800	62,800	765,600	0	765,600
Current Expense	11,801,155	16,453,000	607,700	17,060,700	1,053,400	18,114,100
Capital Outlay	1,741,845	590,400	194,600	785,000	0	785,000
Other Charges/Pass Thru	1,735,346	500,000	(500,000)	0	(500,000)	(500,000)
<b>Total</b>	<b>\$98,794,210</b>	<b>\$114,400,300</b>	<b>\$2,656,500</b>	<b>\$117,056,800</b>	<b>\$553,400</b>	<b>\$117,610,200</b>
<b>Other Data</b>						
Budgeted FTE	1,407.4	1,456.0	84.8	1,540.8	0.0	1,540.8
Vehicles	153.0	154.0	(1.0)	153.0	0.0	153.0

\*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.