

FORT HAYS STATE UNIVERSITY

	Actual FY 2014	Agency Est. FY 2015	Gov. Rec. FY 2015	Agency Req. FY 2016	Gov. Rec. FY 2016	Agency Req. FY 2017	Gov. Rec. FY 2017
Operating Expenditures:							
State General Fund	\$ 32,656,997	\$ 34,036,691	\$ 33,988,112	\$ 33,921,728	\$ 33,670,607	\$ 34,497,892	\$ 34,241,748
Other Funds	79,638,262	80,026,450	79,976,950	81,906,051	81,636,459	83,944,002	83,669,021
TOTAL	\$ 112,295,259	\$ 114,063,141	\$ 113,965,062	\$ 115,827,779	\$ 115,307,066	\$ 118,441,894	\$ 117,910,769
Capital Improvements:							
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Funds	17,480,608	25,523,119	24,360,119	33,360,224	19,360,224	10,612,862	2,895,862
TOTAL	\$ 17,480,608	\$ 25,523,119	\$ 24,360,119	\$ 33,360,224	\$ 19,360,224	\$ 10,612,862	\$ 2,895,862
GRAND TOTAL	\$ 129,775,867	\$ 139,586,260	\$ 138,325,181	\$ 149,188,003	\$ 134,667,290	\$ 129,054,756	\$ 120,806,631

Percentage Change:

Operating Expenditures

State General Fund	(2.3) %	4.2 %	4.1 %	(0.3) %	(0.9) %	1.7 %	1.7 %
All Funds	6.2	1.6	1.5	1.5	1.2	2.3	2.3

FTE Positions	827.0	841.0	841.0	841.0	841.0	841.0	841.0
Non-FTE Perm.Uncl.Pos.	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	827.0	841.0	841.0	841.0	841.0	841.0	841.0

AGENCY OVERVIEW

Fort Hays State University is located on land that was once the Fort Hays Military Reservation. In March of 1900, the U.S. Congress passed legislation granting to the State of Kansas the abandoned Fort Hays Military Reservation for the purpose of establishing an experiment station of the Kansas State Agricultural College, a western branch of the State Normal School, and a public park. The land grant was accepted by the 1901 Kansas Legislature. Over the years, the school has been termed the Fort Hays Kansas Normal School (1914); Kansas State Teachers College of Hays (1922); Fort Hays Kansas State College (1931); and Fort Hays State University (1977). The

activities of the University are those that are generally found in liberal and applied arts universities. Liberal arts degrees are offered in most basic disciplines on the bachelor's and master's level. Applied arts degrees are offered in agriculture, business, elementary education, home economics, industrial arts, physical education, and nursing. Teacher training is offered in all disciplines where applicable, and professional curricula are also available. **A total of 13,825 students attended Fort Hays State University during the Fall 2014 semester, an increase of 384 students, or 2.9 percent, above the Fall 2013 semester.**

MAJOR ISSUES FROM PRIOR YEARS

The **1999 Legislature** passed the Higher Education Coordination Act (SB 345) that transferred supervision of community colleges, area vocational schools, technical colleges, adult education programs, and proprietary schools from the Department of Education to the Board of Regents.

The **2001 Legislature** adopted a proposal that provided for the state universities to be funded through an operating block grant rather than the multiple line-item appropriations that had been used previously. The change was made to allow the institutions greater flexibility in managing its budgets and to base future funding on performance rather than an enrollment formula.

The **2002 Legislature** passed the University Research and Development Act (HB 2690) that authorized the issuance of not more than \$120.0 million in bonds to fund a portion of the financing for research facilities at the state universities.

The **2006 Legislature** passed legislation allowing interest earnings on certain state university funds to be spent on deferred maintenance. Under prior law, the interest earned by the General Fees Fund (tuition revenue) and the Restricted Fees Fund (student fees and other revenue) was retained in the State General Fund. The legislation transfers the amount of interest earned into the deferred maintenance fund.

The **2006 Legislature** passed legislation for the establishment and operation of the Kansas Academy of Mathematics and Science (KAMS), subject to appropriation of funds for that purpose. The academy provides an accelerated residential program for Kansas high school juniors or seniors who are academically talented in science or math. The two-year curriculum includes course work designed to meet both high school graduation requirements and requirements for associate of arts or associate of science degrees. The academy is conducted at a Kansas postsecondary educational institution

(state university, municipal university, community college, technical college, or technical school) designated by the Board of Regents.

The **2008 Legislature** passed legislation amending the law concerning the Kansas Academy of Mathematics and Science (KAMS). The legislation requires KAMS pupils to pay tuition in addition to fees. For pupils enrolled in a Kansas school district, the tuition and fees are paid by the school district in which the pupil is enrolled but does not exceed the total of an amount equal to the current base state aid per pupil. The procedure for selecting pupils for admission to KAMS provides for admission of 20 pupils selected on a congressional district basis, with no more than five pupils from each of the four congressional districts and 20 other pupils on a state-wide basis. (KAMS will have a total of 80 students in its two classes.) The Board of Regents has the authority to expand the number of pupils specified by law and could authorize admission of nonresident and international academically talented pupils, as well as additional Kansas residents. However, at least three-fourths of the total number of pupils enrolled in KAMS must be Kansas residents. In addition, a school district sending a pupil to KAMS will not receive school finance weightings or the amount of local option budget attributable to the pupil.

Additional language was passed appropriating State General Fund funding to the Board of Regents for the Kansas Academy for Math and Science (KAMS) for fiscal years 2009 through 2014, as follows:

- FY 2009 - \$295,000;
- FY 2010 - \$713,000;
- FY 2011 - \$754,000;
- FY 2012 - \$792,000;
- FY 2013 - \$835,000; and
- FY 2014 - \$938,000.

KAMS is an accelerated residential program for Kansas high school juniors and seniors who are academically talented in science and mathematics. The purpose of KAMS is to provide an opportunity for academically talented pupils to work in a community of peers and to earn simultaneously college credits and a high school diploma at a state educational institution designated by the Board of Regents. The Board designated Fort Hays State University as the site for KAMS in December of 2007. The appropriation of funding for the program is based on estimates provided by Fort Hays State University and the Board of Regents.

The **2011 Legislature** also passed legislation designating 50 counties as Rural Opportunity Zones, effectively providing an income tax exemption for certain out-of-state taxpayers who relocate to those counties; and authorizing the counties to participate in a state-matching program to repay student loans of up to \$15,000 for certain students who establish a domicile in Rural Opportunity Zones counties.

The **2012 Legislature** passed legislation requiring the State Board of Regents to establish a career technical education incentive program that will award \$1,000, subject to appropriation, to a school district for each high school graduate who graduates from that district with an industry-recognized credential in a high-need occupation, as identified by the Secretary of Labor, in consultation with the State Board of Regents and the State Board of Education.

The legislation requires the State Board of Regents to initiate the development of a statewide articulation agreement on career technical education programs among high schools, community colleges, technical colleges, and the Institute of Technology at Washburn University. This provision went into effect on July 1, 2013.

The **2012 Legislature** passed legislation amending statutes governing the low-income family postsecondary savings accounts incentive program. The bill allows a third-party contributor, other than the account owner, to contribute money to a family's postsecondary savings account.

The **2012 Legislature** passed legislation removing the expiration date on the State Educational Institution Project Delivery Construction Procurement Act that applies only to university construction projects and services funded totally with non-state money. The act exempts certain construction projects and construction project services at state universities from many of the requirements imposed on other state agencies.

The **2012 Legislature** passed legislation amending the Vocational Education Scholarship statutes that deal with state universities and negotiated contracts, extending a sunset on

private and out-of-state postsecondary fees, changing requirements related to remedial education and the qualified admissions standards at state education institutions, and authorizing individual plans for success for students admitted under the minimum admissions standards.

The **2013 Legislature** reduced the University's State General Fund operating expenditures by 1.5 percent in both FY 2014 and FY 2015. There was also a reduction to the University's salaries and wages all funds expenditures by approximately 0.9 percent in FY 2014 and less than 0.1 percent for FY 2015.

The **2014 Legislature** added \$316,853, all from the State General Fund for the KAMS Summer Academy in FY 2015. They also added language to the appropriations bill to allow for \$25.0 million in bonding authority for the Wiest Hall replacement project for FY 2015.

BUDGET SUMMARY AND KEY POINTS

FY 2015 Agency Estimate

The **agency's** revised estimate in FY 2015 is \$139.6 million, including \$34.0 million from the State General Fund. This is an increase of \$17.5 million, or 14.3 percent, all funds and \$48,579, or 0.1 percent, from the State General Fund above the approved amount. The other funds increase is mainly attributable to additional capital improvement expenditures including the transfer from the Board of Regents of the

Education Building Fund (\$3.6 million), additional expenditures for the Wiest Hall replacement (\$11.7 million), and an enhancement request of \$1.2 million for the Art and Education Building. The State General Fund increase is due to the agency submitting their budget prior to the Governor's December allotment.

FY 2015 Governor Recommendation

The **Governor** recommends \$138.3 million, including \$34.0 million from the State General Fund. This is an increase of

\$16.2 million, or 13.3 percent, all from special revenue funds

above the FY 2015 approved amount. There is no change to the State General Fund from the approved amount.

FY 2016 Agency Request

The **agency** requests operating expenditures of \$115.8 million, including \$33.9 million from the State General Fund. This is an overall increase of \$1.8 million, or 1.5 percent, all funds and a decrease of \$114,963, or 0.3 percent, from the State General Fund. The increase is primarily due to an increase in salaries and wages (\$1.4 million) for increased benefit expenditures.

FY 2016 Governor Recommendation

The **Governor** recommends \$115.3 million, including \$33.7 million for the State General Fund. This is an increase of \$1.3 million, or 1.2 percent, all funds and a decrease of \$317,505, or 0.9 percent, from the State General Fund from the FY 2015 recommendation. The Governor recommends a reduction of \$520,713, including \$251,121 from the State General Fund, below the agency request to reduce employer contributions for

FY 2017 Agency Request

The **agency** requests operating expenditures of \$118.4 million, including \$34.5 million from the State General Fund. This is an overall increase of \$2.6 million, or 2.3 percent all funds and \$576,164, or 1.7 percent, from the State General Fund above the FY 2016 request. The increase is mainly attributable to an increase in salaries and wages (\$2.8 million) for fringe benefits with an offsetting decrease in contractual

The **Governor** recommends \$24.4 million, all from special revenue funds for capital improvements. This is a decrease of \$1.2 million for the Art and Education Building project, which is being revised and resubmitted in the future.

The agency requests \$33.4 million, all from special revenue funds, for capital improvements for FY 2016. This is an increase of \$7.8 million, or 30.7 percent, above the FY 2015 revised request. The increase is due to an enhancement request of \$14.0 million for the Art and Education Building project.

state employee health insurance. This is the only change from the agency's FY 2016 operating request.

The **Governor** recommends \$19.4 million, all from special revenue funds for capital improvements. This is a decrease of \$14.0 million for the Art and Education Building project, which will be revised and resubmitted in the future.

services (\$188,313). The agency requests \$10.6 million, all from special revenue funds, for capital improvements for FY 2017. This is a decrease of \$22.7 million, or 68.2 percent. The decrease is due to no request for the Wiest Hall replacement project but does include enhancement requests for the Art and Education building (\$6.1 million) and razing Wiest "B" (\$1.6 million).

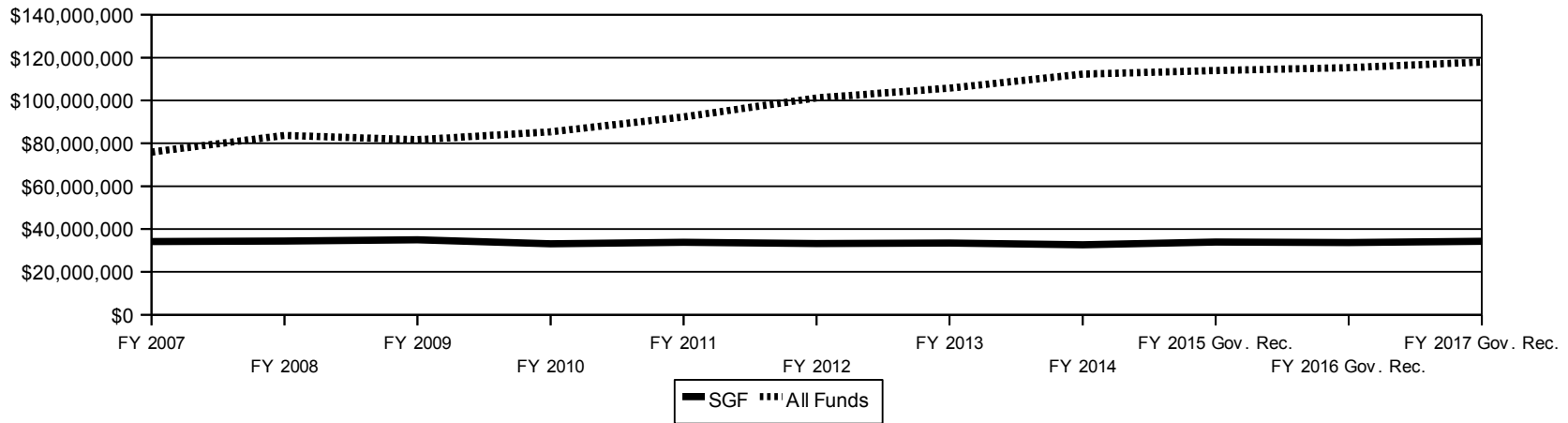
FY 2017 Governor Recommendation

The **Governor** recommends \$117.9 million, including \$34.2 million from the State General Fund. This is an increase of \$2.6 million, or 2.3 percent, all funds and \$571,141, or 1.7 percent, from the State General Fund above the FY 2016 recommendation. The Governor recommends a reduction of \$531,125, including \$256,144 from the State General Fund, below the agency request to reduce employer contributions for state employee health insurance. This is the only change from the agency's FY 2017 operating request.

The **Governor** recommends \$2.9 million, all from special revenue funds, for capital improvements. This is a decrease of \$7.7 million, or 72.7 percent, below the agency's request. The Governor's recommendation does not include the funds to raze Wiest Hall (\$1.6 million) and the Art and Education Building project (\$6.1 million) will be revised and resubmitted in the future.

BUDGET TRENDS

OPERATING EXPENDITURES FY 2007 – FY 2017



Fiscal Year	SGF	% Change	All Funds	% Change	FTE
2007	\$ 34,231,165	2.3 %	\$ 75,947,582	3.1 %	733.6
2008	34,460,580	0.7	83,684,796	10.2	737.5
2009	34,977,230	1.5	81,683,091	(2.4)	784.3
2010	33,079,736	(5.4)	85,374,920	4.5	787.8
2011	33,865,098	2.4	92,328,194	8.1	786.7
2012	33,263,483	(1.8)	101,183,634	9.6	807.0
2013	33,422,731	0.5	105,748,681	4.5	827.0
2014	32,656,997	(2.3)	112,295,259	6.2	827.0
2015 Gov. Rec.	33,988,112	4.1	113,965,062	1.5	841.0
2016 Gov. Rec.	33,670,607	(0.9)	115,307,066	1.2	841.0
2017 Gov. Rec.	34,241,748	1.7	117,910,769	2.3	841.0
Eleven-Year Change	\$ 10,583	0.0 %	\$ 41,963,187	55.3 %	107.4

Summary of Operating Budget FY 2014 - FY 2016

	Actual 2014	Agency Estimate				Governor's Recommendation			
		Estimate FY 2015	Request FY 2016	Dollar Change from FY 15	Percent Change from FY 15	Rec. FY 2015	Rec. FY 2016	Dollar Change from FY 15	Percent Change from FY 15
By Program:									
Institutional Support	\$ 6,930,789	\$ 7,312,789	\$ 7,429,765	\$ 116,976	1.6 %	\$ 7,302,916	\$ 7,393,269	\$ 90,353	1.2 %
Instructional Services	40,390,451	44,655,949	45,342,510	686,561	1.5	44,641,166	45,089,003	447,837	1.0
Academic Support	14,659,571	13,905,645	14,042,811	137,166	1.0	13,889,834	13,974,236	84,402	0.6
Student Services	8,466,321	8,116,190	8,207,148	90,958	1.1	8,104,736	8,155,605	50,869	0.6
Research	695,836	193,806	194,172	366	0.2	193,806	194,172	366	0.2
Public Service	4,063,229	2,802,108	2,849,782	47,674	1.7	2,801,911	2,840,447	38,536	1.4
Student Aid	19,193,781	19,165,161	19,165,161	0	0.0	19,165,161	19,165,161	0	0.0
Auxiliary	9,514,782	9,262,432	9,318,144	55,712	0.6	9,251,405	9,289,438	38,033	0.4
Physical Plant/Central Services	8,001,420	8,292,852	8,457,904	165,052	2.0	8,257,918	8,385,353	127,435	1.5
Debt Service	379,079	356,209	820,382	464,173	130.3	356,209	820,382	464,173	130.3
TOTAL	\$ 112,295,259	\$ 114,063,141	\$ 115,827,779	\$ 1,764,638	1.5 %	\$ 113,965,062	\$ 115,307,066	\$ 1,342,004	1.2 %
By Major Object of Expenditure:									
Salaries and Wages	\$ 65,410,088	\$ 67,218,081	\$ 68,666,582	\$ 1,448,501	2.2 %	\$ 67,120,002	\$ 68,145,869	\$ 1,025,867	1.5 %
Contractual Services	17,764,873	18,339,615	18,191,579	(148,036)	(0.8)	18,339,615	18,191,579	(148,036)	(0.8)
Commodities	2,766,610	2,766,610	2,766,610	0	0.0	2,766,610	2,766,610	0	0.0
Capital Outlay	4,858,984	4,267,001	4,267,001	0	0.0	4,267,001	4,267,001	0	0.0
Debt Service	379,079	356,209	820,382	464,173	130.3	356,209	820,382	464,173	130.3
Subtotal - Operations	\$ 91,179,634	\$ 92,947,516	\$ 94,712,154	\$ 1,764,638	1.9 %	\$ 92,849,437	\$ 94,191,441	\$ 1,342,004	1.4 %
Aid to Local Units	762,186	762,186	762,186	0	0.0	762,186	762,186	0	0.0
Other Assistance	20,353,439	20,353,439	20,353,439	0	0.0	20,353,439	20,353,439	0	0.0
TOTAL	\$ 112,295,259	\$ 114,063,141	\$ 115,827,779	\$ 1,764,638	1.5 %	\$ 113,965,062	\$ 115,307,066	\$ 1,342,004	1.2 %
Financing:									
State General Fund	\$ 32,656,997	\$ 34,036,691	\$ 33,921,728	\$ (114,963)	(0.3) %	\$ 33,988,112	\$ 33,670,607	\$ (317,505)	(0.9) %
General Fees Fund	29,525,645	31,623,233	32,764,978	1,141,745	3.6	31,590,151	32,601,019	1,010,868	3.2
All Other Funds	50,112,617	48,403,217	49,141,073	737,856	1.5	48,386,799	49,035,440	648,641	1.3
TOTAL	\$ 112,295,259	\$ 114,063,141	\$ 115,827,779	\$ 1,764,638	1.5 %	\$ 113,965,062	\$ 115,307,066	\$ 1,342,004	1.2 %

Summary of Operating Budget FY 2016 - FY 2017

	Agency Estimate				Governor's Recommendation			
	Request FY 2016	Request FY 2017	Dollar Change from FY 16	Percent Change from FY 16	Rec. FY 2016	Rec. FY 2017	Dollar Change from FY 16	Percent Change from FY 16
By Program:								
Institutional Support	\$ 7,429,765	\$ 7,622,333	\$ 192,568	2.6 %	\$ 7,393,269	\$ 7,585,107	\$ 191,838	2.6 %
Instructional Services	45,342,510	46,831,519	1,489,009	3.3	45,089,003	46,572,942	1,483,939	3.3
Academic Support	14,042,811	14,340,143	297,332	2.1	13,974,236	14,270,197	295,961	2.1
Student Services	8,207,148	8,368,049	160,901	2.0	8,155,605	8,315,476	159,871	2.0
Research	194,172	194,547	375	0.2	194,172	194,547	375	0.2
Public Service	2,849,782	2,874,161	24,379	0.9	2,840,447	2,864,640	24,193	0.9
Student Aid	19,165,161	19,165,161	0	0.0	19,165,161	19,165,161	0	0.0
Auxiliary	9,318,144	9,502,383	184,239	2.0	9,289,438	9,473,103	183,665	2.0
Physical Plant/Central Services	8,457,904	8,733,073	275,169	3.3	8,385,353	8,659,071	273,718	3.3
Debt Service	820,382	810,525	(9,857)	(1.2)	820,382	810,525	(9,857)	(1.2)
TOTAL	\$ 115,827,779	\$ 118,441,894	\$ 2,614,115	2.3 %	\$ 115,307,066	\$ 117,910,769	\$ 2,603,703	2.3 %
By Major Object of Expenditure:								
Salaries and Wages	\$ 68,666,582	\$ 71,478,867	\$ 2,812,285	4.1 %	\$ 68,145,869	\$ 70,947,742	\$ 2,801,873	4.1 %
Contractual Services	18,191,579	18,003,266	(188,313)	(1.0)	18,191,579	18,003,266	(188,313)	(1.0)
Commodities	2,766,610	2,766,610	0	0.0	2,766,610	2,766,610	0	0.0
Capital Outlay	4,267,001	4,267,001	0	0.0	4,267,001	4,267,001	0	0.0
Debt Service	820,382	810,525	(9,857)	(1.2)	820,382	810,525	(9,857)	(1.2)
Subtotal - Operations	\$ 94,712,154	\$ 97,326,269	\$ 2,614,115	2.8 %	\$ 94,191,441	\$ 96,795,144	\$ 2,603,703	2.8 %
Aid to Local Units	762,186	762,186	0	0.0	762,186	762,186	0	0.0
Other Assistance	20,353,439	20,353,439	0	0.0	20,353,439	20,353,439	0	0.0
TOTAL	\$ 115,827,779	\$ 118,441,894	\$ 2,614,115	2.3 %	\$ 115,307,066	\$ 117,910,769	\$ 2,603,703	2.3 %
Financing:								
State General Fund	\$ 33,921,728	\$ 34,497,892	\$ 576,164	1.7 %	\$ 33,670,607	\$ 34,241,748	\$ 571,141	1.7 %
General Fees Fund	32,764,978	34,170,154	1,405,176	4.3	32,601,019	34,002,917	1,401,898	4.3
All Other Funds	49,141,073	49,773,848	632,775	1.3	49,035,440	49,666,104	630,664	1.3
TOTAL	\$ 115,827,779	\$ 118,441,894	\$ 2,614,115	2.3 %	\$ 115,307,066	\$ 117,910,769	\$ 2,603,703	2.3 %

BUDGET OVERVIEW

A. FY 2015 – Current Year

Adjustments to Approved State General Fund Budget

The Legislature approved a State General Fund budget of \$34,036,691 for Fort Hays State University in FY 2015. An adjustment has subsequently been made to that amount. The adjustment changes the current year approved amount without any legislative action required. For this agency, the following adjustment has been made.

This adjustment changes the FY 2015 approved State General Fund to \$33,988,112. That amount is reflected in the table below as the currently approved FY 2015 State General Fund amount. The agency's budget was submitted prior to the December allotment, so the agency's revised budget estimates do not incorporate the allotment.

- A reduction of \$48,579, as the result of the Governor's December 9th, State General Fund allotment.

	CHANGE FROM APPROVED BUDGET				
	Legislative Approved FY 2015	Agency Estimate FY 2015	Agency Change from Approved	Governor Rec. FY 2015	Governor Change from Approved
State General Fund	\$ 33,988,112	\$ 34,036,691	\$ 48,579	\$ 33,988,112	\$ 0
All Other Funds	88,124,622	105,549,569	17,424,947	104,337,069	16,212,447
TOTAL	<u>\$ 122,112,734</u>	<u>\$ 139,586,260</u>	<u>\$ 17,473,526</u>	<u>\$ 138,325,181</u>	<u>\$ 16,212,447</u>
FTE Positions	827.0	841.0	14.0	841.0	14.0

The **agency's** revised estimate in FY 2015 is \$139.6 million, including \$34.0 million from the State General Fund. This is an increase of \$17.5 million, or 14.3 percent, all funds and \$48,579,

or 0.1 percent, from the State General Fund above the approved amount. The other funds increase is mainly attributable to additional capital improvement expenditures

including the transfer from the Board of Regents of the Education Building Fund (\$3.6 million), additional expenditures for the Wiest Hall replacement (\$11.7 million), and a supplemental request of \$1.2 million for the Art and Education Building. The State General Fund increase is due to the agency submitting their budget prior to the Governor's December allotment.

The **Governor** recommends \$138.3 million, including \$34.0 million from the State General Fund. This is an increase of \$16.2 million, or 13.3 percent, all from special revenue funds. There is no change to the State General Fund from the approved amount.

Supplemental Detail

FY 2015 SUPPLEMENTALS						
Supplementals	Agency Estimate			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Art and Education Building	0	1,163,000	0.0	0	0	0.0
TOTAL	\$ 0	\$ 1,163,000	0.0	\$ 0	\$ 0	0.0

The **agency's** revised estimate includes \$1.2 million, all from special revenue funds, for a capital improvement project. According to the agency, the Art and Education Building project would provide for the construction of 72,000 gross square feet of facilities to house the Art Department and the College of

Education. A final component would include a small addition and complete renovation of the existing 5,029 sq. ft. old power plant into gallery space.

The **Governor** does not recommend the supplemental.

Governor's Allotments

The consensus revenue estimating process was completed on November 10, 2014 subsequent to agencies submitting budgets with revised expenditures for the current fiscal year. The results of the new consensus revenue estimates identified a \$278.7 million State General Fund shortfall for FY 2015. This prompted the Governor to address the shortfall with an allotment plan totaling \$280.0 million, which reduced

expenditures by \$60.1 million. The allotment plan included recommendations to transfer funds and adjust Non-State General Fund expenditures an additional \$219.9 million. The adjustments included in the \$219.9 million will require legislative approval to implement. The allotments shown in the table below reflect only those allotments that have already taken place.

GOVERNOR'S ALLOTMENTS			
Allotment	SGF	All Funds	FTE
December Allotment			
Reduce KPERS Employer Contribution Rate	(48,579)	(48,579)	0.0
TOTAL	<u>\$ (48,579)</u>	<u>\$ (48,579)</u>	<u>0.0</u>

**Kansas Public Employees Retirement System
(KPERS) Reduction:**

A reduction of \$48,579 from the State General Fund, as a result of the Governor's State General Fund allotment reducing the Kansas Public Employer Regular and School Member

employer contribution rate (excluding KPERS Death and Disability) from 11.27 percent to 8.65 percent in FY 2015. This allotment will have no impact on the agency operations, but is reflective of a reduction of expenditures. An additional \$49,500 from special revenue funds is reduced in the Governor's budget recommendation resulting in a total reduction of \$98,079.

B. FY 2016 – Budget Year

FY 2016 OPERATING BUDGET SUMMARY			
	Agency Request	Governor's Recommendation	Difference
Total Request/Recommendation	\$ 115,827,779	\$ 115,307,066	\$ (520,713)
FTE Positions	841.0	841.0	0.0
<i>Change from FY 2015:</i>			
<i>Dollar Change:</i>			
State General Fund	\$ (114,963)	\$ (317,505)	
All Other Funds	1,879,601	1,659,509	
TOTAL	<u>\$ 1,764,638</u>	<u>\$ 1,342,004</u>	
<i>Percent Change:</i>			
State General Fund	(0.3) %	(0.9) %	
All Other Funds	2.3	2.1	
TOTAL	<u>1.5 %</u>	<u>1.2 %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests operating expenditures of \$115.8 million, including \$33.9 million from the State General Fund. This is an overall increase of \$1.8 million, or 1.5 percent, all funds and a decrease of \$114,963, or 0.3 percent, from the State General Fund. The increase is primarily due to an increase in salaries and wages (\$1.4 million) for increased fringe benefit expenditures.

The **Governor** recommends \$115.3 million, including \$33.7 million for the State General Fund. This is an increase of \$1.3 million, or 1.2 percent, all funds and a decrease of \$317,505, or 0.9 percent, from State General Fund from the FY 2015 recommendation. The Governor recommends a reduction of \$520,713, including \$251,121 from the State General Fund, below the agency request to reduce employer contributions for state employee health insurance. This is the only change from the agency's FY 2016 operating request.

Enhancements Detail

Enhancements	FY 2016 ENHANCEMENTS					
	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Art and Education Building	0	14,000,000	0.0	0	0	0.0
TOTAL	\$ 0	\$ 14,000,000	0.0	\$ 0	\$ 0	0.0

The **agency** is requesting an enhancement of their capital improvements budget of \$14.0 million, all from special revenue funds, for the Art and Education Building project. According to the agency, the Art and Education Building project would provide for the construction of 72,000 gross square feet of facilities to house the Art Department and the College of

Education. A final component would include a small addition and complete renovation of the existing 5,029 sq. ft. old power plant into gallery space.

The **Governor** does not recommend the enhancement.

C. FY 2017 – Budget Year

FY 2017 OPERATING BUDGET SUMMARY			
	Agency Request	Governor's Recommendation	Difference
Total Request/Recommendation	\$ 118,441,894	\$ 117,910,769	\$ (531,125)
FTE Positions	841.0	841.0	0.0
Change from FY 2016:			
<i>Dollar Change:</i>			
State General Fund	\$ 576,164	\$ 571,141	
All Other Funds	2,037,951	2,032,562	
TOTAL	<u>\$ 2,614,115</u>	<u>\$ 2,603,703</u>	
<i>Percent Change:</i>			
State General Fund	1.7 %	1.7 %	
All Other Funds	2.5	2.5	
TOTAL	<u>2.3 %</u>	<u>2.3 %</u>	
Change in FTE Positions	0.0	0.0	

The **agency** requests operating expenditures of \$118.4 million, including \$34.5 million from the State General Fund. This is an overall increase of \$2.6 million, or 2.3 percent all funds and \$576,164, or 1.7 percent, from the State General Fund above the FY 2016 request. The increase is mainly attributable to an increase in salaries and wages (\$2.8 million) for fringe benefits with an offsetting decrease in contractual services (\$188,313).

The **Governor** recommends \$117.9 million, including \$34.2 million from the State General Fund. This is an increase of \$2.6 million, or 2.3 percent, all funds and \$571,141, or 1.7 percent, from the State General Fund above the FY 2016 recommendation. The Governor recommends a reduction of \$531,125, including \$256,144 from the State General Fund, below the agency's request to reduce employer contributions for state employee health insurance. This is the only change from the agency's FY 2017 operating request.

Enhancements Detail

Enhancements	FY 2017 ENHANCEMENTS					
	Agency Request			Governor's Recommendation		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Art and Education Building	\$ 0	\$ 6,137,000	0.0	\$ 0	\$ 0	0.0
Raze Wiest "B"	0	1,580,000	0.0	0	0	0.0
TOTAL	\$ 0	\$ 7,717,000	0.0	\$ 0	\$ 0	0.0

The **agency** request includes capital improvement enhancements of \$7.7 million, all from special revenue funds, for the Art and Education Building and razing the remainder of Wiest Hall for FY 2017.

The **Governor** does not recommend the enhancement.

Governor's Recommended Salary and Wage Adjustments

State Employee Pay Increases. The 2014 Legislature approved funding of \$11.3 million, including \$4.5 million from the State General Fund, in FY 2015 for a \$250 bonus for all full-time employees except elected officials who were employed on December 6, 2013, and which was paid December 6, 2014. **For this agency, the FY 2015 bonus totals \$226,482, including \$114,963 from the State General Fund, and affects 728 employees.**

Longevity Bonus Payments. For FY 2016 and FY 2017, the Governor recommends funding longevity bonus payments for eligible state employees at the statutory rate of \$40 per year of service, with a 10-year minimum (\$400), and a 25-year maximum (\$1,000). Classified employees hired after June 15, 2008 are not eligible for longevity bonus payments. The estimated cost for the recommended FY 2016 payments is \$7.2 million, including \$2.8 million from the State General Fund. For FY 2017, the estimated cost for the payments is \$7.7 million, including \$3.0 million from the State General Fund. **For this agency, there are no longevity bonus payments.**

Group Health Insurance. The Governor recommends Group Health and Hospitalization employer contributions of \$282.8 million, including \$108.2 million from the State General Fund, for FY 2016 and \$289.2 million, including \$110.7 million from the State General Fund, for FY 2017. For FY 2016 and FY 2017, the Governor recommends reducing the employer contributions for group health insurance by 8.5 percent. **For this agency this is a reduction of \$520,713, including \$251,121 from the State General Fund for FY 2016. This is a reduction of \$531,125, including \$256,144 from the State General Fund, for FY 2017.**

Kansas Public Employees Retirement System (KPERs) Rate Adjustments. The FY 2015 employer retirement contribution for KPERs regular and school members was scheduled to be 11.27 percent, an increase of 1.0 percent from 10.27 in FY 2014. The Governor reduced the employer contribution rate from 11.27 percent to 8.65 percent for the second half of FY 2015, for an effective contribution rate of 9.96 percent as part of the Governor's allotment plan. For FY 2016, the Governor recommends the retirement rate increase by 2.41 percent from 9.96 percent to 12.37 percent. For FY 2017, the Governor recommends the retirement rate increase by 1.2 percent from 12.37 percent to 13.57 percent. This increase is attributable to the annual statutory increase for financing the unfunded liability of the KPERs fund.

In addition, the employer contribution for the KPERs death and disability insurance rate will be increased to 1.0 percent, from 0.85 percent, for FY 2016 and for FY 2017.

The Governor further proposes offering \$1.5 billion in Pension Obligation Bonds, backed by the State General Fund, to be paid back over 30 years and extending the amortization on the current bonds by ten years to 2043. The proceeds of the bonds would be used to help reduce the future employer contribution rates of the State/School Group. The Kansas Public Employee Retirement System estimates this plan could reduce employer contributions by \$68.43 million in FY 2016 and \$132.85 in FY 2017. The Kansas Development Finance Authority estimates that the bond service would be \$90.3 million in FY 2016 through FY 2017, assuming the Kansas credit ratings are not downgraded.

Funding Sources

Funding Source	Agency Req. Percent of Total FY 2016	Gov. Rec. Percent of Total FY 2016	Agency Req. Percent of Total FY 2017	Gov. Rec. Percent of Total FY 2017
State General Fund	29.3 %	29.2 %	29.1 %	29.0 %
General Fees Fund	28.3	28.3	28.9	28.8
All Other Funds	42.4	42.5	42.0	42.1
TOTAL	100.0 %	100.0 %	100.0 %	100.0 %

Note: Percentages may not add due to rounding.

General Fees Fund

Under KSA 76-719, the Board of Regents has the authority to set tuition rates at each university and the funds collected from the tuition are deposited in the general fees fund, excluding

the student activity fees that are deposited in the restricted fees fund. Tuition is set by the Board of Regents after the Legislative Session has concluded each year.

Resource Estimate	Actual FY 2014	Agency Estimate FY 2015	Governor Rec. FY 2015	Agency Request FY 2016	Gov. Rec. FY 2016	Agency Request FY 2017	Gov. Rec. FY 2017
Beginning Balance	\$ 20,718,551	\$ 15,016,199	\$ 15,016,199	\$ 11,196,326	\$ 12,392,408	\$ 2,976,790	\$ 12,336,831
Revenue	35,449,472	37,084,735	37,084,735	39,708,366	39,708,366	42,517,805	42,517,805
Transfers in	0	0	0	0	0	0	0
Total Funds Available	\$ 56,168,023	\$ 52,100,934	\$ 52,100,934	\$ 50,904,692	\$ 52,100,774	\$ 45,494,595	\$ 54,854,636
Less: Expenditures	40,591,718	40,904,608	39,708,526	47,927,902	39,763,943	41,355,016	35,050,779
Transfers Out	552,789	0	0	0	0	0	0
Off Budget Expenditures	7,317	0	0	0	0	0	0
Ending Balance	<u>\$ 15,016,199</u>	<u>\$ 11,196,326</u>	<u>\$ 12,392,408</u>	<u>\$ 2,976,790</u>	<u>\$ 12,336,831</u>	<u>\$ 4,139,579</u>	<u>\$ 19,803,857</u>
Ending Balance as Percent of Expenditures	37.0%	27.4%	31.2%	6.2%	31.0%	10.0%	56.5%
Month Highest Ending Balance	January \$ 25,452,000	January \$ 22,961,464	January \$ 23,961,464	January \$ 13,875,260	January \$ 23,875,260	January \$ 13,470,272	January \$ 20,470,272
Month Lowest Ending Balance	June \$ 15,016,212	June \$ 10,525,676	June \$ 12,525,676	June \$ 3,439,472	June \$ 12,439,472	June \$ 3,034,484	June \$ 10,034,484

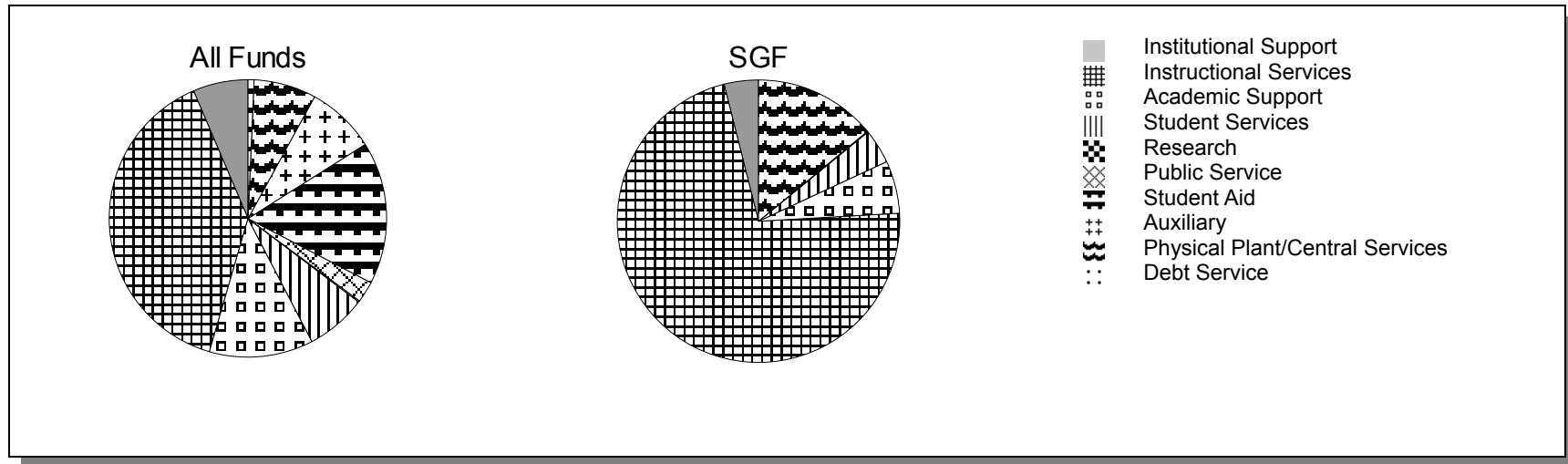
Enrollment Trends

The following table summarizes recent enrollment trends at the Fort Hays State University. Headcount enrollment reflects the actual number of students enrolled. Full-time equivalent converts those students to full-time, based on the number of credit hours that the students are enrolled.

	<u>Fall 2009</u>	<u>Fall 2010</u>	<u>Fall 2011</u>	<u>Fall 2012</u>	<u>Fall 2013</u>	<u>Fall 2014</u>	<u>Fall 2009 to Fall 2014</u>
Headcount	11,308	11,883	12,802	13,310	13,441	13,825	
Change	1,201	575	919	508	131	384	2,517
%Change	11.9 %	5.1 %	7.7 %	4.0 %	1.0 %	2.9 %	22.3 %
FTE Students	7,256	7,526	8,198	8,498	8,704	9,018	
Change	713	270	672	300	206	314	1,762
%Change	10.9 %	3.7 %	8.9 %	3.7 %	2.4 %	3.6 %	24.3 %
Student Credit Hours	102,737	106,965	116,149	119,820	122,275	126,373	
Change	10,082	4,228	9,184	3,671	2,455	4,098	23,636
%Change	10.9 %	4.1 %	8.6 %	3.2 %	2.0 %	3.4 %	23.0 %

PROGRAM DETAIL

EXPENDITURES BY PROGRAM-- GOVERNOR'S FY 2016 RECOMMENDATION



Program	Gov. Rec. All Funds FY 2016	Percent of Total	Gov. Rec. SGF FY 2016	Percent of Total
Institutional Support	\$ 7,393,269	6.4 %	\$ 1,318,474	3.9 %
Instructional Services	45,089,003	39.1	24,239,775	72.0
Academic Support	13,974,236	12.1	2,023,421	6.0
Student Services	8,155,605	7.1	1,337,029	4.0
Research	194,172	0.2	0	0.0
Public Service	2,840,447	2.5	25,298	0.1
Student Aid	19,165,161	16.6	0	0.0
Auxiliary	9,289,438	7.9	0	0.0
Physical Plant/Central Services	8,385,353	7.3	4,726,610	14.0
Debt Service	820,382	0.7	0	0.0
TOTAL	\$ 115,307,066	100.0 %	\$ 33,670,607	100.0 %

FTE POSITIONS BY PROGRAM FY 2014 – FY 2017

Program	Actual FY 2014	Agency Est. FY 2015	Gov. Rec. FY 2015	Agency Req. FY 2016	Gov. Rec. FY 2016	Agency Req. FY 2017	Gov. Rec. FY 2017
Institutional Support	49.0	52.0	52.0	52.0	52.0	52.0	52.0
Instructional Services	417.5	424.5	424.5	424.5	424.5	424.5	424.5
Academic Support	101.7	101.8	101.8	101.8	101.8	101.8	101.8
Student Services	79.3	83.3	83.3	83.3	83.3	83.3	83.3
Research	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Public Service	17.2	17.2	17.2	17.2	17.2	17.2	17.2
Student Aid	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Auxiliary	46.3	46.2	46.2	46.2	46.2	46.2	46.2
Physical Plant/Central Services	116.0	116.0	116.0	116.0	116.0	116.0	116.0
Debt Service	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	827.0	841.0	841.0	841.0	841.0	841.0	841.0

A. Institutional Support

The Institutional Support program includes central management and long-range planning activities; fiscal operations; general administration and logistical services; personnel management, and community and alumni relations activities.

The **agency** requests FY 2016 operating expenditures of \$7.4 million, including \$1.3 million from the State General Fund, an increase of \$116,976 or 1.6 percent, all funds and \$12,115, or 0.9 percent, State General Fund above the FY 2015 revised estimate. The increase is in salaries and wages (\$116,976).

The **Governor** recommends FY 2016 operating expenditures of \$7.4 million, including \$1.3 million from the State General Fund. The recommendation is a decrease of \$36,496, or 0.5 percent, all funds and \$10,011, or 0.8 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$7.6 million, including \$1.4 million from the State General Fund, an increase of \$192,568 or 2.6 percent, all funds and \$99,344, or 7.5 percent, State General Fund above the FY 2016

requested amount. The increase is in salaries and wages (\$192,568).

The **Governor** recommends FY 2017 operating expenditures of \$7.6 million, including \$1.4 million from the

B. Instructional Services

The Instructional Services program includes all general and remedial instruction of students.

The **agency** requests FY 2016 operating expenditures of \$45.3 million, including \$24.4 million from the State General Fund, an increase of \$686,561, or 1.5 percent, all funds and a decrease of \$96,488, or 0.4 percent, State General Fund from the revised estimate. The increase is in salaries and wages (\$834,597) offset with a decrease in contractual services (\$148,036).

The **Governor** recommends FY 2016 operating expenditures of \$45.1 million, including \$24.2 million from the State General Fund. The recommendation is a decrease of \$253,507, or 0.6 percent, all funds and \$151,774, or 0.6 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

C. Academic Support

The Academic Support program includes all support services for the institution's primary missions of instruction, research, and public service. These support services cover libraries, museums and galleries, educational media services, academic computing support, academic administration, and course and curriculum.

State General Fund. The recommendation is a decrease of \$37,226, or 0.5 percent, all funds and \$10,211, or 0.7 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$46.8 million, including \$24.5 million from the State General Fund, an increase of \$1.5 million or 3.3 percent, all funds and \$98,166, or 0.4 percent, State General Fund above the FY 2016 requested amount. The increase is in salaries and wages (\$1.7 million) with an offsetting decrease in contractual services (\$188,313).

The **Governor** recommends FY 2017 operating expenditures of \$46.6 million, including \$24.3 million from the State General Fund. The recommendation is a decrease of \$258,577, or 0.6 percent, all funds and \$154,810, or 0.6 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2016 operating expenditures of \$14.0 million, including \$2.0 million from the State General Fund, an increase of \$137,166, or 1.0 percent, all funds and \$4,878, or 0.2 percent, State General Funds above the revised estimate. The increase is in salaries and wages (\$137,166).

The **Governor** recommends FY 2016 operating expenditures of \$14.0 million, including \$2.0 million from the State General Fund. The recommendation is a decrease of \$68,575, or 0.5 percent, all funds and \$16,403, or 0.8 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$14.3 million, including \$2.2 million from the State General Fund, an increase of \$297,332 or 2.1 percent, all funds and

D. Student Services

The Student Services program is responsible for the non-academic activities surrounding the students' experience at the institution. These activities include social and cultural development, counseling and career guidance, financial aid administration, admissions, student health services, and intercollegiate athletics.

The **agency** requests FY 2016 operating expenditures of \$8.2 million, including \$1.3 million from the State General Fund, an increase of \$90,958, or 1.1 percent, all funds and \$700, or 0.1 percent, State General Fund above the revised estimate. The increase is in salaries and wages (\$90,958).

The **Governor** recommends FY 2016 operating expenditures of \$8.2 million, including \$1.3 million from the State General Fund. The recommendation is a decrease of \$51,543, or 0.6 percent, all funds and \$12,241, or 0.9 percent, State General Fund below the agency's request. The decrease

\$134,201, or 6.6 percent, State General Fund above the FY 2016 requested amount. The increase is in salaries and wages (\$297,332).

The **Governor** recommends FY 2017 operating expenditures of \$14.3 million, including \$2.2 million from the State General Fund. The recommendation is a decrease of \$69,946, or 0.5 percent, all funds and \$16,731, or 0.8 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$8.4 million, including \$1.4 million from the State General Fund, an increase of \$160,901 or 2.0 percent, all funds and \$73,406, or 5.4 percent, State General Fund above the FY 2016 requested amount. The increase is in salaries and wages (\$160,901).

The **Governor** recommends FY 2017 operating expenditures of \$8.3 million, including \$1.4 million from the State General Fund. The recommendation is a decrease of \$52,573, or 0.6 percent, all funds and \$12,486, or 0.9 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

E. Research

The Research program includes most research projects conducted by university personnel whether individually or through an institute or research center.

The **agency** requests FY 2016 operating expenditures of \$194,172, all from special revenue funds, an increase of \$366 above the revised estimate. The increase is in salaries and wages.

F. Public Service

The Public Service program is responsible for all non-credit instruction (except remedial instruction) and other activities that are primarily of benefit to external groups or individuals. These activities include outreach education and community service.

The **agency** requests FY 2016 operating expenditures of \$2.8 million, including \$25,482 from the State General Fund, an increase of \$47,674, or 1.7 percent, all funds and \$141, or 0.6 percent, State General Funds above the revised estimate. The increase is in salaries and wages (\$47,674).

The **Governor** recommends FY 2016 operating expenditures of \$2.8 million, including \$25,298 from the State General Fund. The recommendation is a decrease of \$9,335, or 0.3 percent, all funds and \$184, or 0.7 percent, State General Fund below the agency's request. The decrease is due to the

G. Student Aid

The Student Aid program includes activities covering all forms of financial aid assistance such as scholarships, fellowships, and loans.

The **Governor** concurs with the agency's request.

The **agency** requests FY 2017 operating expenditures of \$194,547, all from special revenue funds, an increase of \$375, or 0.2 percent, above the FY 2016 requested amount. The increase is in salaries and wages (\$375).

The **Governor** concurs with the agency's request.

Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$2.9 million, including \$26,188 from the State General Fund, an increase of \$24,379 or 0.9 percent, all funds and \$706, or 2.8 percent, State General Fund above the FY 2016 requested amount. The increase is in salaries and wages (\$24,379).

The **Governor** recommends FY 2017 operating expenditures of \$2.9 million, including \$26,000 from the State General Fund. The recommendation is a decrease of \$9,521, or 0.3 percent, all funds and \$188, or 0.7 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2016 operating expenditures of \$19.2 million, all from special revenue funds. This is the same as the revised estimate in FY 2015.

The **Governor** concurs with the agency's request for FY 2016.

The **agency** requests FY 2017 operating expenditures of 19.2 million, all from special revenue funds. This is the same as the request for FY 2016.

H. Auxiliary

The Auxiliary program is responsible for activities that furnish goods or services to students, faculty, and employees of the institution such as housing services, food services, and parking services.

The **agency** requests FY 2016 operating expenditures of \$9.3 million, all from special revenue funds. This is an increase of \$55,712, or 0.6 percent, above the approved amount. The increase is in salaries and wages (\$55,712).

The **Governor** recommends FY 2016 operating expenditures of \$9.3 million, all from special revenue funds. The recommendation is a decrease of \$28,706, or 0.3 percent, below the agency's request. The decrease is due to the

I. Physical Plant/Central Services

The Physical Plant/Central Services program is responsible for the operation and maintenance of the facilities and grounds of the institution. This includes facilities planning, building maintenance, custodial services, and utilities.

The **agency** requests FY 2016 operating expenditures of \$8.5 million, from all funds, including \$4.8 million, from the State General Fund. This is an overall increase of \$165,052, or 2.0 percent, all funds and a decrease of \$36,303, or 0.6 percent,

The **Governor** concurs with the agency's request for FY 2017.

Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$9.5 million, all from special revenue funds. This is an increase of \$184,239 or 2.0 percent, above the FY 2016 requested amount. The increase is in salaries and wages (\$184,239).

The **Governor** recommends FY 2017 operating expenditures of \$9.5 million, all from special revenue funds. The recommendation is a decrease of \$29,280, or 0.3 percent, below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

State General Fund, from the revised estimate. The increase is in salaries and wages (\$165,052).

The **Governor** recommends FY 2016 operating expenditures of \$8.4 million, including \$4.7 million from the State General Fund. The recommendation is a decrease of \$72,551, or 0.9 percent, all funds and \$60,508, or 1.3 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

The **agency** requests FY 2017 operating expenditures of \$8.7 million, including \$5.0 million from the State General Fund, an increase of \$275,169 or 3.3 percent, all funds and \$170,341, or 3.6 percent, State General Fund above the FY 2016 requested amount. The increase is in salaries and wages (\$275,169).

The **Governor** recommends FY 2017 operating expenditures of \$8.7 million, including \$4.9 million from the State General Fund. The recommendation is a decrease of \$74,002, or 0.8 percent, all funds and \$61,718, or 1.2 percent, State General Fund below the agency's request. The decrease is due to the Governor's recommendation to reduce employer contributions for state employee health insurance.

CAPITAL IMPROVEMENTS

CAPITAL IMPROVEMENTS						
	Agency Est. FY 2015	Gov. Rec. FY 2015	Agency Req. FY 2016	Gov. Rec. FY 2016	Agency Req. FY 2017	Gov. Rec. FY 2017
Rehabilitation and Repair	\$ 3,621,741	\$ 3,621,741	\$ 0	\$ 0	\$ 0	\$ 0
Wiest Hall Replacement	19,471,051	19,471,051	17,189,300	17,189,300	0	0
Electrical Improvements	122,303	122,303	0	0	0	0
Art and Education Building	1,163,000	0	14,000,000	0	6,137,000	0
Rarick Hall	0	0	0	0	705,000	705,000
Raze Wiest Hall	0	0	0	0	1,580,000	0
Parking	400,000	400,000	400,000	400,000	400,000	400,000
Debt Service	745,024	745,024	1,770,924	1,770,924	1,790,862	1,790,862
TOTAL	\$ 25,523,119	\$ 24,360,119	\$ 33,360,224	\$ 19,360,224	\$ 10,612,862	\$ 2,895,862
Financing:						
State General Fund	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
All Other Funds	25,523,119	24,360,119	33,360,224	19,360,224	10,612,862	2,895,862
TOTAL	\$ 25,523,119	\$ 24,360,119	\$ 33,360,224	\$ 19,360,224	\$ 10,612,862	\$ 2,895,862

Current Year Agency Estimate

FY 2015 – Current Year. The agency’s revised estimate includes \$25.5 million, all from special revenue funds, in capital improvements in FY 2015. This is an increase of \$12.5 million, or 96.4 percent, above the approved amount. The increase is

due to the transfer from the Board of Regents of the Education Building Fund (\$3.6 million), additional expenditures for the Wiest Hall replacement (\$11.7 million), and an enhancement request of \$1.2 million for the Art and Education Building project.

Current Year Governor Recommendation

The **Governor** recommends \$24.4 million, all from special revenue funds. This is a decrease of \$1.2 million from the

agency’s revised estimate for the Art and Education Building project, which will be revised and resubmitted in the future.

Budget Year Agency Request

FY 2016 – Budget Year. The agency requests \$33.4 million, all from special revenue funds, for capital improvements for FY 2016. This is an increase of \$7.8 million, or 30.7 percent, above

the FY 2015 revised request. The increase is due to an enhancement request of \$14.0 million for the Art and Education Building project.

Budget Year Governor Recommendation

The **Governor** recommends \$19.4 million, all from special revenue funds. This is a decrease of \$14.0 million from the

agency’s request for the Art and Education Building project, which will be revised and resubmitted in the future.

Budget Year Agency Request

FY 2017 – Budget Year. The agency requests \$10.6 million, all from special revenue funds, for capital improvements for FY 2017. This is a decrease of \$22.7 million, or 68.2 percent. The decrease is due to no request for the Wiest Hall replacement

project but does include enhancement requests for the Art and Education building (\$6.1 million) and razing Wiest “B” (\$1.6 million).

Budget Year Governor Recommendation

The **Governor** recommends \$2.9 million, all from special revenue funds. This is a decrease of \$7.7 million, or 72.7 percent, below the agency's request. The Governor's

recommendation does not include the funds to raze Wiest Hall (\$1.6 million) and the Art and Education Building project will be revised and resubmitted in the future (\$6.1 million).

PERFORMANCE MEASURES					
Measure	Gov. Rec. for FY 2014	Actual FY 2014	Gov. Rec. FY 2015	Gov. Rec. FY 2016	Gov. Rec. FY 2017
Six-year graduation rate	43.0%	44.0%	45.0%	46.0%	46.0%
Student to faculty ratio	18:1	17.5:1	18:1	18:1	18:1