



FY 2017 Board of Regent's Office Budget Overview

Introduction

The FY 2017 ABOR office budget continues to strengthen support for the enterprise governance approach. The ABOR FY 2017 operating budget represents 0.12% of the total university system budget.

FY 2017

Staffing needs and the Achieve60AZ initiative drive a minimal increase in the FY 2017 budget. The ABOR office staffing model is designed to support the enterprise governance model as outlined by the Board President in May 2014 and currently assumes 31 FTE. The office expects to be fully staffed in FY 2017. Additionally, the ABOR office has added funding for the Acheive60AZ initiative in the FY 2016 budget. As ABOR takes a leadership role in setting a statewide higher education attainment goal and develops a plan to achieve that goal, having a limited amount of funds available to support that process is critical. Many organizations have pledged support, but until those commitments are finalized, funds are necessary to maintain momentum.

Revenue

The ABOR office is funded from the state general fund, some TRIF dollars, and through a university assessment. The assessment represents less than 0.07 percent of the university budgets. Recent adjustments in the university assessment have allowed the ABOR office to eliminate its historical structural deficit.

Ending Balance

The FY 2017 budget estimates an ending balance of nearly \$4 million. The majority of these funds (\$3 million) are TRIF dollars in the Regents Innovation fund. These dollars are set aside for multi university research projects that promote cooperation across the universities.

ABOR maintains an operating ending balance of about 15 percent of the annual operating budget. Operating dollars above this amount are reverted to the universities. For FY 2016, staff estimates reverting \$750,000, largely due to vacancy savings.

Arizona Board of Regents Office
 Annual Budget
 FY 2017

	Actual FY 2015	Projected FY 2016	Budgeted FY 2017
REVENUES			
Balance Forward	\$2,774,265	\$3,554,357	\$4,676,075
General Fund - Operations	2,352,500	2,352,500	2,352,500
General Fund - Student Assistance & ATASS	14,575,900	14,575,900	14,575,900
Total GF	16,928,400	16,928,400	16,928,400
University Assessment	3,373,440	3,372,000	3,372,000
Grants			
TRIF - Regents Innovation Fund	1,987,816	2,000,000	2,000,000
Improving Teacher Quality (ITQ)	203,265	2,679,134	934,000
Other Grants	10,959	7,821	-
Subtotal Grants	2,202,040	4,686,955	2,934,000
Total Current Revenues	22,503,880	24,987,355	23,234,400
Total Sources (including balance forward)	\$25,278,145	\$28,541,712	\$27,910,475
EXPENSES			
FTE	29.00	27.49	31.00
ABOR Operating	\$4,590,998	\$5,073,838	\$5,801,126
Grants			
TRIF - Regents Innovation Fund	1,355,125	1,604,927	1,900,000
Improving Teacher Quality (ITQ)	201,765	1,710,972	1,731,038
Subtotal Grants	1,556,890	3,315,899	3,631,038
University Assessment Revertment	1,000,000	750,000	-
Set Aside for Achieve60AZ	-	150,000	-
Student Assistance Programs	14,221,200	14,221,200	14,221,200
ATASS/WICHE Office	354,700	354,700	354,700
Total Expenses	\$21,723,788	\$23,865,637	\$24,008,064
Ending Balance	\$3,554,357	\$4,676,075	\$3,902,411
Operating	756,796	804,291	866,665
TRIF - Regents Innovation Fund	2,837,947	2,983,020	2,983,020
Improving Teacher Quality (ITQ)	(40,386)	888,764	52,726

Arizona Board of Regents System Office
 Operating Expenditures

	Actual FY 2015	Projected FY 2016	Budgeted FY 2017
Salaries	\$2,692,861	\$2,796,710	\$3,231,613
ERE	<u>836,381</u>	<u>1,062,750</u>	<u>1,228,013</u>
Subtotal Personal Services	3,529,242	3,859,460	4,459,626
Professional Services	411,267	500,553	626,900
Travel - In State	65,780	70,000	70,000
Travel Out of State	20,691	32,500	32,500
Equipment	39,599	40,500	40,000
Other Operating Expenses	<u>524,419</u>	<u>570,825</u>	<u>572,100</u>
	<u>1,061,756</u>	<u>1,214,378</u>	<u>1,341,500</u>
Total Operating Expenditures	<u><u>\$4,590,998</u></u>	<u><u>\$5,073,838</u></u>	<u><u>\$5,801,126</u></u>