

Office of the
Legislative Fiscal Analyst

FY 2001 Budget Recommendations

Joint Appropriations Subcommittee for
Higher Education

Utah System of Higher Education

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1.0 Summary: The University of Utah

The University of Utah (U of U) is considered the flagship institution of the USHE. As a major urban teaching and research university, the University of Utah’s mission is to provide undergraduate, graduate, professional, as well as significant programs of sponsored research in 15 colleges and professional schools including medicine, pharmacy, and law.

1.10 Financial Information

The recommended operating budget for FY 2001 totals \$251,060,700 for the University of Utah (U of U). The following table indicates the Plan of Financing for the U of U:

	Analyst FY 2001 Base	Analyst FY 2001 Changes	Analyst FY 2001 Total
Financing			
General Fund	\$88,294,300	\$497,600	\$88,791,900
Uniform School Fund	50,000		50,000
Income Tax	100,744,000		100,744,000
Dedicated Credits Revenue	60,822,700		60,822,700
Dedicated Credits - Land Grant	652,100		652,100
Total	\$250,563,100	\$497,600	\$251,060,700
Programs			
UU Education and General	\$210,479,500		\$210,479,500
UU Educationally Disadvantaged	701,900		701,900
UU School of Medicine	23,017,900		23,017,900
UU University Hospital	4,325,800		4,325,800
UU Regional Dental Education Program	635,100		635,100
UU Research and Training	3,140,400		3,140,400
UU Public Service	1,193,100		1,193,100
UU Statewide TV Administration	3,069,300		3,069,300
UU Mineral Lease Research	1,711,400	\$497,600	2,209,000
UU Land Grant Management	502,100		502,100
Area Health Education Centers	559,300		559,300
Poison Control Center	1,227,300		1,227,300
Total	\$250,563,100	\$497,600	\$251,060,700
FTE	3,856.6		3,856.6

2.0 Base Adjustments

- Internal Service Fund Adjustments - \$170,400
- Retirement Rate Adjustments – (\$184,000)

2.10 Recommendations

- Mineral Lease Replacement - \$497,600

2.20 Recommendations Based on Additional Funding

- Operation and Maintenance - \$151,200
- Utah Area Health Education Centers (AHEC) - \$300,000
- Reading Skills Development Center - \$250,000

3.0 Base Adjustments

3.10 Internal Service Fund Adjustments - \$170,400

The recommended appropriation for U of U FY 2001 of \$170,400 includes \$178,300 for Risk Management and a decrease of (\$7,900) for Fleet Management. These adjustments are passed through from the Department of Administrative Services to each state entity.

3.11 Retirement Rate Adjustments – (\$184,000)

Based on changes in retirement rates, the Analyst is recommending a reduction of \$184,000 or 0.5 percent of the cost of funding U of U personnel on the State retirement system.

3.20 Recommendations

3.21 Mineral Lease Replacement - \$497,600

As provided by Statute, USHE received an annual appropriation from the Mineral Lease Account. Ensuing legislation called for the replacement of these funds with General Funds. As provided by Statute, the USHE receives an annual increase in Mineral Lease Funds due to inflationary changes in the Consumer Price Index (CPI). It is projected that the adjustment for FY 2001 will total \$12,500 based on a 2.60 percent change. This is the last year for the replacement of Mineral Lease Funds in higher education. The Analyst recommends a Mineral Lease replacement for the U of U of \$497,600 from the General Fund for FY 2001.

3.30 Recommendations Based on Additional Funding

3.31 Operation and Maintenance of New Facilities - \$151,200

The operation and maintenance (O&M) of new facilities is an obligation of the State if the Legislature has approved both the construction of the facility and the payment of the O&M from State tax funds.

- ***Pioneer Memorial Theater*** – The Pioneer Memorial Theater is in the process of expanding its facility to accommodate a scene shop, additional storage space, and a rehearsal hall. The additional space is scheduled to be complete in October of 2000. The new space is being constructed totally from private donations. Based on the Board of Regent’s policy on Capital Facilities, Section R710, one-third of the facility qualifies for O&M by providing academic instruction. If additional funding becomes available, the Analyst recommends O&M funding for FY 2001 of \$17,000.
- ***Dumke Gymnastics Facility*** – The gymnastic practice facility was completed in January of 1999, to provide a state of the art facility for the University of Utah’s gymnastic program. The facility includes space for training, locker rooms, conference rooms, athletic offices, computer labs, and a study hall for athletes. The O&M request is for the portion of the facility providing academic programs per the Board of Regent’s policies on Capital Facilities in section R710. If additional funding becomes available, the O&M recommendation for FY 2001 is \$36,100.
- ***Price Art Museum*** – The Price Museum is comprised of art galleries, reception space, an educational center, an auditorium, and office space for museum and educational center staff. The museum will serve both public and higher education students as well as the general public. If additional funding becomes available, the O&M recommendation for FY 2001 is \$82,300.
- ***Christensen Business Center*** – The Christensen Business Center is designed to facilitate the “case discussion method” of business instruction pioneered by Harvard University’s C. Roland Christensen. The facility includes space for discussion rooms, computer labs, seminar rooms, and faculty offices. In FY 99, eleven month of O&M was appropriated. The funding recommendation for O&M for FY 2001 of \$15,800 is to cover the remaining month if additional funding becomes available.

3.32 Utah Area Health Education Centers (AHEC) - \$300,000

The AHEC Program began operations at the University of Utah on July 1, 1995. The mission of AHEC is to “improve access to health care through education” and to develop a partnership with the communities to respond to the unique health care needs of each community served. The mission is carried out through programs that introduce young people to health care professional degrees, coordinate and provide training in rural and under served areas for students who are pursuing health profession’s degrees, and support the existing health care professional through continuing education programs. AHEC also works with communities as direct partners, in planning, implementing, and sustaining local healthcare efforts. AHEC assists communities in finding solutions to immediate healthcare challenges as well as planning ahead to meet future healthcare problems.

When fully implemented there will be five centers located throughout the state. The first opened in July of 1996, and is located on the campus of Snow College in Ephraim. The second center opened its doors in July of 1997, at Southern Utah University in Cedar City, and the third opened in September of 1998 at the College of Eastern Utah in Price. The two remaining centers have not yet opened one in Northern Utah and the other for the Wasatch Front Crossroads which encompasses the surrounding counties (e.g. Davis, Tooele, Summit, etc.) However, the Wasatch Front Crossroads Center is scheduled to open in the spring of 2000. Funding for the AHEC program is provided at 75 percent by federal grants and a 25 percent state match. The federal grant is a six-year program. At the end of six years, the centers are expected to be self-sustaining. The expectation is that 50 percent of the operations will be funded from state appropriations and the other 50 percent from the private sector. Federal guidelines require that for every center opened, the state must contribute \$200,000 in base support in order to qualify for the three-to-one federal match. Thus far, the state has provided \$235,000 ongoing funding and in FY 2000, \$300,000 one-time funding. The center located in Ephraim received \$200,000 ongoing base support, while Cedar City only received \$35,000. The center at Cedar City requires \$165,000 to complete the ongoing support and the centers at Price and Crossroads require \$200,000 each. Total funding required to meet the federal guidelines is \$565,000. This funding is needed to eliminate the risk of losing federal matching funds and avoid jeopardizing the future funding of the Northern Utah facility. If funding becomes available, the Analyst recommends that the one-time funding from FY 2000 be replaced with an appropriation of \$300,000 from ongoing General Funds for FY 2001. State support for the Crossroads and Northern Centers will need to be deferred until 2002.

3.33 Reading Skills Development Center - \$250,000

In the 1999 Legislative Session, House Bill 63 “Reading Skills Development Center” appropriated one-time funding to the University of Utah to assist school districts in identifying, assessing, and providing instructional intervention programs for students with reading difficulties. Because of the limited funding, the most critical areas had to be prioritized. The program established a web-site to disseminate research-based information on reading assessment and instruction for parents, teachers, and administrators. It also developed a survey to identify current reading practices as well as the needs in Utah schools. Over 100 students identified at Title I schools were assessed and provided with detailed reports for the teachers and parents. The program initially focused on grades one through three in the Granite School District. The following table reflects the increases in test scores for those students after one year:

Reading Performance of USOE Criterion Referenced Test			
	1st Grade	2nd Grade	3rd Grade
1998 State Average	79	82	77
1998 Granite Average	75	78	73
1999 State Average	89	89	80
1999 Granite Average	87	88	77
% of State Increase	12.66%	8.54%	3.90%
% of Granite Increase	16.00%	12.82%	5.48%

The program would eventually like to expand to serve the entire state. The Reading Center would provide in-service training in reading endorsement courses and individual intervention programs across the state via interactive technology (i.e. videotape, internet-based instruction, and interactive video.) University course work for reading specialists will be delivered by videotaped lectures, a course web page, on-line discussion forums, EdNet, and DTV. The Analyst recommends a replacement of FY 2000 one-time appropriation with \$250,000 from the General Fund in FY 2001 if funding becomes available.

3.40 Issues

3.41 Institutional Specific Performance Indicators

The following are the two institutional specific indicators for the University of Utah:

- Use Research/Scholarship Index to measure the activity of the University in four key areas including faculty publishing, external research dollars attracted, number of patents disclosed, and number of patents issued.
- Use Undergraduate Scholarly/Service-Learning Participation Index to measure percentage of undergraduates who participate in one of eight-service learning or scholarly programs at the U of U.

3.42 Regional Dental Education Program (RDEP)

Utah supports selected students in optometry, podiatry, and veterinary medicine and has a bilateral agreement with Creighton University for dentistry. In order to meet the needs of dental students, in the most cost-effective way, the University of Utah sent out a Request for Proposal (RFP) to dental schools throughout the U.S. in the 80's. The RFP outlined the specifications and standards for the dental program. After negotiating the specification, standards, and cost, the Regional Dental Education Program (RDEP) entered into a cooperative agreement with Creighton University School of Dentistry. Based on the terms of the contract, ten positions at Creighton University are available each year for Utah residents. A dental student attends the first year at the University of Utah, and the remaining three years at Creighton University located in Omaha, Nebraska.

The plan of financing for the RDEP program consists of \$540,100 from the General Fund and \$119,800 from tuition revenues for a total of \$659,900. Each first year dental student enrolled in RDEP pays the same tuition as the school of medicine students. The annual tuition is approximately \$9,628 (1999-00 academic year). Approximately 25 percent or \$135,000 of the General Fund monies are retained in Utah to support the first year students and the rest is paid to Creighton per the terms of the contract. The contractual amount pays about \$13,500 per student from General Funds. Dental students pay tuition and fees, as well as purchase books and supplies at Creighton. The current tuition at Creighton is \$9,628 plus fees per year. The instrument and supply costs are estimated at \$10,400 for the four years and books run about \$2,700.

To qualify for RDEP, students must have been a Utah resident at least five years prior to applying for the program. The Board of Regents established the following five indicators for determining residency:

1. Utah drivers license
2. Automobile registered in Utah
3. Registered to Vote in Utah
4. Pay taxes in Utah
5. Bank account in Utah

Approximately 100 students apply each year to Creighton. Creighton evaluates the applications based on academic standing as well as the results of an oral interview. The conditions of acceptance by Creighton University do not consider the student's financial status. Students requiring financial aid may apply for federally subsidized loans after acceptance at Creighton.

The question arises relating to RDEP, should the RDEP program be treated the same as the T.H. Bell Teaching Incentive Loan (TIL), (formerly known as the Utah Career Teaching Scholarship)? The TIL program requires employment in Utah upon completion of the program for the same number of years funding was received. If the student does not meet this obligation, the monies must be repaid with interest.

It is the recommendation of the Analyst that the following intent language be adopted regarding Regional Dental Education Program students:

Students enrolled in the Regional Dental Education Program at Creighton University must accept employment in Utah upon graduation from the program for a period of three years or repay their portion of the contract amount paid by the University of Utah, with interest. Any repayments will flow to the Regional Dental Education Program at the University of Utah to offset budget increases.

4.0 Additional Information

4.1 Funding History

	FY 1997	FY 1998	FY 1999	FY 2000	FY 2001
Financing	Actual	Actual	Actual	Estimated	Analyst
General Fund	\$160,986,900	\$127,950,700	\$99,844,900	\$88,307,900	\$88,791,900
General Fund, One-time				733,000	
Uniform School Fund			50,000	50,000	50,000
Income Tax	9,319,000	48,420,100	83,544,000	100,744,000	100,744,000
Income Tax, One-time				314,000	
Dedicated Credits Revenue	51,865,012	52,616,396	53,800,217	59,797,200	60,822,700
Dedicated Credits - Land Grant	1,034,657	1,126,402	499,167	652,100	652,100
Transfers	2,000,283	2,136,000	1,912,364		
Beginning Nonlapsing	9,502,924	5,801,847	1,549,494		
Closing Nonlapsing	(6,484,431)	(1,549,494)	446,584		
Total	\$228,224,345	\$236,501,951	\$241,646,726	\$250,598,200	\$251,060,700
% Change		3.6%	2.2%	3.7%	0.2%
Programs					
UU Education and General	\$192,632,313	\$200,738,004	\$204,303,668	\$210,675,900	\$210,479,500
UU Educationally Disadvantaged	579,053	761,115	666,132	702,100	701,900
UU School of Medicine	21,126,262	20,894,063	20,712,635	22,397,600	23,017,900
UU University Hospital	4,138,496	4,057,314	4,308,784	4,325,800	4,325,800
UU Regional Dental Education Program	565,886	587,089	559,375	628,000	635,100
UU Research and Training	2,892,300	2,971,800	3,070,400	3,143,300	3,140,400
UU Public Service	896,242	1,014,441	1,107,177	1,343,500	1,193,100
UU Statewide TV Administration	3,079,064	2,854,739	2,952,091	3,074,300	3,069,300
UU Mineral Lease Research	1,881,311	1,948,118	1,992,472	1,712,300	2,209,000
UU Land Grant Management	129,955	190,857	288,460	502,100	502,100
Area Health Education Centers	303,463	484,411	601,736	865,600	559,300
Poison Control Center			1,083,796	1,227,700	1,227,300
Total	\$228,224,345	\$236,501,951	\$241,646,726	\$250,598,200	\$251,060,700
Expenditures					
Personal Services	\$182,110,135	\$191,789,335	\$195,742,604	\$202,726,880	\$202,542,881
In-State Travel	1,474,497	1,883,262	1,916,496	1,986,389	1,986,389
Current Expense	41,125,580	38,831,372	40,197,937	41,549,331	42,195,831
Capital Outlay	2,867,942	3,615,289	3,645,418	3,805,650	3,805,649
Other Charges/Pass Thru	646,191	382,693	144,271	529,950	529,950
Total	\$228,224,345	\$236,501,951	\$241,646,726	\$250,598,200	\$251,060,700
FTE	3,527.6	3,651.2	3,719.8	3,856.6	3,856.6

4.2 Recommendations

Legislative Fiscal Analyst's Office FY 2001 Recommended Budget Adjustments University of Utah		
University of Utah Base Adjustments		
Fleet Services		(\$7,900)
Risk Management		178,300
Retirement Adjustments		(184,000)
		(\$13,600)
Plan of Financing:		
General Fund		(\$13,600)
University of Utah Recommendations		
Mineral Lease Replacement		\$497,600
Plan of Financing:		
General Fund		\$497,600
University of Utah Unfunded Building Blocks		
O & M		
Pioneer Memorial Theater	\$17,000	
Gymnastics Facility	36,100	
Price Art Museum	82,300	
Christensen Business Center	15,800	
O & M Total		\$151,200
Enrollment Growth		2,694,600
ADA		65,600
Voc Rehab		22,800
AHEC		300,000
Library Portion of UALC		314,000
Reading Skills Center		250,000
		\$3,798,200
Plan of Financing		
General Fund		\$3,679,500
General Fund One-time		118,700
		\$3,798,200

1.0 Summary: Utah State University

Utah State University (USU) serves as the State’s land-grant university. Utah State University’s mission is to provide undergraduate, graduate, professional and research curriculums in numerous fields of study, including agriculture, applied sciences, education, and natural resources. Utah State University also has a statewide role to provide education to under-served areas throughout the state through on-site delivery and distance education.

1.10 Financial Information

The recommended operating budget for FY 2001 totals \$153,894,800 for Utah State University. This figure represents the total funding for both academic and applied technology education (ATE) components for the USU. The following table indicates the Plan of Financing for USU:

	Analyst FY 2001 Base	Analyst FY 2001 Changes	Analyst FY 2001 Total
Financing			
General Fund	\$93,081,900	\$430,800	\$93,512,700
Income Tax	20,101,400		20,101,400
Federal Funds	3,902,300		3,902,300
Dedicated Credits Revenue	35,670,300		35,670,300
Dedicated Credits - Land Grant	100,600		100,600
Federal Mineral Lease	654,000	(46,500)	607,500
Total	<u>\$153,510,500</u>	<u>\$384,300</u>	<u>\$153,894,800</u>
Programs			
USU Education and General	\$118,116,300		\$118,116,300
USU Educationally Disadvantaged	230,400		230,400
USU Water Research Laboratory	2,069,200	(\$46,500)	2,022,700
USU Research and Training Grants	940,900		940,900
USU Ecology Center	799,300		799,300
USU Agricultural Experiment Station	13,178,800		13,178,800
USU Coopertive Extension Division	11,858,400	100,000	11,958,400
USU Uintah Basin Continuing Education Cen	3,508,600		3,508,600
USU Southeastern Utah Continuing Educatio	993,700		993,700
USU Man and His Bread Museum	149,200		149,200
USU Production Center	337,300		337,300
USU Land Grant Management	100,600		100,600
USU Mineral Lease Research	1,227,800	330,800	1,558,600
Total	<u>\$153,510,500</u>	<u>\$384,300</u>	<u>\$153,894,800</u>
FTE	2,375.7		2,375.7

2.0 Base Adjustments

- Internal Service Fund Adjustments - \$14,800
- Retirement Rate Adjustments – (\$127,800)

2.10 Recommendations

- Mineral Lease Replacement - \$330,800
- USU Water Research Lab Mineral Leases Funds – (\$46,500)
- USU Water Landscape Management - \$100,000

2.20 Recommendations Based on Additional Funding

- Operation and Maintenance - \$677,600

3.0 Base Adjustments

3.10 Internal Service Fund Adjustments - \$14,800

The recommended appropriation for USU for FY 2001 of \$14,800 includes \$27,100 for Risk Management and a decrease of (\$12,300) for Fleet Management. These adjustments are passed through from the Department of Administrative Services to each state entity.

3.11 Retirement Rate Adjustments – (\$127,800)

Based on changes in retirement rates, the Analyst is recommending a reduction of \$127,800 or 0.5 percent of the cost of funding USU personnel on the State retirement system.

3.20 Recommendations

3.21 Mineral Lease Replacement - \$330,800

As provided by Statute, USHE received an annual appropriation from the Mineral Lease Account. Ensuing legislation called for the replacement of these funds with General Funds. As provided by Statute, the USHE receives an annual increase in Mineral Lease Funds due to inflationary changes in the Consumer Price Index (CPI). It is projected that the adjustment for FY 2001 will total \$8,400 based on a 2.60 percent change. This is the last year for the replacement of Mineral Lease Funds in higher education. The Analyst recommends a Mineral Lease replacement for the USU of \$330,800 from the General Fund for FY 2001.

3.22 USU Water Research Lab Mineral Leases Funds – (\$46,500)

The USU Water Research Lab receives a separate allocation amounting to \$604,500 or 2.25 percent of the \$27 million projected Mineral Lease royalties for

FY 2001. The Analyst recommends a reduction in the USU Water Lab's Mineral Lease Funds in the amount of \$46,500 to bring their Mineral Lease funding within statutory provisions.

3.23 USU Landscape Water Management - \$100,000

In FY 2000, House Bill 30, "Center for Landscape Water Management" appropriated one-time funding to Utah State University for a landscape water management program. The bill authorized the hiring of personnel to gather information, conduct research, disseminate information, and conduct training on the efficient use of water on lawns, gardens, parks, golf courses, and highway landscaping in addition to funding ongoing operating expenses. The Analyst recommends that the FY 2000 one-time appropriation of \$100,000 from the General Fund for the Landscape Water Management Program at USU be made ongoing.

3.30 Recommendations Based on Additional Funding

3.31 Operation and Maintenance of New Facilities - \$677,600

The operation and maintenance (O&M) of new facilities is an obligation of the State if the Legislature has approved both the construction of the facility and the payment of the O&M from State tax funds.

- ***Widstoe Hall*** – This project includes the demolition of the old Widstoe Hall and the building of the new Widstoe Hall. The new chemistry and biochemistry departments will be housed in the new facility. The building includes labs, classrooms, and offices. The completion date was November of 1999. A credit of \$84,500 was given for the demolition of the existing Widstoe Hall. If additional funding becomes available, the recommendation for FY 2001 is \$477,400 (\$561,900-\$84,500) for O&M.
- ***Uintah Basin Education Center in Roosevelt*** – The Uintah Basin Education Center is comprised of electronic learning classrooms, a library, multi-purpose room, storage, and mechanical space. The completion date is scheduled for October 2000. The recommendation for FY 2001 is \$103,300 to cover 8 months of O&M if additional funding becomes available.
- ***Horticulture Greenhouse*** – The Horticulture Greenhouse is being renovated to accommodate the increasing academic demand as well as to meet code requirements. The structure includes a greenhouse, classroom space, and offices. If additional funding becomes available, the Analyst recommends for FY 2001 an appropriation for O&M of \$38,700.
- ***Technical Services Building Renovation*** – This project is to renovate the Technical Services Building to house the University Police Department. The O&M funding for FY 2001 of \$19,600 is recommended if additional funds become available.

- ***Lyric Theater*** – The Lyric Theater project includes the acquisition of 4,200 gross square feet adjacent to the existing Lyric Theater. The existing Lyric Theater was renovated to comply with current building codes. The additional space is needed to support additional students and staff for the Theatre Arts Programs. In a letter dated February 18, 1999, USU requested O&M funding only for the additional space. The funding for FY 2001 for O&M of \$19,700 is recommended to cover the additional space, if additional funds become available.
- ***Cragun Property*** – This property consists of .90 acres and a former family residence located west of the campus and adjacent to the USU Family Life Center. The USU Family Life Center is in need of additional space to meet the needs of the various programs and projects. The additional property is to house the Community Outreach Programs. If additional funds become available, the O&M recommendation for FY 2001 is \$18,900.

3.40 Issues

3.41 Institutional Specific Performance Indicators

The following are the two institutional specific indicators for Utah State University:

- Increase measured quality of students accepted for admission to the University.
- Increase percentage of students retained in the University from the Freshman to the Sophomore year.

4.0 Additional Information

4.1 Funding History

	FY 1997	FY 1998	FY 1999	FY 2000	FY 2001
	Actual	Actual	Actual	Estimated	Analyst
Financing					
General Fund	\$96,121,200	\$84,694,300	\$90,801,000	\$93,194,900	\$93,512,700
General Fund, One-time				336,600	
Income Tax	4,059,300	20,465,900	20,101,400	20,101,400	20,101,400
Income Tax, One-time				304,300	
Federal Funds	3,740,428	3,909,285	4,155,030	3,902,300	3,902,300
Dedicated Credits Revenue	31,186,937	33,460,089	32,540,197	35,661,300	35,670,300
Dedicated Credits - Land Grant	145,914		69,370	100,600	100,600
Federal Mineral Lease	708,502	685,912	613,040	654,000	607,500
Transfers	1,342,752	1,779,700	1,299,070		
Beginning Nonlapsing	8,885,036	10,392,359	11,017,195		
Closing Nonlapsing	(10,487,052)	(11,017,191)	(10,299,888)		
Total	\$135,703,017	\$144,370,354	\$150,296,414	\$154,255,400	\$153,894,800
% Change		6.4%	4.1%	2.6%	-0.2%
Programs					
USU Education and General	\$105,177,419	\$111,569,518	\$116,010,026	\$118,717,300	\$118,116,300
USU Educationally Disadvantaged	222,868	211,319	243,265	230,500	230,400
USU Water Research Laboratory	1,827,723	1,871,365	2,047,081	2,071,100	2,022,700
USU Research and Training Grants	947,449	1,229,069	959,986	941,700	940,900
USU Ecology Center	742,542	760,635	762,325	800,100	799,300
USU Agricultural Experiment Station	11,107,918	12,224,768	12,595,284	13,189,100	13,178,800
USU Coopertive Extension Division	10,192,533	10,763,302	11,558,750	11,979,800	11,958,400
USU Uintah Basin Continuing Education Cen	2,571,527	2,735,112	3,007,210	3,514,600	3,508,600
USU Southeastern Utah Continuing Educator	906,026	895,124	935,416	995,200	993,700
USU Man and His Bread Museum	140,067	142,373	157,956	149,300	149,200
USU Production Center	332,310	275,868	328,857	337,600	337,300
USU Land Grant Management	145,914		69,370	100,600	100,600
USU Mineral Lease Research	1,388,721	1,691,901	1,620,888	1,228,500	1,558,600
Total	\$135,703,017	\$144,370,354	\$150,296,414	\$154,255,400	\$153,894,800
Expenditures					
Personal Services	\$109,652,171	\$115,338,865	\$119,710,289	\$123,515,717	\$123,387,916
In-State Travel	1,791,591	2,280,123	2,215,110	2,415,869	2,415,869
Current Expense	22,332,286	24,626,527	25,923,842	26,061,589	25,828,789
DP Capital Outlay				9,475	9,475
Capital Outlay	1,468,875	1,292,004	1,565,966	1,348,472	1,348,472
Other Charges/Pass Thru	458,094	832,835	881,207	904,278	904,279
Total	\$135,703,017	\$144,370,354	\$150,296,414	\$154,255,400	\$153,894,800
FTE	2,212.3	2,218.4	2,226.5	2,375.7	2,375.7

4.2.1 Recommendations

Legislative Fiscal Analyst's Office FY 2001 Recommended Budget Adjustments Utah State University	
Utah State University Base Adjustments	
Fleet Services	(\$12,300)
Risk Management	27,100
Retirement Adjustments	(127,800)
	(\$113,000)
Plan of Financing:	
General Fund	(\$113,000)
Utah State University Recommendations	
Mineral Lease Replacement	\$330,800
Landscape Water Management	100,000
USU Water Lab	(46,500)
	\$384,300
Plan of Financing:	
General Fund	\$430,800
Mineral Lease	(46,500)
	\$384,300
Utah State University Unfunded Building Blocks	
O & M	
Wistoe Hall	\$477,400
Uintah Basin Education Center	103,300
Horticulture Greenhouse	38,700
Technical Services Building	19,600
Lyric Theater	19,700
Cragun Property	18,900
O & M Total	\$677,600
Enrollment Growth	(748,700)
ADA	51,900
Voc Rehab	102,700
Library Portion of UALC	304,300
ATE Equipment	37,200
	\$425,000
Plan of Financing:	
General Fund	\$1,023,600
General Fund One-time	37,200
Dedicated Credits	(635,800)
	\$425,000

1.0 Summary: Weber State University

Weber State University (WSU) has the mission of a large comprehensive, regional undergraduate institution seeking to develop and refine programs and achieve distinction within that mission. Weber State University provides undergraduate education in the arts, humanities, and sciences, as well as professional study in education, business, and technology. Weber State University offers specialized certificates in applied technology education, associate degrees, baccalaureate degrees, and a limited number of master’s degrees. In December of 1999, the Regent’s approved the addition of an MBA Program for WSU.

1.10 Financial Information

The recommended operating budget for FY 2001 totals \$71,099,300 for the Weber State University. This figure represents the total funding for both academic and applied technology education (ATE) components for the WSU. The following table indicates the Plan of Financing for WSU:

	Analyst FY 2001 Base	Analyst FY 2001 Changes	Analyst FY 2001 Total
Financing			
General Fund	\$42,569,800	\$197,000	\$42,766,800
Income Tax	7,552,200		7,552,200
Dedicated Credits Revenue	20,780,300		20,780,300
Total	\$70,902,300	\$197,000	\$71,099,300
Programs			
WSU Education and General	\$70,592,900	\$197,000	\$70,789,900
WSU Educationally Disadvantaged	309,400		309,400
Total	\$70,902,300	\$197,000	\$71,099,300
FTE		1,199.1	1,199.1

2.0 Base Adjustment

- Internal Service Fund Adjustments – (\$12,900)
- Retirement Rate Adjustment – (\$47,700)

2.10 Recommendations

- Mineral Lease - \$197,000

3.0 Base Adjustments

3.10 Internal Service Fund Adjustments - (\$12,900)

The recommended reduction in the appropriation for WSU for FY 2001 of \$12,900 is for a decrease in Risk Management. These adjustments are passed through from the Department of Administrative Services to each state entity.

3.11 Retirement Rate Adjustments – (\$47,700)

Based on changes in retirement rates, the Analyst is recommending a reduction of \$47,700 or 0.5 percent of the cost of funding WSU personnel on the State retirement system.
Recommendations

3.20 Recommendations

3.21 Mineral Lease Replacement - \$197,000

As provided by Statute, USHE received an annual appropriation from the Mineral Lease Account. Ensuing legislation called for the replacement of these funds with General Funds. As provided by Statute, the USHE receives an annual increase in Mineral Lease Funds due to inflationary changes in the Consumer Price Index (CPI). It is projected that the adjustment for FY 2001 will total \$5,000 based on a 2.60 percent change. This is the last year for the replacement of Mineral Lease Funds in higher education. The Analyst recommends a Mineral Lease replacement for the WSU of \$197,000 from the General Fund for FY 2001.

3.30 Issues

3.31 Institutional Specific Performance Indicators

The following are the two institutional specific indicators for Weber State University:

- Increase the number and percent of accreditation-eligible programs accredited by specialized accrediting agencies.
- Increase the number and percent of academic and student support programs participating in institutional mission-related, student learning outcomes assessment procedures.

4.0 Information

4.1 Financial History

	FY 1997	FY 1998	FY 1999	FY 2000	FY 2001
	Actual	Actual	Actual	Estimated	Analyst
Financing					
General Fund	\$41,952,900	\$39,172,000	\$41,354,700	\$42,630,400	\$42,766,800
General Fund, One-time				117,500	
Income Tax	4,570,800	7,896,100	7,552,200	7,552,200	7,552,200
Income Tax, One-time				118,800	
Dedicated Credits Revenue	17,302,121	21,647,585	19,508,967	20,780,300	20,780,300
Transfers	652,575	849,100	697,195		
Beginning Nonlapsing	4,080,796		(905,570)		
Closing Nonlapsing	(4,471,229)	(1,843,610)	709,365		
Total	\$64,087,963	\$67,721,175	\$68,916,857	\$71,199,200	\$71,099,300
% Change		5.7%	1.8%	3.3%	-0.1%
Programs					
WSU Education and General	\$63,843,020	\$67,363,948	\$68,626,298	\$70,889,700	\$70,789,900
WSU Educationally Disadvantaged	244,943	357,227	290,559	309,500	309,400
Total	\$64,087,963	\$67,721,175	\$68,916,857	\$71,199,200	\$71,099,300
Expenditures					
Personal Services	\$54,100,219	\$54,898,717	\$58,269,291	\$57,714,547	\$57,666,847
In-State Travel	508,371	568,091	618,302	596,878	596,878
Current Expense	8,295,331	10,833,129	8,913,115	11,392,152	11,339,952
Capital Outlay	1,144,467	1,421,238	1,116,149	1,495,623	1,495,623
Other Charges/Pass Thru	39,575				
Total	\$64,087,963	\$67,721,175	\$68,916,857	\$71,199,200	\$71,099,300
FTE	1,122.4	1,144.9	1,200.8	1,199.1	1,199.1

4.2 Recommendations

Legislative Fiscal Analyst's Office FY 2001 Recommended Budget Adjustments Weber State University	
Weber State University Base Adjustments	
Risk Management	(\$12,900)
Retirement Adjustments	(47,700)
	(\$60,600)
Plan of Financing:	
General Fund	(\$60,600)
Weber State University Recommendations	
Mineral Lease Replacement	\$197,000
Plan of Financing:	
General Fund	\$197,000
Weber State University Unfunded Building Blocks	
Enrollment Growth	\$1,643,700
ADA	10,000
Voc Rehab	25,600
Library Portion of UALC	118,800
ATE Equipment	165,400
	\$1,963,500
Plan of Financing:	
General Fund	\$1,051,100
General Fund One-time	165,400
Dedicated Credits	747,000
	\$1,963,500

1.0 Summary: Southern Utah University

Southern Utah University (SUU) has the mission of a four-year undergraduate teaching institution meeting the associate, baccalaureate and assigned vocational education needs for southern Utah. Southern Utah University also offers select graduate programs. In December of 1999, the Regent’s approved the addition of MBA Programs for SUU.

1.10 Financial Information

The recommended operating budget for FY 2001 totals \$30,883,300 for the Southern Utah University. This figure represents the total funding for both academic and applied technology education (ATE) components for the SUU. The following table indicates the Plan of Financing for SUU:

	Analyst FY 2001 Base	Analyst FY 2001 Changes	Analyst FY 2001 Total
Financing			
General Fund	\$20,175,000	\$75,300	\$20,250,300
Income Tax	2,318,500		2,318,500
Dedicated Credits Revenue	8,314,500		8,314,500
Total	<u>\$30,808,000</u>	<u>\$75,300</u>	<u>\$30,883,300</u>
Programs			
SUU Education and General	\$30,704,800	\$75,300	\$30,780,100
SUU Educationally Disadvantaged	90,000		90,000
SUU Shakespeare Festival	13,200		13,200
Total	<u>\$30,808,000</u>	<u>\$75,300</u>	<u>\$30,883,300</u>
FTE	492.1		492.1

2.0 Base Adjustments

- Internal Service Fund Adjustments – (\$100)
- Retirement Rate Adjustments – (\$28,100)

2.10 Recommendations

- Mineral Lease Replacement - \$75,300

2.20 Recommendation Based on Additional Funding

- Operation and Maintenance - \$677,600

3.0 Base Adjustments

3.10 Internal Service Fund Adjustments - (\$100)

The recommended reduction in the appropriation for SUU for FY 2001 of \$100 is for a decrease in Risk Management. These adjustments are passed through from the Department of Administrative Services to each state entity.

3.11 Retirement Rate Adjustments – (\$28,100)

Based on changes in retirement rates, the Analyst is recommending a reduction of \$28,100 or 0.5 percent of the cost of funding SUU personnel on the State retirement system.

3.20 Recommendations

3.21 Mineral Lease Replacement - \$75,300

As provided by Statute, USHE received an annual appropriation from the Mineral Lease Account. Ensuing legislation called for the replacement of these funds with General Funds. As provided by Statute, the USHE receives an annual increase in Mineral Lease Funds due to inflationary changes in the Consumer Price Index (CPI). It is projected that the adjustment for FY 2001 will total \$1,900 based on a 2.60 percent change. This is the last year for the replacement of Mineral Lease Funds in higher education. The Analyst recommends a Mineral Lease replacement for the SUU of \$75,300 from the General Fund for FY 2001.

3.30 Recommendations Based on Additional Funding

3.31 Operation and Maintenance of New Facilities - \$677,600

The operation and maintenance (O&M) of new facilities is an obligation of the State if the Legislature has approved both the construction of the facility and the payment of the O&M from State tax funds.

- ***Physical Education Complex*** – The new Physical Education Complex is scheduled to be complete January 1, 2001. The funding recommendation of \$347,300 is for six months of O&M for FY 2001 if additional funding becomes available.
- ***American Folk Ballet*** – SUU purchased the Mann estate from the Endowment Fund to provide space for the American Folk Ballet secretary, Theater Art & Dance personnel, and student employees. The facility will also be used to teach Dance History and other seminar classes. The O&M recommendation for FY 2001 is for \$14,000 if additional funds become available.

3.40 Issues

3.41 Institutional Specific Performance Indicators

The following are the two institutional specific indicators for Southern Utah University:

- Increase access to bottleneck general education courses by expanding availability of certain freshman-level GE courses, and increase retention rates of freshmen from fall term to the fall term of their sophomore year.
- Increase the number of academic programs that seek and acquire specialized professional accreditation.

4.0 Additional Information

4.1 Financial History

	FY 1997	FY 1998	FY 1999	FY 2000	FY 2001
	Actual	Actual	Actual	Estimated	Analyst
Financing					
General Fund	\$18,282,400	\$18,315,000	\$19,850,700	\$20,203,200	\$20,250,300
General Fund, One-time				168,900	
Income Tax	1,300,600	2,452,800	2,318,500	2,318,500	2,318,500
Income Tax, One-time				31,000	
Dedicated Credits Revenue	8,616,561	9,671,544	9,976,490	8,314,500	8,314,500
Transfers	370,100	435,600	403,951		
Beginning Nonlapsing	(637,546)	29,676	805,901		
Closing Nonlapsing	(30,182)	(805,901)	(345,707)		
Total	\$27,901,933	\$30,098,719	\$33,009,835	\$31,036,100	\$30,883,300
% Change		7.9%	9.7%	-6.0%	-0.5%
Programs					
SUU Education and General	\$27,808,118	\$30,003,919	\$32,917,685	\$30,932,900	\$30,780,100
SUU Educationally Disadvantaged	80,615	81,600	78,950	90,000	90,000
SUU Shakespeare Festival	13,200	13,200	13,200	13,200	13,200
Total	\$27,901,933	\$30,098,719	\$33,009,835	\$31,036,100	\$30,883,300
Expenditures					
Personal Services	\$21,603,524	\$23,124,458	\$25,285,079	\$23,844,087	\$23,815,986
In-State Travel	407,642	423,452	513,312	425,902	425,902
Current Expense	5,012,089	5,294,336	5,293,823	5,509,862	5,371,963
DP Current Expense					13,200
Capital Outlay	722,837	912,986	951,429	943,573	943,573
Other Charges/Pass Thru	155,841	343,487	966,192	312,676	312,676
Total	\$27,901,933	\$30,098,719	\$33,009,835	\$31,036,100	\$30,883,300
FTE	519.5	519.5	549.4	492.1	492.1

4.2 Recommendations

Legislative Fiscal Analyst's Office	
FY 2001 Recommended Budget Adjustments	
Southern Utah University	
Southern Utah University Base Adjustments	
Risk Management	(\$100)
Retirement Adjustments	(28,100)
	<u>(\$28,200)</u>
 Plan of Financing:	
General Fund	(\$28,200)
 Southern Utah University Recommendations	
Mineral Lease Replacement	\$75,300
 Plan of Financing:	
General Fund	\$75,300
 Southern Utah University Unfunded Building Blocks	
O & M	
Phys Ed Complex	\$347,300
American Folk Ballet	14,000
O & M Total	\$361,300
Enrollment Growth	913,900
ADA	10,000
Library Portion of UALC	31,000
ATE Equipment	52,000
	<u>\$1,368,200</u>
 Plan of Financing:	
General Fund	\$760,300
General Fund One-time	52,000
Dedicated Credits	555,900
	<u>\$1,368,200</u>

1.0 Summary: Utah Valley State College

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.

1.10 Financial Information

The recommended operating budget for FY 2001 totals \$53,210,100 for the Utah Valley State College. This figure represents the total funding for both academic and applied technology education (ATE) components for the UVSC. The following table indicates the Plan of Financing for UVSC:

	Analyst FY 2001 Base	Analyst FY 2001 Changes	Analyst FY 2001 Total
Financing			
General Fund	\$27,783,800	\$153,600	\$27,937,400
Income Tax	4,976,000		4,976,000
Dedicated Credits Revenue	20,296,700		20,296,700
Total	\$53,056,500	\$153,600	\$53,210,100
Programs			
UVSC Education and General	\$52,930,100	\$153,600	\$53,083,700
UVSC Educationally Disadvantaged	126,400		126,400
Total	\$53,056,500	\$153,600	\$53,210,100
FTE	1,099.9		1,099.9

2.0 Base Adjustments

- Internal Service Fund Adjustments – (\$7,600)
- Retirement Rate Adjustment – (\$73,300)

2.10 Recommendations

- Mineral Lease Replacement - \$153,600

2.20 Recommendations Based on Additional Funding

- Operation and Maintenance - \$262,500

3.0 Changes to the Base

3.10 Internal Service Fund Adjustments - (\$7,600)

The recommended reduction in the appropriation for UVSC for FY 2001 of \$7,600 is for a decrease in Risk Management. These adjustments are passed through from the Department of Administrative Services to each state entity.

3.11 Retirement Rate Adjustments – (\$73,300)

Based on changes in retirement rates, the Analyst is recommending a reduction of \$73,300 or 0.5 percent of the cost of funding UVSC personnel on the State retirement system.

3.20 Recommendations

3.21 Mineral Lease Replacement - \$153,600

As provided by Statute, USHE received an annual appropriation from the Mineral Lease Account. Ensuing legislation called for the replacement of these funds with General Funds. As provided by Statute, the USHE receives an annual increase in Mineral Lease Funds due to inflationary changes in the Consumer Price Index (CPI). It is projected that the adjustment for FY 2001 will total \$3,900 based on a 2.60 percent change. This is the last year for the replacement of Mineral Lease Funds in higher education. The Analyst recommends a Mineral Lease replacement for the UVSC of \$153,600 from the General Fund for FY 2001.

3.30 Recommendations Based on Additional Funding

3.31 Operation and Maintenance of New Facilities - \$262,500

The operation and maintenance (O&M) of new facilities is an obligation of the State if the Legislature has approved both the construction of the facility and the payment of the O&M from State tax funds.

- ***Student Services Building*** – UVSC purchased the Central Utah Journal Building December 31, 1999. The facility is to be utilized as a student services building for admissions, assessment, advising, counseling, registration, financial aid, and parking services. A portion of the space will be used for a mail room and warehouse. Based on a letter written to the Associate Commissioner for Finances and Facilities on April 8, 1999, UVSC requested O&M at a rate of \$5.25 per square foot. The O&M funding recommendation for FY 2001 based on a rate of \$5.25 per square foot is \$262,500 if additional funding becomes available.

3.40 Issues

3.41 Institutional Specific Performance Indicators

The following are the two institutional specific indicators for Utah Valley State College:

- Improve students' writing, mathematics, and critical thinking skills as measured by graduates' performance on CAAP .
- Increasing retention rates of students who participate in the UVSC First Year Experience Program.

4.0 Financial History

	FY 1997	FY 1998	FY 1999	FY 2000	FY 2001
	Actual	Actual	Actual	Estimated	Analyst
Financing					
General Fund	\$22,595,100	\$22,077,300	\$24,930,000	\$27,864,700	\$27,937,400
General Fund, One-time				118,200	
Income Tax	2,084,600	4,874,800	4,976,000	4,976,000	4,976,000
Income Tax, One-time				109,400	
Dedicated Credits Revenue	16,107,967	17,500,595	19,749,871	20,584,700	20,296,700
Transfers	901,300	637,900	626,346		
Beginning Nonlapsing	174,005	329,959	754,865		
Closing Nonlapsing	(329,959)	(754,865)	(513,962)		
Total	\$41,533,013	\$44,665,689	\$50,523,120	\$53,653,000	\$53,210,100
% Change		7.5%	13.1%	6.2%	-0.8%
Programs					
UVSC Education and General	\$41,416,613	\$44,546,289	\$50,399,620	\$53,526,500	\$53,083,700
UVSC Educationally Disadvantaged	116,400	119,400	123,500	126,500	126,400
Total	\$41,533,013	\$44,665,689	\$50,523,120	\$53,653,000	\$53,210,100
Expenditures					
Personal Services	\$34,299,974	\$36,388,754	\$40,828,658	\$43,703,574	\$43,444,948
In-State Travel	436,053	471,944	618,396	574,222	571,819
Current Expense	5,746,867	6,037,169	7,126,060	7,262,406	7,089,567
Capital Outlay	1,050,119	1,087,230	1,950,006	1,299,636	1,294,081
Other Charges/Pass Thru		680,592		813,162	809,685
Total	\$41,533,013	\$44,665,689	\$50,523,120	\$53,653,000	\$53,210,100
FTE	895.5	931.5	1,029.8	1,101.3	1,099.9

4.10 Recommendations

Legislative Fiscal Analyst's Office FY 2001 Recommended Budget Adjustments Utah Valley State College	
Utah Valley State College Base Adjustments	
Risk Management	(\$7,600)
Retirement Adjustments	(73,300)
	(\$80,900)
 <u>Plan of Financing:</u>	
General Fund	(\$80,900)
 Utah Valley State College Recommendations	
Mineral Lease Replacement	\$153,600
 <u>Plan of Financing:</u>	
General Fund	\$72,700
 Utah Valley State College Unfunded Building Blocks	
Student Center O & M	\$262,500
Enrollment Growth	3,326,800
ADA	103,100
Voc Rehab	79,900
Library Portion of UALC	109,400
ATE Equipment	226,500
	\$4,108,200
 Plan of Financing	
General Fund	\$2,398,300
General Fund One-time	226,500
Dedicated Credits	1,483,400
	\$4,108,200

1.0 Summary: Dixie College

Dixie College recently had a mission change with the passage of House Bill 32 “Dixie College Status.” In the fall of 1999, the State Board of Regents approved Dixie College’s mission to encompass both the community college as well as the state college mission. Dixie State College will offer specialized certificates in applied technology education, associate degrees as well as a limited number of baccalaureate degrees.

1.10 Financial Information

The recommended operating budget for FY 2001 totals \$18,376,900 for the Dixie College. This figure represents the total funding for both academic and applied technology education (ATE) components for the Dixie College. The following table indicates the Plan of Financing for Dixie College:

	Analyst FY 2001 Base	Analyst FY 2001 Changes	Analyst FY 2001 Total
Financing			
General Fund	\$12,629,500	\$50,900	\$12,680,400
Income Tax	1,378,300		1,378,300
Dedicated Credits Revenue	4,318,200		4,318,200
Total	\$18,326,000	\$50,900	\$18,376,900
Programs			
DIXIE Education and General	\$18,205,000	\$50,900	\$18,255,900
DIXIE Educationally Disadvantaged	32,900		32,900
DIXIE Zion Park Amphitheater	88,100		88,100
Total	\$18,326,000	\$50,900	\$18,376,900
FTE	328.9		328.9

2.0 Adjustments

- Internal Service Fund Adjustments - \$3,000
- Retirement Rate Adjustments – (\$26,500)

2.10 Recommendations

- Mineral Lease Replacement - \$50,900

2.20 Recommendations Based on Additional Funding

- Operation and Maintenance - \$260,800

3.0 Changes to the Base

3.10 Internal Service Fund Adjustments - \$3,000

The recommended appropriation for Dixie for FY 2001 of \$3,000 for Risk Management. These adjustments are passed through from the Department of Administrative Services to each state entity.

3.11 Retirement Rate Adjustments – (\$26,500)

Based on changes in retirement rates, the Analyst is recommending a reduction of \$26,500 or 0.5 percent of the cost of funding Dixie personnel on the State retirement system.

3.20 Recommendations

3.21 Mineral Lease Replacement - \$50,900

As provided by Statute, USHE received an annual appropriation from the Mineral Lease Account. Ensuing legislation called for the replacement of these funds with General Funds. As provided by Statute, the USHE receives an annual increase in Mineral Lease Funds due to inflationary changes in the Consumer Price Index (CPI). It is projected that the adjustment for FY 2001 will total \$1,300 based on a 2.60 percent change. This is the last year for the replacement of Mineral Lease Funds in higher education. The Analyst recommends a Mineral Lease replacement for the Dixie College of \$50,900 from the General Fund for FY 2001.

3.30 Recommendations Based on Additional Funding

3.31 Operation and Maintenance of New Facilities - \$260,800

The operation and maintenance (O&M) of new facilities is an obligation of the State if the Legislature has approved both the construction of the facility and the payment of the O&M from State tax funds.

- ***Student Center*** – Dixie College is requesting O&M funding for the Student Center under the State Board of Regents policy R713, Funding of Student Centers. If additional funding becomes available, the O&M funding recommendation for FY 2001, is \$169,400.
- ***Math and Adult Education Building*** – The LDS Church Institute building will be acquired by the Dixie College to add additional classrooms for the math and adult education curriculums. The funding recommendation for FY 2001 is based on 4 months of O&M of \$63,100 if additional funding becomes available.

- ***Hurricane Center*** – The Hurricane Center will be complete July 1, 2000. The facility and land were acquired through private donations to meet the growing needs in Hurricane. The O&M funding recommendation for FY 2001, is \$28,300 if additional funding becomes available.

3.40 Issues

3.41 Institutional Specific Performance Indicators

The following are the two institutional specific indicators for Dixie College:

- Increase the cumulative GPA of Dixie transfers compared to the GPA of native university students.
- Increase degree completion rates of first-time full-time students who identify completion of a degree as a goal.

4.0 Additional Information

4.1 Funding History

	FY 1997	FY 1998	FY 1999	FY 2000	FY 2001
	Actual	Actual	Actual	Estimated	Analyst
Financing					
General Fund	\$10,632,000	\$10,417,900	\$11,840,200	\$12,653,000	\$12,680,400
General Fund, One-time				25,300	
Income Tax	654,100	1,481,700	1,378,300	1,378,300	1,378,300
Income Tax, One-time				20,300	
Dedicated Credits Revenue	3,657,671	4,137,232	3,969,522	4,818,200	4,318,200
Transfers	175,721	161,800	220,201		
Beginning Nonlapsing	1,406,246	1,521,808	2,149,821		
Closing Nonlapsing	(1,521,320)	(2,201,688)	(2,311,022)		
Total	\$15,004,418	\$15,518,752	\$17,247,022	\$18,895,100	\$18,376,900
% Change		3.4%	11.1%	9.6%	-2.7%
Programs					
DIXIE Education and General	\$14,887,700	\$15,403,819	\$17,117,594	\$18,774,000	\$18,255,900
DIXIE Educationally Disadvantaged	32,900	32,900	32,900	32,900	32,900
DIXIE Zion Park Amphitheater	83,818	82,033	96,528	88,200	88,100
Total	\$15,004,418	\$15,518,752	\$17,247,022	\$18,895,100	\$18,376,900
Expenditures					
Personal Services	\$10,971,984	\$11,636,887	\$12,854,684	\$14,180,306	\$14,119,456
In-State Travel	193,025	237,862	312,799	288,590	287,889
Current Expense	2,713,479	2,555,432	2,738,810	3,101,716	2,648,260
Capital Outlay	526,447	366,568	511,567	447,396	446,311
Other Charges/Pass Thru	599,483	722,003	829,162	877,092	874,984
Total	\$15,004,418	\$15,518,752	\$17,247,022	\$18,895,100	\$18,376,900
FTE	283.4	293.6	319.7	328.9	328.9

4.2 Recommendations

Legislative Fiscal Analyst's Office FY 2001 Recommended Budget Adjustments Dixie College		
Dixie College Base Adjustments		
Risk Management		\$3,000
Retirement Adjustments		(26,500)
		(\$23,500)
 Plan of Financing:		
General Fund		(\$23,500)
 Dixie College Recommendations		
Mineral Lease Replacement		\$50,900
 Plan of Financing:		
General Fund		\$50,900
 Dixie College Unfunded Building Blocks		
O & M		
Student Center	\$169,400	
Math & Adult Education Building	63,100	
Hurricane Center	28,300	
O & M Total		\$260,800
Enrollment Growth		786,400
ADA		10,000
Library Portion of UALC		20,300
ATE Equipment		59,200
		\$1,136,700
 Plan of Financing:		
General Fund		\$537,400
General Fund One-time		59,200
Dedicated Credits		540,100
		\$1,136,700

1.0 Summary: Snow College

Snow College’s mission is to provide high quality general education and academic transfer courses along with applied technology education. Snow College offers Associate of Arts, Associate of Sciences, and Associate of Applied Science Degrees. Snow College has two campuses located in Ephraim and Richfield.

1.10 Financial Information

The recommended operating budget for FY 2001 totals \$19,017,800 for Snow College. This figure represents the total funding for both academic and applied technology education (ATE) components for the Snow College. The following table indicates the Plan of Financing for Snow College:

	Analyst FY 2001 Base	Analyst FY 2001 Changes	Analyst FY 2001 Total
Financing			
General Fund	\$10,300,800	\$41,600	\$10,342,400
Uniform School Fund	3,495,600		3,495,600
Income Tax	1,145,300		1,145,300
Dedicated Credits Revenue	4,034,500		4,034,500
Total	\$18,976,200	\$41,600	\$19,017,800
Programs			
SNOW Education and General	\$14,032,900	\$41,600	\$14,074,500
SNOW Educationally Disadvantaged	34,500		34,500
Snow College South	4,741,700		4,741,700
Snow College South	167,100		167,100
Total	\$18,976,200	\$41,600	\$19,017,800
FTE	324.8		324.8

2.0 Base Adjustments

- Internal Service Fund Adjustments - \$20,100
- Retirement Rate Adjustments – (\$10,300)

2.10 Recommendations

- Mineral Lease Replacement - \$41,600

3.0 Base Adjustments

3.10 Internal Service Fund Adjustments - \$20,100

The recommended appropriation for Snow for FY 2001 of \$20,100 includes \$7,300 for Risk Management and \$12,800 for Fleet Management. These adjustments are passed through from the Department of Administrative Services to each state entity.

3.11 Retirement Rate Adjustments – (\$10,300)

Based on changes in retirement rates, the Analyst is recommending a reduction of \$10,300 or 0.5 percent of the cost of funding Snow personnel on the State retirement system.

3.20 Recommendations

3.21 Mineral Lease Replacement - \$41,600

As provided by Statute, USHE received an annual appropriation from the Mineral Lease Account. Ensuing legislation called for the replacement of these funds with General Funds. As provided by Statute, the USHE receives an annual increase in Mineral Lease Funds due to inflationary changes in the Consumer Price Index (CPI). It is projected that the adjustment for FY 2001 will total \$1,100 based on a 2.60 percent change. This is the last year for the replacement of Mineral Lease Funds in higher education. The Analyst recommends a Mineral Lease replacement for the Snow College of \$41,600 from the General Fund for FY 2001.

3.30 Issues

3.31 Institutional Specific Performance Indicators

The following are the two institutional specific indicators for Snow College:

- Increase the cumulative GPA of Snow transfers compared to the GPA of native university students.
- Increase the number and percentage of Snow ATE graduates who obtain employment.

4.0 Additional Information

4.1 Financial History

	FY 1997	FY 1998	FY 1999	FY 2000	FY 2001
	Actual	Actual	Actual	Estimated	Analyst
Financing					
General Fund	\$8,951,300	\$8,772,800	\$9,624,000	\$10,291,000	\$10,342,400
General Fund, One-time				74,500	
Uniform School Fund				3,495,600	3,495,600
Income Tax	587,900	1,225,800	1,145,300	1,145,300	1,145,300
Income Tax, One-time				19,500	
Dedicated Credits Revenue	3,322,922	3,591,995	3,091,004	3,748,000	4,034,500
Transfers	137,000	169,200	235,411		
Beginning Nonlapsing	1,795,925	1,400,947	1,238,283		
Closing Nonlapsing	(1,103,805)	(1,238,283)	(740,409)		
Total	\$13,691,242	\$13,922,459	\$14,593,589	\$18,773,900	\$19,017,800
% Change		1.7%	4.8%	28.6%	1.3%
Programs					
SNOW Education and General	\$13,657,034	\$13,888,359	\$14,558,489	\$14,129,900	\$14,074,500
SNOW Educationally Disadvantaged	34,208	34,100	35,100	34,500	34,500
Snow College South				4,442,400	4,741,700
Snow College South				167,100	167,100
Total	\$13,691,242	\$13,922,459	\$14,593,589	\$18,773,900	\$19,017,800
Expenditures					
Personal Services	\$10,156,910	\$10,374,132	\$11,113,175	\$13,997,935	\$13,987,635
In-State Travel	195,011	188,942	196,635	257,730	257,730
Current Expense	2,507,938	2,496,877	2,318,033	3,355,191	3,609,391
Capital Outlay	304,343	246,224	272,730	334,140	334,140
Other Charges/Pass Thru	527,040	616,284	693,016	828,904	828,904
Total	\$13,691,242	\$13,922,459	\$14,593,589	\$18,773,900	\$19,017,800
FTE	225.6	231.4	223.6	324.8	324.8

4.2 Recommendations

Legislative Fiscal Analyst's Office FY 2001 Recommended Budget Adjustments Snow College	
Snow College Base Adjustments	
Fleet Services	\$12,800
Risk Management	7,300
Retirement Adjustments	(10,300)
	\$9,800
Plan of Financing:	
General Fund	\$9,800
Snow College Recommendations	
Mineral Lease Replacement	\$41,600
Plan of Financing:	
General Fund	\$41,600
Snow College Unfunded Building Blocks	
Enrollment Growth	(\$49,200)
ADA	10,000
Voc Rehab	1,400
Library Portion of UALC	19,500
ATE Equipment	32,100
	\$13,800
Plan of Financing:	
General Fund	\$126,400
General Fund One-time	32,100
Dedicated Credits	(144,700)
	<u>\$13,800</u>

1.0 Summary: College of Eastern Utah

College of Eastern Utah (CEU) is an open access institution with campuses in Price and Blanding as well as centers in Moab, Castle Dale, and Monument Valley. The College of Eastern Utah serves community needs throughout southeastern Utah with a strong commitment to students for certification, general education, occupational training, and continuing education for personal enrichment, career enhancement, and lifelong learning.

1.10 Financial Information

The recommended operating budget for FY 2001 totals \$12,829,200 for the College of Eastern Utah (CEU). This figure represents the total funding for both academic and applied technology education (ATE) components for the CEU. The following table indicates the Plan of Financing for CEU:

	Analyst FY 2001 Base	Analyst FY 2001 Changes	Analyst FY 2001 Total
Financing			
General Fund	\$9,136,100	\$24,500	\$9,160,600
Income Tax	1,560,400		1,560,400
Dedicated Credits Revenue	2,108,200		2,108,200
Total	\$12,804,700	\$24,500	\$12,829,200
Programs			
CEU Education and General	\$10,481,800	\$24,500	\$10,506,300
CEU Educationally Disadvantaged	121,100		121,100
CEU Prehistory Museum	171,600		171,600
CEU San Juan Center	2,030,200		2,030,200
Total	\$12,804,700	\$24,500	\$12,829,200
FTE	217.8		217.8

2.0 Base Adjustments

- Internal Service Fund Adjustments - \$1,900
- Retirement Rate Adjustments – (\$14,700)

2.10 Recommendations

- Mineral Lease Replacement - \$24,500

3.0 Base Adjustments

3.10 Internal Service Fund Adjustments - \$1,900

The recommended appropriation for CEU for FY 2001 of \$1,900 for Risk Management. These adjustments are passed through from the Department of Administrative Services to each state entity.

3.11 Retirement Rate Adjustments – (\$14,700)

Based on changes in retirement rates, the Analyst is recommending a reduction of \$14,700 or 0.5 percent of the cost of funding CEU personnel on the State retirement system.

3.20 Recommendations

3.21 Mineral Lease Replacement - \$24,500

As provided by Statute, USHE received an annual appropriation from the Mineral Lease Account. Ensuing legislation called for the replacement of these funds with General Funds. As provided by Statute, the USHE receives an annual increase in Mineral Lease Funds due to inflationary changes in the Consumer Price Index (CPI). It is projected that the adjustment for FY 2001 will total \$600 based on a 2.60 percent change. This is the last year for the replacement of Mineral Lease Funds in higher education. The Analyst recommends a Mineral Lease replacement for the CEU of \$24,500 from the General Fund for FY 2001.

3.30 Recommendations Based on Additional Funding

3.31 Operation and Maintenance of New Facilities - \$97,900

The operation and maintenance (O&M) of new facilities is an obligation of the State if the Legislature has approved both the construction of the facility and the payment of the O&M from State tax funds.

- **Student Center** – CEU is requesting funding for O&M for the Student Center in Price which falls under the State Board of Regents policy R713, Funding of Student Centers. In the FY 1999 Legislative Session, the Student Center was funded from carryforward monies with the recommendation that the remaining O&M be funded in FY 2001. The O&M funding recommendation for FY 2001, is \$97,900 if additional funding becomes available.
- **Moab Facility** – *CEU is requesting O&M for the facility in Moab that is currently being leased.*

The Board of Regent's policy, R501-4.5.3 states:

O & M costs associated with leased facilities shall be treated as lease costs under the Regent's lease policies rather than as O & M costs of capital facilities.

Based on the Regent's policy, the Analyst's recommends funding the O&M for the Moab Center from current institutional funds.

3.40 Issues

3.41 Institutional Specific Performance Indicators

The following are the two institutional specific indicators for College of Eastern Utah:

- Increase the number of academic programs that use assessment instruments, the number of student participating in the assessments, and improve the quality of the assessments.
- Increase satisfaction of students with student services, academic programs, and support services.

4.0 Additional Information**4.1 Funding History**

	FY 1997	FY 1998	FY 1999	FY 2000	FY 2001
	Actual	Actual	Actual	Estimated	Analyst
Financing					
General Fund	\$8,606,300	\$8,406,100	\$9,013,100	\$9,148,900	\$9,160,600
General Fund, One-time				13,000	
Income Tax	867,000	1,578,900	1,560,400	1,560,400	1,560,400
Income Tax, One-time				11,000	
Dedicated Credits Revenue	1,838,489	1,989,927	2,090,166	2,108,200	2,108,200
Transfers	227,800	152,400	85,600		
Beginning Nonlapsing	(348,257)	(419,255)	(924,003)		
Closing Nonlapsing	419,255	924,023	603,680		
Total	\$11,610,587	\$12,632,095	\$12,428,943	\$12,841,500	\$12,829,200
% Change		8.8%	-1.6%	3.3%	-0.1%
Programs					
CEU Education and General	\$9,523,071	\$10,497,138	\$10,335,545	\$10,515,300	\$10,506,300
CEU Educationally Disadvantaged	121,338	115,628	121,216	121,200	121,100
CEU Prehistory Museum	147,033	169,568	159,107	172,000	171,600
CEU San Juan Center	1,819,145	1,849,761	1,813,075	2,033,000	2,030,200
Total	\$11,610,587	\$12,632,095	\$12,428,943	\$12,841,500	\$12,829,200
Expenditures					
Personal Services	\$8,881,658	\$9,217,264	\$9,370,377	\$9,368,926	\$9,336,667
In-State Travel	230,259	245,069	282,889	248,798	248,352
Out of State Travel		2,239,243			
Current Expense	2,085,795	481,336	1,928,862	2,766,174	2,787,454
Capital Outlay	227,380	217,482	304,759	220,739	220,290
Other Charges/Pass Thru	185,495	231,701	542,056	236,863	236,437
Total	\$11,610,587	\$12,632,095	\$12,428,943	\$12,841,500	\$12,829,200
FTE	212.1	208.6	188.8	217.8	217.8

4.2 Recommendations

Legislative Fiscal Analyst's Office FY 2001 Recommended Budget Adjustments College of Eastern Utah	
College of Eastern Utah Base Adjustments	
Risk Management	\$1,900
Retirement Adjustments	(14,700)
	(12,800)
Plan of Financing:	
General Fund	(\$12,800)
College of Eastern Utah Recommendations	
Mineral Lease Replacement	\$24,500
Plan of Financing:	
General Fund	\$24,500
<u>College of Eastern Utah Unfunded Building Blocks</u>	
O & M	
Student Center	\$97,900
Moab Facility	0
O & M Total	\$97,900
Enrollment Growth	30,300
ADA	10,000
Library Portion of UALC	11,000
ATE Equipment	47,600
	\$196,800
<u>Plan of Financing</u>	
General Fund	\$195,900
General Fund One-time	47,600
Dedicated Credits	(46,700)
	\$196,800

1.0 Summary: Salt Lake Community College

Salt Lake Community College (SLCC) is a multi-campus, open-door, comprehensive community college serving a diverse urban population. The College is committed to providing a full range of educational experiences with an emphasis on applied technology education, academic, developmental, and community education and training to meet the social and economic needs of business and industry as well as the community.

1.10 Financial Information

The recommended operating budget for FY 2001 totals \$67,146,900 for Salt Lake Community College (SLCC). This figure represents the total funding for both academic and applied technology education (ATE) components for the SLCC. The following table indicates the Plan of Financing for SLCC:

	Analyst FY 2001 Base	Analyst FY 2001 Changes	Analyst FY 2001 Total
Financing			
General Fund	\$38,105,200	\$477,700	\$38,582,900
Income Tax	8,601,300		8,601,300
Dedicated Credits Revenue	19,962,700		19,962,700
Total	\$66,669,200	\$477,700	\$67,146,900
Programs			
SLCC Education and General	\$61,931,300	\$477,700	\$62,409,000
SLCC Educationally Disadvantaged	191,700		191,700
SLCC Skill Center	4,546,200		4,546,200
Total	\$66,669,200	\$477,700	\$67,146,900
FTE		1,342.2	1,342.2

2.0 Base Adjustments

- Internal Service Fund Adjustments - \$13,800
- Retirement Rate Adjustments – (\$46,200)

2.10 Recommendations

- Mineral Lease Replacement - \$228,700
- ATE Replacement Funding - \$249,000

2.20 Recommendations Based on Additional Funding

- Operation and Maintenance - \$787,000

3.0 Base Adjustments

3.10 Internal Service Fund Adjustments - \$13,800

The recommended appropriation for SLCC for FY 2001 of \$13,800 for Risk Management. These adjustments are passed through from the Department of Administrative Services to each state entity.

3.11 Retirement Rate Adjustments – (\$46,200)

Based on changes in retirement rates, the Analyst is recommending a reduction of \$46,200 or 0.5 percent of the cost of funding SLCC personnel on the State retirement system.

3.20 Recommendations

3.21 Mineral Lease Replacement - \$228,700

As provided by Statute, USHE received an annual appropriation from the Mineral Lease Account. Ensuing legislation called for the replacement of these funds with General Funds. As provided by Statute, the USHE receives an annual increase in Mineral Lease Funds due to inflationary changes in the Consumer Price Index (CPI). It is projected that the adjustment for FY 2001 will total \$5,800 based on a 2.60 percent change. This is the last year for the replacement of Mineral Lease Funds in higher education. The Analyst recommends a Mineral Lease replacement for the SLCC of \$228,700 from the General Fund for FY 2001.

3.22 Salt Lake Community College Applied Technology Education Replacement Funds - \$249,000

The 1999 Legislature appropriated one-time funding of \$249,000 to Salt Lake Community College for applied technology education for FY 2000. Due to limited funding, one-time funding was appropriated with the intent that if funding became available in FY 2001, the one-time funding would be replaced with ongoing funding. It is the recommendation of the Analyst that FY 2000 one-time funding to Salt Lake Community College be replaced with an appropriation of \$249,000 from ongoing General Funds for FY 2001.

3.30 Recommendations Based on Additional Funding

3.31 Operation and Maintenance of New Facilities - \$787,000

The operation and maintenance (O&M) of new facilities is an obligation of the State if the Legislature has approved both the construction of the facility and the payment of the O&M from State tax funds.

- ***Jordan Campus*** – The Jordan Campus is scheduled to be operational October of 2000. The new campus covers approximately 12 acres. The High Tech Building and the utility tunnel that will be used to deliver heat, cooling, water, and cables require significant front end costs. The funding recommendation for O&M for FY 2001 for the Jordan Campus is \$627,000 if additional funding becomes available.
- ***Detroit Diesel Facility*** – The purchase of the Smith Detroit Diesel facility was completed August 1, 1999. Smith Detroit Diesel will lease the facility for approximately one year, with an option to extend the lease for 6 months during the construction of their new facility. If additional funding becomes available, the O&M recommendation for FY 2001 is \$160,000 for 5 months. If Smith Detroit Diesel does not need the facility the additional six months, it is recommended that SLCC request a supplemental for the additional O&M.

3.40 Issues

3.41 Institutional Specific Performance Indicators

The following are the two institutional specific indicators for Salt Lake Community College:

- Improving students' academic success by measuring student success in math, reading, and writing developmental courses and success in subsequent college level classes.
- Increasing student satisfaction with college programs and services.

4.0 Additional Information

4.1 Financial History

	FY 1997	FY 1998	FY 1999	FY 2000	FY 2001
	Actual	Actual	Actual	Estimated	Analyst
Financing					
General Fund	\$38,558,300	\$35,076,900	\$37,245,200	\$38,137,600	\$38,582,900
General Fund, One-time				326,700	
Income Tax	3,925,200	8,926,800	8,601,300	8,601,300	8,601,300
Income Tax, One-time				71,700	
Dedicated Credits Revenue	18,651,258	20,028,380	19,326,685	19,962,700	19,962,700
Transfers	849,700	728,100	778,457		
Beginning Nonlapsing	3,398,197	4,187,185	5,002,341		
Closing Nonlapsing	(4,251,813)	(5,002,342)	(6,311,932)		
Total	\$61,130,842	\$63,945,023	\$64,642,051	\$67,100,000	\$67,146,900
% Change		4.6%	1.1%	3.8%	0.1%
Programs					
SLCC Education and General	\$56,723,395	\$59,023,938	\$59,773,934	\$62,358,300	\$62,409,000
SLCC Educationally Disadvantaged	190,624	213,136	190,117	191,700	191,700
SLCC Federal Vocational Education	35,372				
SLCC Skill Center	4,181,451	4,707,949	4,678,000	4,550,000	4,546,200
Total	\$61,130,842	\$63,945,023	\$64,642,051	\$67,100,000	\$67,146,900
Expenditures					
Personal Services	\$47,726,414	\$49,390,745	\$51,122,542	\$51,842,488	\$51,543,643
In-State Travel	443,790	470,002	505,454	505,109	502,541
Current Expense	8,491,460	8,878,811	9,013,816	9,292,001	9,475,394
DP Current Expense					191,700
Capital Outlay	2,026,619	2,140,113	2,573,910	2,257,890	2,246,536
Other Charges/Pass Thru	2,442,559	3,065,352	1,426,329	3,202,512	3,187,086
Total	\$61,130,842	\$63,945,023	\$64,642,051	\$67,100,000	\$67,146,900
FTE	1,248.7	1,250.8	1,235.3	1,342.2	1,342.2

4.2 Recommendations

Legislative Fiscal Analyst's Office FY 2001 Recommended Budget Adjustments Salt Lake Community College		
Salt Lake Community College Base Adjustments		
Risk Management		\$13,800
Retirement Adjustments		(46,200)
		(32,400)
Plan of Financing:		
General Fund		(32,400)
Salt Lake Community College Recommendations		
Mineral Lease Replacement		228,700
ATE Replacement		249,000
		\$477,700
Plan of Financing:		
General Fund		\$477,700
Salt Lake Community College Unfunded Building Blocks		
O & M		
Jordan Campus	\$627,000	
Detroit Diesel Facility	160,000	
O & M Total		\$787,000
Enrollment Growth		210,300
ADA		129,400
Voc Rehab		136,700
Library Portion of UALC		71,700
ATE Equipment		380,000
		\$1,715,100
Plan of Financing:		
General Fund		\$1,340,900
General Fund One-time		380,000
Dedicated Credits		(5,800)
		\$1,715,100

1.0 Summary: State Board of Regents

The Utah System of Higher Education (USHE) is governed by 16 members of the State Board of Regents (SBR). The Governor appoints fifteen members, and the student body president’s council appoints the sixteenth member. In turn, the Board appoints the State Commissioner of Higher Education as well as all nine institutional presidents. The SBR is responsible for the control, management, and supervision of the institutions of higher education.

1.10 Financial Information

The recommended operating budget for FY 2001 totals \$17,476,100 for the State Board of Regents (SBR). The following table indicates the Plan of Financing for the SBR:

	Analyst FY 2001 Base	Analyst FY 2001 Changes	Analyst FY 2001 Total
Financing			
General Fund	\$16,630,000		\$16,630,000
Income Tax	16,100		16,100
Federal Funds	690,000		690,000
Dedicated Credits Revenue	140,000		140,000
Federal Mineral Lease	1,559,500	(\$1,559,500)	
Total	<u>\$19,035,600</u>	<u>(\$1,559,500)</u>	<u>\$17,476,100</u>
Programs			
Administration	\$3,238,600		\$3,238,600
Applied Technology Centers	1,176,600		1,176,600
Student Incentive Grant	300,000		300,000
Student Aid	4,477,800		4,477,800
WICHE	1,054,600		1,054,600
Utah Teaching Career Scholarship	702,600		702,600
Apprenticeship Training	300,000		300,000
University Centers	585,900		585,900
HE Technology Initiative	2,600,000		2,600,000
Sensory Impaired	233,400		233,400
Electronic Coursework and Programs	532,600		532,600
Library Initiative	2,274,000		2,274,000
Mineral Lease Funds	1,559,500	(\$1,559,500)	
Total	<u>\$19,035,600</u>	<u>(\$1,559,500)</u>	<u>\$17,476,100</u>
FTE	26.1		26.1

2.0 Base Adjustments

- Internal Service Fund Adjustments - \$6,100
- Retirement Rate Adjustments – (\$1,400)

2.10 Recommendations

- Mineral Lease Replacement – (\$1,559,500)

2.20 Recommendations Based on Additional Funding

- Utah Academic Library Consortium - \$1,000,000
- Applied Technology Center Service Regions - \$455,000
- Education Technology Initiative - \$3,700,000
- Student Financial Aid - \$459,000
- Utah Centennial Opportunity Program for Education - \$500,000
- Administrative Data Processing - \$800,000
- Internet-based Student Advising - \$100,000

3.0 Base Adjustments

3.10 Internal Service Fund Adjustments - \$6,100

The recommended appropriation for the State Board of Regents of \$6,100 is for Risk Management for FY 2001. These adjustments are passed through from the Department of Administrative Services to each state entity.

3.11 Retirement Rate Adjustments - (\$1,400)

Based on changes in retirement rates, the Analyst is recommending a reduction of \$1,400 or 0.5 percent of the cost of funding SBR personnel on the State retirement system.

3.21 Mineral Lease Replacement – (\$1,559,900)

As provided by Statute, USHE received an annual appropriation from the Mineral Lease Account. Ensuing legislation called for the replacement of these funds with General Funds. As provided by Statute, the USHE receives an annual increase in Mineral Lease Funds due to inflationary changes in the Consumer Price Index (CPI). It is projected that the adjustment for FY 2001 will total \$40,500 based on a 2.60 percent change. This is the last year for the replacement of Mineral Lease Funds in higher education. The Analyst recommends reducing the annual appropriation to the Board of Regents from the Mineral Lease Account in the amount of \$1,559,500 (\$1,600,000 less \$40,500 allocated to all nine USHE institutions) for FY 2001.

3.30 Recommendations Based on Additional Funding

3.31 Utah Academic Libraries Consortium (UALC) - \$1,000,000

The Utah Academic Library Consortium provides a synergistic effect for the nine institutions in the USHE, allowing for procurements and subscriptions of library materials that individual members could not purchase on their own. The UALC also effectively coordinates the identification and prioritization of the USHE library needs. The most critical needs continue to be increases in the price of publications, electronic resources necessary to meet the needs of distance learning, and technology infrastructure. If additional funding becomes available, the Analyst recommends an appropriation from the General Fund of \$1,000,000 in FY 2001.

3.32 Applied Technology Center Service Regions (ATCSR) - \$455,000

The Applied Technology Center Services Regions (ATCSR) were organized in the mid 1990's to provide applied technology education services to meet the needs of underserved areas while utilizing existing space.

ATCSRs offer short-term, non-credit, market driven, competency-based training curriculum which take anywhere from three months to two years to complete. ATCSRs are located throughout the region in high schools, community colleges, and local businesses. Currently, there are three ATCSRs, Mountainland, Southwest, and Southeast. The ATCSRs are under the direction of both public and higher education through the Joint Liaison Committee (JLC). The following table shows the enrollment of the three ATCSRs for FY 98:

FY 98 Enrollment Numbers for ATCSR's				
ATCSR	Membership Hours			Converted To FTE's
	Adult	Secondary	Total	
Mountainland	65,161	190,473	255,634	327
Southwest	116,069	116,126	232,195	297
Southeast	71,930	55,876	487,829	624
Total	253,160	362,475	975,658	1,248

The ATCSRs receive funding from both the Public and Higher Education Appropriations Subcommittees. The following table shows the funding history for higher education and public education:

ATCSR Funding History					
Agency	FY 96	FY 97	FY 98	FY 99	FY 00
Public Ed	\$1,075,000	\$1,075,000	\$1,101,900	\$1,369,000	\$2,592,200
Higher Ed	1,075,000	1,075,000	1,097,600	1,395,900	1,177,100
Less: WFATCSR	(832,700)	(894,700)	(869,100)	(1,087,141)	(1,462,441)
Total	\$1,317,300	\$1,255,300	\$1,330,400	\$1,677,759	\$2,306,859

Note: The funding for the Wasatch Front South ATCSR (WFSATCSR) was subtracted out due to the passage of House Bill 34 “Wasatch Front South ATCSR” during the 1999 Legislative Session. House Bill 34 changed the status of the WFSATCSR to an Applied Technology Center.

If funding becomes available, the Analyst recommends \$455,000 from the General Fund for FY 2001.

3.33 Education Technology Initiative - \$3,700,000

The projected enrollment growth for the USHE institutions is expected to exceed the college and university’s ability to adequately meet the needs through traditional instructional methods. In order to meet the projected enrollment growth with limited resources, USHE had to develop new and innovative methods of delivering quality education. Higher education accepted the challenge to develop and implement a new instructional paradigm that will provide increased access to quality degree and applied technology training programs by utilizing advanced educational technologies, on-demand library services and learning modules, as well as electronic texts via distance learning. The current educational technology initiative budget is \$2.6 million, which provides funding for electronic classrooms, development of distance learning material, development and delivery of instruction, and for the building of networks. The table below indicates the uses of the Education Technology Initiative:

USHE Education Technology Initiative History of Expenditures				
	FY 98	FY 99	FY 00	Request FY 01
Student Services	\$180,900	\$750,000	\$750,000	\$1,543,344
Institutional Infrastructure	816,100	1,000,000	1,000,000	2,057,792
Network Connectivity	815,000	350,000	0	716,320
Information Resources	356,000	353,000	353,000	742,368
Accountability	150,000	50,000	50,000	97,680
Software Site Licenses	309,000	309,000	659,000	1,354,496
Total	\$2,627,000	\$2,812,000	\$2,812,000	\$6,512,000

The Analyst recommends, if funding becomes available, that \$3.7 million (6.5 million less 2.8 million) be appropriated from the General Fund for FY 2001 for the educational technology initiative.

3.34 Student Financial Aid - \$459,000

The State of Utah is the recipient of several campus-based federal financial aid programs to help students offset the cost of their tuition.

- ***Supplemental Educational Opportunity Grants (SEOG) Program*** is a grant program for undergraduate students. Annual awards of up to \$4,000 are available depending on the student's needs and availability of funds. The SEOG Program is considered a campus-based program with funding provided by the U.S. Department of Education. The state match requirement is 25 percent.
- ***The Federal Work-study Program (FWS)*** provides jobs for students who qualify for financial aid. Employers and the FWS each pay a portion of the wages. FWS is a campus-based program that receives funding directly from the U.S. Department of Education. Institutions are required to provide a 25 percent match annually.
- ***Federal Perkins Loans Program*** offers low interest (5 percent) loans with a maximum repayment period of 10 years. The matching requirement of this program is 25 percent of the capital contributions to the institutional loan fund.
- ***State Student Incentive Grants (SSIG)*** is a grant program for undergraduate students with substantial financial need. Awards of up to \$2,500 are available per year depending on the student's need and the availability of funds. The U.S. Department of Education provides part of the funding with a minimum of 100 percent state match and maintenance of effort requirement of the designated state agency. Each institution is responsible for the administration of the program.

For FY 2001, a base increase of \$59,000 as well as a replacement of FY 2000 one-time funding of \$400,000 is requested for need-based financial aid. The \$459,00 is needed to maintain the current level of financial aid support and to cover the increased campus-based matching requirements for federal programs as well as the anticipated reductions in federal allocations. The following table illustrates the calculations based on the latest Federal Government action on the FY 2001 Budget as well as the replacement of FY 2000 one-time funding:

Financial Aid Table

	FY 1999 Federal Appropriation	FY 2000 Federal Appropriation	Percent Change	FY 2000 State Match Allocation from Appropriation	FY 2001 Change Needed for Match	Replace FY 2000 One- time Needed for Match	FY 2000 One- time Replacement of Federal \$	Program Maintenance Base Increase FY 2001
SEOG Program	619,000,000	628,000,000	1.45%					
USHE Allocation	2,558,316			852,812	12,400	0	0	12,400
FWS	870,000,000	930,000,000	6.90%					
USHE Allocation	3,817,553			673,696	46,462	34,400	0	80,862
Perkins Loan	100,000,000	100,000,000	0.00%					
USHE Allocation	1,136,778			378,943	0	0	365,600	365,600
SSIG	25,000,000	39,000,000	56.00%					
USHE Allocation	189,762			666,000	0	0	0	0
Total State Funds				2,571,451	58,862	34,400	365,600	458,862

The amount of \$12,400 is the for State match for the Federal SEOG Program for FY 2001. The Federal Work-study Program’s State match requirement for FY 2001 is \$46,462. The one-time funding from FY 2000 consists of a State match requirement of \$34,400 for the Federal Work-study Program and \$365,600 to replace lost federal dollars for the Federal Perkins Loans. The proposed amount of \$365,600 from FY 2000 is to replace the lost Federal Funds for the Perkins Capital Contributions as an addition to the funds available for UCOPE. This amount will represent only maintenance of current campus-based funding levels, but its utilization in UCOPE will make the funds available for a less restrictive administrative structure provided in the State program. It is the recommendation of the Analyst, if funds are available that, there be an appropriation of \$459,000 from the General Fund for FY 2001. \$400,000 to replace FY 2000 one-time funding and \$59,000 for FY 2001.

3.35 Utah Centennial Opportunity Program for Education (UCOPE) - \$500,000

UCOPE was established in 1996-97 to provide state-funded, need-based financial aid for Utah resident students attending public and private universities and colleges in Utah. UCOPE is currently funded at just over one million dollars. The requested funding increase of \$2,000,000 is based on a tuition rate increase for USHE institutions of 3 percent. Student Leaders have strongly supported the request for UCOPE to mitigate the increase in tuition and fees.

In order to keep pace with the increases in tuition and fees, the following policy in The Board of Regents policies, Section R510-3.8 states:

When the Board’s of higher education appropriation recommendations contemplate tuition rate increases, the Board will consider including a request for a related appropriation increase for the Utah Centennial Opportunity Education Program for Education (UCOPE).

If funding is available, the Analyst recommends an appropriation from the General Fund of \$500,000 for the UCOPE program.

3.36 Administrative Data Processing /Management Information Systems - \$800,000

USHE requested \$800,000 to cover the costs of improving management information systems, as well as hire additional USHE personnel to assist in the timely development of accurate data.

One theme in the Regents' master planning process is the need for improved data, both in quantity and quality, for decision-makers. For significant improvement to occur, additional resources (both human and capital) are needed. In recent years substantial reporting requirements have been placed upon the institutional research functions of the system. Examples of these increased reporting requirements are: faculty instructional activity, staffing census reports, performance measures (both system-wide and institution specific) student tracking for statewide initiatives as well as increases in Right-to-Know requirements, student financial aid reporting, capital facilities inventories and space utilization reports. These requests are required by the USHE, the Governor's Office, legislative members and the fiscal analysts.

If funding is available, the Analyst recommends an appropriation of \$800,000 from the General Fund for FY 2001. The funding is to provide computer equipment, purchase computer software, and hire additional staff at the Board of Regents and the nine USHE institutions.

3.38 Internet-Based Student Advising - \$100,000

Another key component of the Regent's Master Plan is the increased use of the ever-expanding capacity of the Internet to solve problems in the USHE. The Internet-Based Student Advising initiative is one way the USHE intends to harness the capacity of the Internet. This project envisions a substantial student advising web site where students could obtain on-line answers to such questions as, "What are the quality of the programs I am considering enrolling in?," "Will this class transfer?," and "What do I need to know about transfer articulation?." Funding would allow the USHE to begin developing such a web site.

If funding is available, the Analyst recommends an appropriation of \$100,000 from the General Fund for FY 2001. The funding is to provide resources for computer software and additional staff to implement Internet-Based Student Advising through the Board of Regents and the nine USHE institutions.

4.0 Additional Information

4.1 Funding History

	FY 1997	FY 1998	FY 1999	FY 2000	FY 2001
Financing	Actual	Actual	Actual	Estimated	Analyst
General Fund	\$12,259,900	\$15,586,300	\$15,582,200	\$16,625,300	\$16,630,000
General Fund, One-time				900,600	
Income Tax	700,000	409,600	16,100	16,100	16,100
Income Tax, One-time	10,500,000				
Federal Funds	549,744	727,810	561,566	690,000	690,000
Dedicated Credits Revenue	364,273	267,900	399,943	140,000	140,000
Federal Mineral Lease	5,324,500	4,113,400	2,827,100	1,559,500	
Transfers	(5,324,500)	(7,049,800)	(6,258,595)		
Beginning Nonlapsing	2,945,939	2,832,028	3,095,496		
Closing Nonlapsing	(2,832,028)	(3,095,496)	(3,368,303)		
Total	\$24,487,828	\$13,791,742	\$12,855,507	\$19,931,500	\$17,476,100
% Change		-43.7%	-6.8%	55.0%	-12.3%
Programs					
Administration	\$3,139,722	\$2,563,149	\$2,571,235	\$3,233,400	\$3,238,600
Applied Technology Centers	1,075,000	1,097,600	1,395,900	1,177,100	1,176,600
Student Incentive Grant	312,665	326,753	265,580	300,000	300,000
Student Aid	4,083,511	4,268,907	4,255,803	4,877,800	4,477,800
WICHE	966,000	975,472	971,870	1,054,600	1,054,600
Utah Teaching Career Scholarship	737,194	788,061	829,850	702,600	702,600
Apprenticeship Training				800,000	300,000
Western Governors' University	400,000		116,000		
University Centers	439,400	248,200	251,600	586,500	585,900
Utah Valley Community College Test	281,000				
HE Technology Initiative	12,840,436	2,415,000	1,074,669	2,600,000	2,600,000
Sensory Impaired	212,900	213,100	227,500	233,400	233,400
Electronic Coursework and Programs				532,600	532,600
Library Initiative		895,500	895,500	2,274,000	2,274,000
Mineral Lease Funds				1,559,500	
Total	\$24,487,828	\$13,791,742	\$12,855,507	\$19,931,500	\$17,476,100
Expenditures					
Personal Services	\$1,871,043	\$1,791,536	\$2,086,274	\$2,644,301	\$2,135,124
In-State Travel	60,592	71,852	96,764	93,713	86,368
Current Expense	9,451,988	10,628,020	9,747,943	11,929,520	11,786,142
Capital Outlay	26,690	25,928	2,026	31,166	31,166
Other Charges/Pass Thru	13,077,515	1,274,406	922,500	5,232,800	3,437,300
Total	\$24,487,828	\$13,791,742	\$12,855,507	\$19,931,500	\$17,476,100
FTE	28.2	24.0	26.0	29.9	26.1

4.2 Recommendations

Legislative Fiscal Analyst's Office FY 2001 Recommended Budget Adjustments State Board of Regents	
State Board of Regents Base Adjustments	
Risk Management	\$6,100
Retirement Adjustments	(1,400)
	\$4,700
 Plan of Financing:	
General Fund	\$4,700
 State Board of Regents Recommendations	
Mineral Lease Replacement	(\$1,559,500)
 Plan of Financing:	
Mineral Lease	(\$1,559,500)
 State Board of Regents Unfunded Building Blocks	
UALC	\$1,000,000
ATCSR's	455,000
Education Technology Initiative	3,700,000
Financial Aid	459,000
UCOPE	500,000
Administrative Data Processing/MIS	800,000
Internet-Based Student Advising	100,000
	\$7,014,000
 Plan of Financing:	
General Fund	\$7,014,000

