



Budget Brief: Utah System of Higher Education

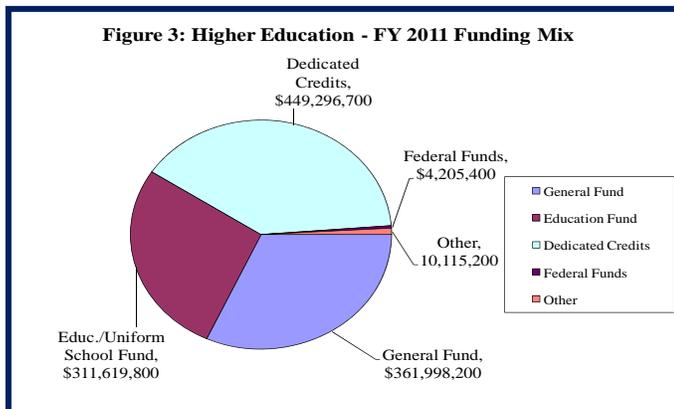
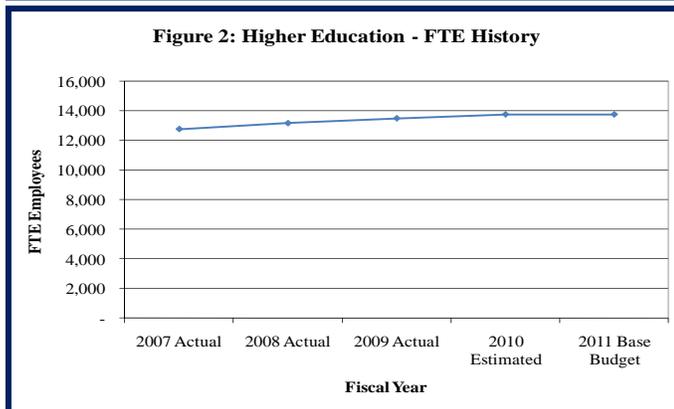
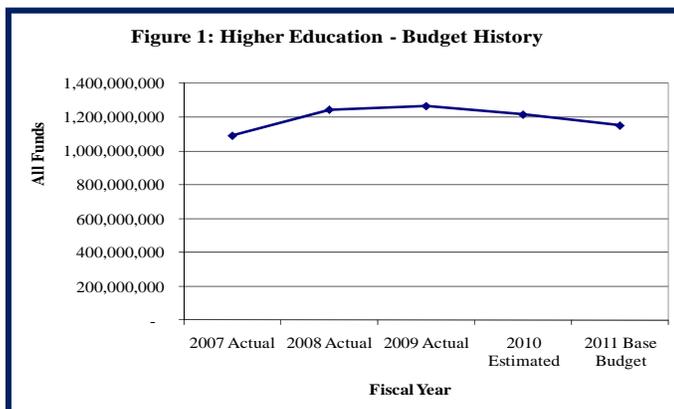
SUMMARY

The Utah System of Higher Education (USHE) is comprised of nine traditional institutions of higher learning, the Utah College of Applied Technology, and the State Board of Regents. The nine institutions are governed by the Utah State Board of Regents, with the assistance of the local Boards of Trustees. With the passage of H.B. 15 during the 2009 General Session, the Utah College of Applied Technology is now governed by its own Board of Trustees.

The mission of the Utah System of Higher Education is to provide educational opportunities to the citizens of the State through traditional classroom settings, distance learning, and career and technical education. The FY 2009 enrollment at the nine traditional USHE institutions was 103,618 full-time equivalent (FTE) students.

ISSUES AND RECOMMENDATIONS

Base Budget: The total FY 2010 appropriated budget for the Utah System of Higher Education was \$1,208,638,800, with \$437,703,000 from the General Fund (including a one-time appropriation of \$68,317,300), \$19,065,600 from the Uniform School Fund, \$298,913,900 from the Education Fund (offset by a one-time reduction of \$81,619,300), and \$77,804,600 in one-time funds from the federal stimulus money through the American Recovery and Reinvestment Act. Using 98% of the FY 2010 ongoing state tax fund appropriation as the beginning point for the FY 2011 base budget, with changes in the level of dedicated credits in the amount of \$42,047,700, transfers of \$329,300, and nonlapsing balances in the amount of (\$35,530,700), the adjusted amount base becomes \$1,137,235,300.

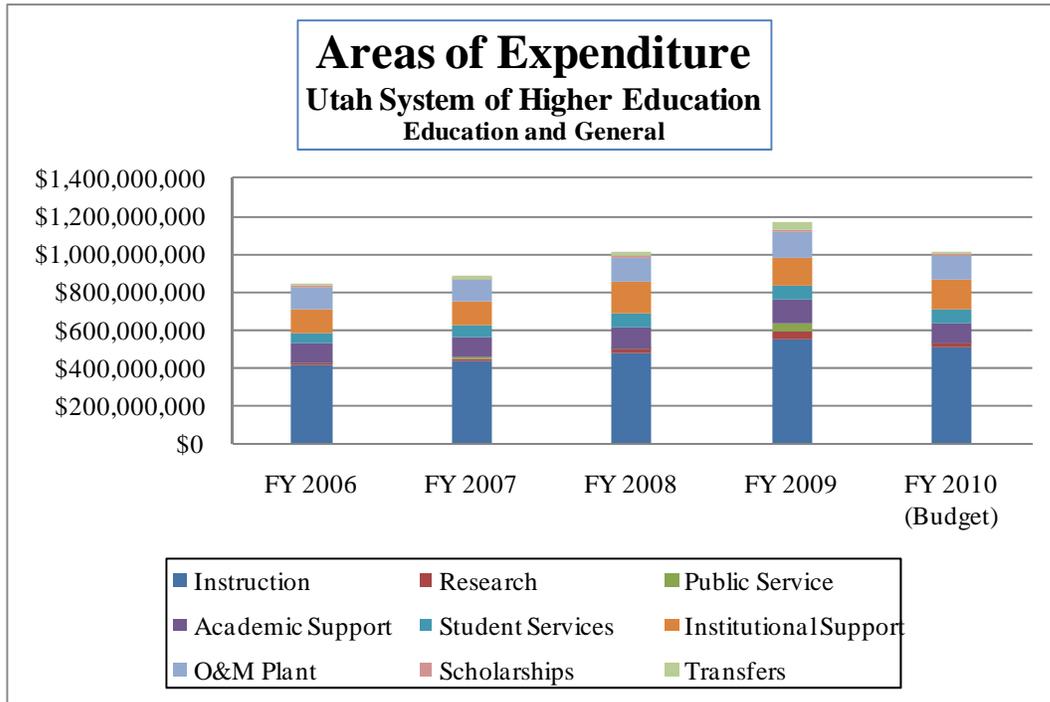


ACCOUNTABILITY DETAIL

Each institution in the USHE except the Utah College of Applied Technology has a separate line item entitled Education and General (E&G) for appropriated funds with the following functions:

1. **Instruction** – All expenditures associated with instruction including academic, vocational and remedial education.
2. **Research** – All expenditures related to research and development.
3. **Public Service** – Funding for non-instructional services including the Cooperative Extension at Utah State University.
4. **Academic Support** – Support services to meet the primary mission of the institution such as libraries, museums, computer support and academic deans.
5. **Student Services** – Admissions and registration, counseling, financial aid, and career development, as well as the social aspect of college life such as student organizations and athletics.
6. **Institutional Support** – Expenditures associated with executive level activities such as the management of the institution, planning and programming, legal services, fiscal operations, administrative data processing, space management, and human resource management.
7. **Operation and Maintenance (O & M) of Facilities** – Operating expenses associated with the operation and maintenance of the physical plant including utilities and insurance.
8. **Scholarships and Fellowships** – Expenditures for scholarships and fellowships from restricted and unrestricted funds in the form of grants to students.

The following figure shows the distribution of the Education and General expenditures for FY 2006 through FY 2009 (Actual) and FY 2010 (Budget).



Additional performance indicators are shown in each institution’s budget brief.

BUDGET DETAIL

Base Budget: The Legislative Fiscal Analyst recommends approval of the FY 2011 Utah System of Higher Education base budget in the amount of \$1,137,235,300, with \$361,998,200 from the General Fund, \$18,684,200 from the Uniform School Fund, \$292,935,600 from the Education Fund, \$4,205,400 from Federal Funds, \$448,188,200 from Dedicated Credits, \$1,108,500 from Land Grant Management Funds, \$1,745,800 from the Mineral Lease Account, \$4,284,500 from the Restricted Cigarette Tax Account, \$4,000,000 from the Restricted Tobacco Settlement Account, \$298,800 from the Restricted Land Exchange Distribution Account, \$150,000 from the Workplace Safety Account, \$329,300 from Transfers, \$34,500 from Transfers from the Commission on Criminal and Juvenile Justice, \$2,111,300 from Beginning Nonlapsing balances, and (\$2,839,000) from Closing Nonlapsing balances.

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 the Utah System of Higher Education in the appropriations acts for FY 2010.

LEGISLATIVE ACTION

The Analyst recommends that the Subcommittee adopt a FY 2011 base budget for the Utah System of Higher Education in the amount of \$1,137,235,300. The allocation approved by the Executive Appropriations Committee is \$361,998,200 (General Fund), \$18,684,200 (Uniform School Fund), and \$292,935,600 (Education Fund).

The Analyst recommends that the Subcommittee develop a prioritization list of items for additional funding for FY 2011 and FY 2010 (Supplemental).

BUDGET DETAIL TABLE

Higher Education						
Sources of Finance	FY 2009	FY 2010	Changes	FY 2010	Changes	FY 2011*
	Actual	Appropriated		Revised		Base Budget
General Fund	382,290,300	369,385,700	0	369,385,700	(7,387,500)	361,998,200
General Fund, One-time	101,568,000	68,317,300	0	68,317,300	(68,317,300)	0
Uniform School Fund	19,016,700	19,065,600	0	19,065,600	(381,400)	18,684,200
Uniform School Fund, One-time	740,100	0	0	0	0	0
Education Fund	332,067,600	298,913,900	0	298,913,900	(5,978,300)	292,935,600
Education Fund, One-time	(99,778,300)	(81,619,300)	0	(81,619,300)	81,619,300	0
Federal Funds	5,762,600	4,205,400	0	4,205,400	0	4,205,400
American Recovery and Reinvestment Act	28,800,000	208,296,000	(130,491,400)	77,804,600	(77,804,600)	0
Dedicated Credits Revenue	420,319,500	406,140,500	42,047,700	448,188,200	0	448,188,200
Dedicated Credits - Land Grant	1,303,100	1,108,500	0	1,108,500	0	1,108,500
Federal Mineral Lease	3,933,700	1,745,800	0	1,745,800	0	1,745,800
GFR - Cigarette Tax Rest	3,567,400	4,284,500	0	4,284,500	0	4,284,500
GFR - Land Exchange Distribution Account	0	298,800	0	298,800	0	298,800
GFR - Prison Telephone Surcharge Account	935,900	0	0	0	0	0
GFR - Tobacco Settlement	4,000,000	4,000,000	0	4,000,000	0	4,000,000
GFR - Workplace Safety	0	150,000	0	150,000	0	150,000
Trust and Agency Funds	33,000	0	0	0	0	0
Transfers	20,044,800	0	329,300	329,300	0	329,300
Transfers - Commission on Criminal and Juvenile J	34,500	34,500	0	34,500	0	34,500
Other Financing Sources	112,300	0	0	0	0	0
Beginning Nonlapsing	71,410,500	50,289,300	(47,928,000)	2,361,300	(250,000)	2,111,300
Closing Nonlapsing	(30,104,500)	(15,486,300)	12,647,300	(2,839,000)	0	(2,839,000)
Total	\$1,266,057,200	\$1,339,130,200	(\$123,395,100)	\$1,215,735,100	(\$78,499,800)	\$1,137,235,300
Agency						
University of Utah	416,176,100	482,743,500	(71,849,200)	410,894,300	(23,185,800)	387,708,500
Utah State University	251,167,400	251,733,100	(19,477,100)	232,256,000	(15,619,000)	216,637,000
Weber State University	116,450,600	114,080,700	(99,600)	113,981,100	(6,943,100)	107,038,000
Southern Utah University	56,890,800	63,733,400	(8,979,900)	54,753,500	(3,006,800)	51,746,700
Utah Valley University	131,674,500	137,690,900	(7,163,300)	130,527,600	(6,583,900)	123,943,700
Snow College	26,947,300	29,121,800	(2,089,600)	27,032,200	(1,846,700)	25,185,500
Dixie State College	35,786,100	34,401,800	(3,412,400)	30,989,400	(2,282,400)	28,707,000
College of Eastern Utah	21,435,500	20,756,900	(217,200)	20,539,700	(1,842,400)	18,697,300
Salt Lake Community College	113,070,900	116,588,000	(6,896,200)	109,691,800	(6,819,800)	102,872,000
State Board of Regents	36,286,400	30,583,100	(1,804,000)	28,779,100	(5,820,600)	22,958,500
Utah College of Applied Technology	60,171,600	57,697,000	(1,406,600)	56,290,400	(4,549,300)	51,741,100
Total	\$1,266,057,200	\$1,339,130,200	(\$123,395,100)	\$1,215,735,100	(\$78,499,800)	\$1,137,235,300
Categories of Expenditure						
Personnel Services	968,634,100	970,234,400	(785,600)	969,448,800	(73,942,900)	895,505,900
In-state Travel	8,875,900	5,583,100	(458,200)	5,124,900	0	5,124,900
Out-of-state Travel	0	41,600	(41,600)	0	0	0
Current Expense	198,259,700	318,887,400	(117,239,200)	201,648,200	671,700	202,319,900
Capital Outlay	13,608,800	6,825,400	743,800	7,569,200	540,900	8,110,100
Other Charges/Pass Thru	76,678,700	37,558,300	(5,614,300)	31,944,000	(5,769,500)	26,174,500
Total	\$1,266,057,200	\$1,339,130,200	(\$123,395,100)	\$1,215,735,100	(\$78,499,800)	\$1,137,235,300
Other Data						
Budgeted FTE	13,504.1	13,770.3	2.5	13,772.8	(0.0)	13,772.8
Vehicles	1,980.0	1,973.0	7.0	1,980.0	0.0	1,980.0

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