

# UTAH VALLEY UNIVERSITY

HIGHER EDUCATION APPROPRIATIONS SUBCOMMITTEE  
STAFF: SPENCER PRATT

## BUDGET BRIEF

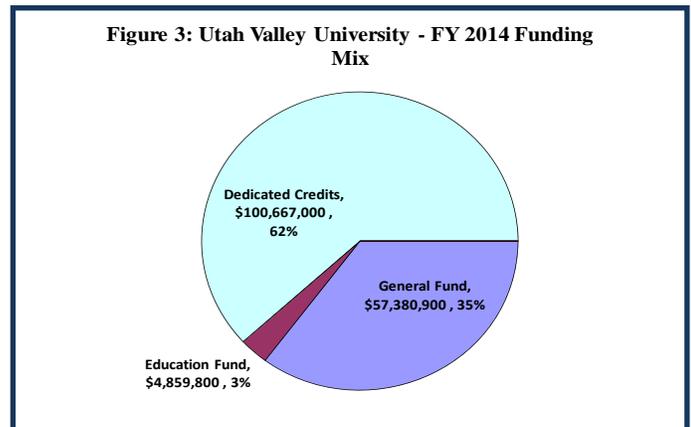
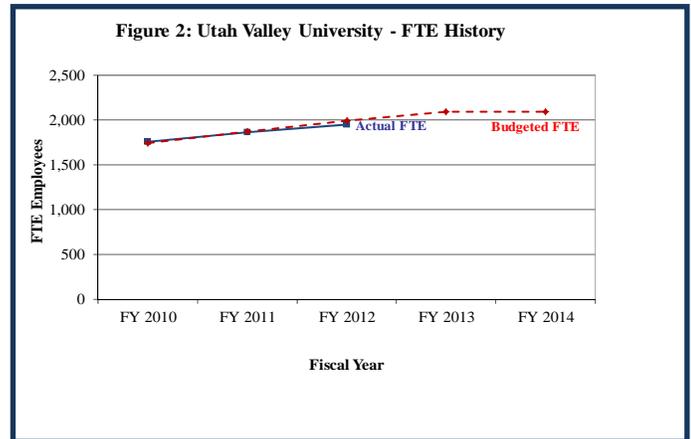
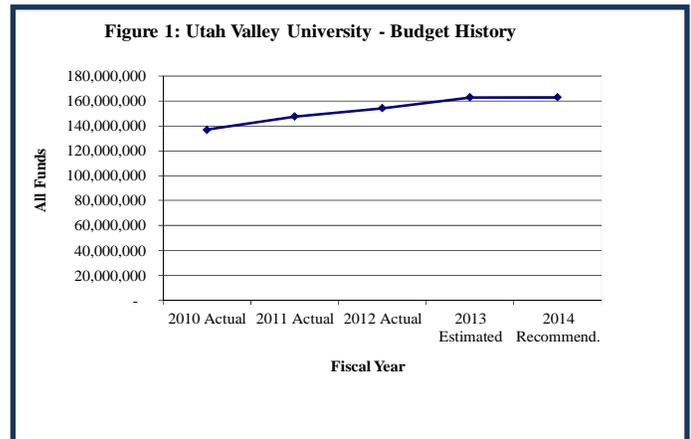
### SUMMARY

Utah Valley University (UVU) is a teaching institution which provides opportunity, promotes student access, and meets regional educational needs. UVU builds on a foundation of substantive scholarly and creative work to foster engaged learning. The University prepares professionally competent people of integrity who, as lifelong learners and leaders, serve as stewards of a globally interdependent community. UVU has campuses in Orem and Heber City. The FY 2012 enrollment at the University was 21,594 full-time equivalent (FTE) students.

Utah Valley University's budget includes two line items. The largest of these is the Education and General line item, which covers 99.9 percent of the entire institution's budget. The other line item is Educationally Disadvantaged.

### ISSUES AND RECOMMENDATIONS

**Base Budget:** Utah Valley University's FY 2014 adjusted base budget is \$162,907,700, with \$57,380,900 from the General Fund; \$4,859,800 from the Education Fund; \$100,667,000 from Dedicated Credits; \$822,900 from Transfers, \$8,662,900 from Beginning Nonlapsing Funds; and (\$9,485,800) from Closing Nonlapsing Funds.



Should additional funding be allocated to the Higher Education Subcommittee, the Analyst would recommend the following three items:

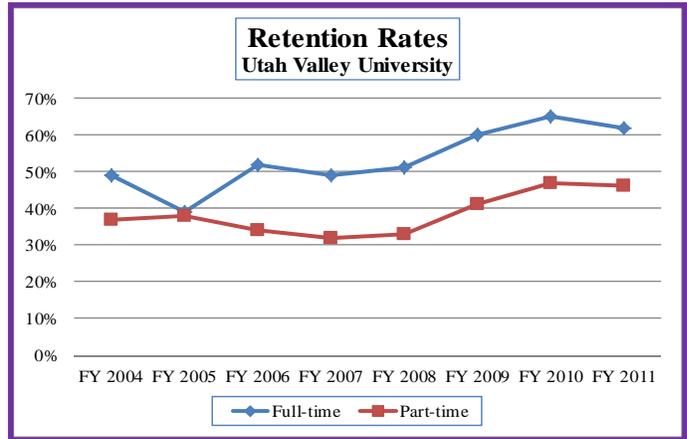
- 1. New funding to help the University toward the goal of having 66% of the adult population achieving a post-secondary certificate or degree by the year 2020 \$2,815,000
- 2. Mission-Based Funding (Equity) to continue to improve the funding distribution among USHE institutions \$1,679,100

For Utah Valley University, the Governor’s FY 2014 budget recommends \$2,815,000 for the 66% Goal and \$2,335,600 for Mission-Based/Equity Funding;

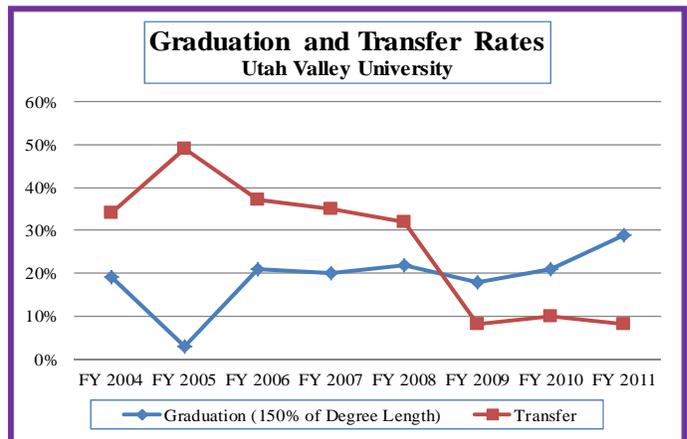
**ACCOUNTABILITY DETAIL**

Utah Valley University’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.

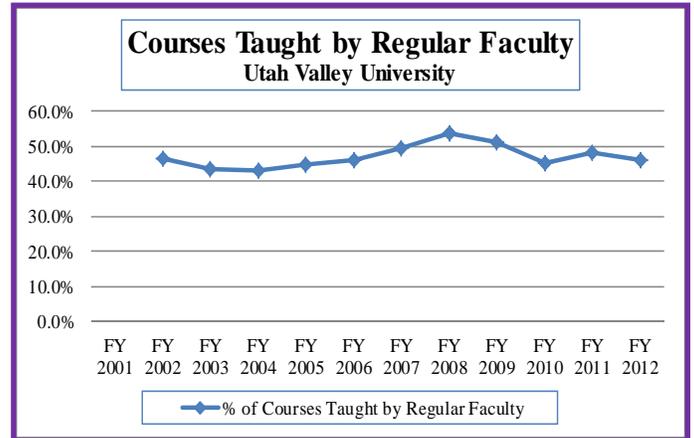
The Retention Rate figure shows the percentage of first-time, full-time and part-time entering students who continue their education the following Fall.



In 2011, the graduation rate at Utah Valley University was 29%. This measurement looks at the number of first-time, full-time students in a given cohort who graduate within a time frame equal to 150% of the minimum time required for graduation. Transfer rates consider the total number of students who transfer to another institution within the same 150% time frame.



The quality of a post-secondary education can be influenced by the number of courses taught by regular faculty vs. adjunct faculty. As shown in the figure, the percent of courses taught by regular faculty at Utah Valley University increased through 2008, but decreased in 2009 and 2010. In 2012, 46 percent of the courses taught at UVU were taught by regular faculty.



**BUDGET DETAIL**

**Base Budget:** The total FY 2013 appropriated budget for Utah Valley University was \$157,882,500, with \$57,380,900 from the General Fund and \$4,859,800 from the Education Fund.

With the FY 2013 ongoing appropriation as the beginning point, changes in the level of dedicated credits for unallocated 1st tier and 2nd tier tuition in the amount of \$5,848,100 and a reduction in nonlapsing balances are made to result in the FY 2013 estimated base of \$162,907,700.

**Intent Language:** Last year, the Legislature approved the following intent language for all of the credit-granting higher education institutions:

*The Legislature intends that appropriations in this item be utilized by institutions to implement provisions in accordance with Senate Bill 97, Higher Education Mission Based Funding (2011 General Session). Consideration should be given to: student plans and tracking of student progress, requirements that students take general education courses early in their college experience, increasing the availability of courses to meet students' schedules and situations, arresting the inflationary cost increases of tuition, fees, and books, and retention and completion measures.*

**LEGISLATIVE ACTION**

The Analyst recommends that the Subcommittee adopt a base budget for Utah Valley University in the amount of \$162,907,700. The allocation approved by the Executive Appropriations Committee is \$57,380,900 (General Fund) and \$4,859,800 (Education Fund).

The Analyst recommends that the Subcommittee develop a prioritization list of items for additional funding for FY 2014 and FY 2013 (Supplemental).

**BUDGET DETAIL TABLE**

| Utah Valley University   |                      |                         |                    |                      |            |                         |
|--|----------------------|-------------------------|--------------------|----------------------|------------|-------------------------|
| Sources of Finance   | FY 2012<br>Actual    | FY 2013<br>Appropriated | Changes            | FY 2013<br>Revised   | Changes    | FY 2014*<br>Recommended |
| General Fund   | 55,511,300           | 57,380,900              | 0                  | 57,380,900           | 0          | 57,380,900              |
| General Fund, One-time   | (828,200)            | 0                       | 0                  | 0                    | 0          | 0                       |
| Education Fund   | 4,020,900            | 4,859,800               | 0                  | 4,859,800            | 0          | 4,859,800               |
| Dedicated Credits Revenue  | 95,490,500           | 94,818,900              | 5,848,100          | 100,667,000          | 0          | 100,667,000             |
| Transfers - HED  | 1,081,500            | 822,900                 | 0                  | 822,900              | 0          | 822,900                 |
| Beginning Nonlapsing   | 7,511,100            | 7,511,200               | 1,151,700          | 8,662,900            | 0          | 8,662,900               |
| Closing Nonlapsing   | (8,662,900)          | (7,511,200)             | (1,974,600)        | (9,485,800)          | 0          | (9,485,800)             |
| <b>Total</b>   | <b>\$154,124,200</b> | <b>\$157,882,500</b>    | <b>\$5,025,200</b> | <b>\$162,907,700</b> | <b>\$0</b> | <b>\$162,907,700</b>    |
| <b>Line Items</b>  |                      |                         |                    |                      |            |                         |
| Education and General  | 153,967,100          | 157,724,100             | 5,025,200          | 162,749,300          | 0          | 162,749,300             |
| Educationally Disadvantaged  | 157,100              | 158,400                 | 0                  | 158,400              | 0          | 158,400                 |
| <b>Total</b>   | <b>\$154,124,200</b> | <b>\$157,882,500</b>    | <b>\$5,025,200</b> | <b>\$162,907,700</b> | <b>\$0</b> | <b>\$162,907,700</b>    |
| <b>Categories of Expenditure</b>   |                      |                         |                    |                      |            |                         |
| Personnel Services   | 124,722,700          | 131,036,300             | 5,342,700          | 136,379,000          | 0          | 136,379,000             |
| In-state Travel  | 1,755,900            | 762,200                 | 5,000              | 767,200              | 0          | 767,200                 |
| Current Expense  | 22,708,100           | 25,477,300              | (316,900)          | 25,160,400           | 0          | 25,160,400              |
| Capital Outlay   | 2,252,900            | 606,700                 | (5,600)            | 601,100              | 0          | 601,100                 |
| Other Charges/Pass Thru  | 2,684,600            | 0                       | 0                  | 0                    | 0          | 0                       |
| <b>Total</b>   | <b>\$154,124,200</b> | <b>\$157,882,500</b>    | <b>\$5,025,200</b> | <b>\$162,907,700</b> | <b>\$0</b> | <b>\$162,907,700</b>    |
| <b>Other Data</b>  |                      |                         |                    |                      |            |                         |
| Budgeted FTE   | 1,996                | 1,996                   | 100                | 2,096                | 0          | 2,096                   |
| Actual FTE   | 1,950                | 0                       | 0                  | 0                    | 0          | 0                       |
| Vehicles   | 150                  | 157                     | 0                  | 157                  | 0          | 157                     |
| *Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst. |                      |                         |                    |                      |            |                         |