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Higher Education Accountable Budget Process October Meeting

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Introduction

“The Legislature intends that the Utah System of Higher Education (USHE) work with the Office of the Legislative Fiscal Analyst (LFA) and the Division of Finance during the 2023 Interim to create a budget that reflects all sources of revenue and all expenses and expenditures for each institution of higher education. USHE and LFA shall report that budget to the Higher Education Appropriations Committee before its final 2023 Interim meeting for potential inclusion in an appropriations act” (S.B. 2, 2023 General Session)



Structure

- Institution
 - Education and General
 - Instruction
 - Research
 - Public Service
 - Academic Support
 - Student Services
 - Institutional Support
 - Operations and Maintenance of Plant
 - Depreciation
 - Scholarships and Fellowships Expenses
 - Auxiliary Enterprises
 - Hospital Services
 - Independent Operations
 - Other Expenses and Deductions



Special Line Items

- University of Utah
 - Medical (School of Medicine and Dentistry)
 - University Hospital
 - Public Service (Seismograph, Museum, Arboretum, Public Broadcasting, SafeUT, Center on Aging, Rocky Mountain Center)
- Utah State University
 - Veterinary Medicine
 - Public Service (Prehistoric Museum, Cooperative Extension)
 - Research (Agricultural Experiment Station, Water Research)
 - Career and Technical Education



Special Line Items Ctd.

- Snow College and Salt Lake Community College
 - Career and Technical Education
- Southern Utah University
 - Public Service (Shakespeare Festival, Rural Health, Utah Summer Games)
- Utah Tech University
 - Public Service (Zion Park Amphitheater)



Bill in 2 Sections

- **First Section: Operating and Capital**
 - State Appropriations
 - Modified from historic base bill
 - \$2.72 Billion in Appropriations
- **Second Section: Higher Education Funds**
 - All revenue sources for higher education institutions
 - \$10.02 Billion in Revenue (Including State Appropriations)



First Section: Operating and Capital

- Base Bill with new structure
 - General Fund: \$765,551,100
 - Income Tax Fund: \$924,825,600
 - Federal Funds: \$3,909,000
 - Dedicated Credits (Tuition and Fees): \$1,006,064,300
 - Other: \$49,405,500
 - *Total: \$2.72 Billion*



Second Section: Higher Education Funds

- All Sources of Revenue and Expenditure
 - **State Appropriations: \$1.60 Billion**
 - **Tuition and Fees: \$940.74 Million**
 - Grants and Contracts: \$1.50 Billion
 - Sales and Services: Auxiliary Enterprises: \$1.69 Billion
 - Sales and Services: Hospitals: \$3.26 Billion
 - Sales and Services: Educational Activities: \$47.10 Million
 - Independent Operations: \$202.31 Million
 - Gifts and Contributions: \$248.41 Million
 - Investment Income: -\$158.58 Million
 - Capital Appropriations, Gifts, and Contracts: \$204.03 Million
 - Additions to Permanent Endowments: \$62.60 Million
 - Other Sources: \$435.12 Million
 - *Total: \$10.02 Billion*



Educationally Disadvantaged

- Academic support and services for “educationally disadvantaged students”
 - “A student who requires special services and assistance to enable them to succeed in higher education; funds may be spent on tuition assistance, counselors, advisors, or tutoring.”
- Already captured in Academic Support and Student Services programs within proposed categories
- *Recommendation: Eliminate the Educationally Disadvantaged appropriation units and roll them into Academic Support and Student Services*



Utah Board of Higher Education Adjustments

- Combine “Access Utah Promise Scholarship Program,” and “New Century Scholarships” into “Utah Promise Grant”
- Change the name of “T.H. Bell Teaching Incentive Loans Program” to “T.H. Bell Education Scholarship Program”
- Change the name of “Public Safety Officer Career Advancement Reimbursement” to “Public Safety Officer Career Advancement Grant”
- Separate “Emerging Tech Talent Initiative” funds \$5,101,600 from “Student Financial Aid” program into a new program under Talent Ready Utah
- Move newly funded “First Responder Mental Health” \$450,000 ongoing from Admin to a separate program under Student Assistance line item
- Move newly funded “Prime Pilot Program Amendments” \$510,500 ongoing from Admin to a separate program under Student Assistance line item



Questions?



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