



ANNUAL OPERATING BUDGET

FY 2016 ANNUAL OPERATING BUDGET

NORTHERN ARIZONA UNIVERSITY
UNIVERSITY OPERATING BUDGET
FY 2016 (WITH FY 2015 COMPARATIVE BUDGET DATA)
(\$ millions)

	FY 2016 OPERATING BUDGET	FY 2015 OPERATING BUDGET	\$ VARIANCE BETWEEN FY 2015 AND FY 2016 BUDGET	% VARIANCE BETWEEN FY 2015 AND FY 2016 BUDGET
Revenues				
State General Fund Appropriation	96.6	113.9	(17.3)	(15.2%)
State Appropriation - Research Infrastructure	5.5	5.5	0.0	0.0%
Tuition and Fees	315.6	282.7	33.0	11.7%
less Scholarship Allowance	(98.3)	(80.0)	(18.3)	22.9%
Net Tuition and Fees	217.3	202.7	14.7	7.2%
Grants & Contracts - Research	44.0	47.0	(3.0)	(6.4%)
Financial Aid Grants (Primarily Federal Pell Grants)	39.0	38.0	1.0	2.6%
Private Gifts	15.6	14.0	1.6	11.4%
Technology & Research Initiative Fund (TRIF)	12.4	12.2	0.2	1.8%
Auxiliary Revenue	54.5	54.5	0.0	0.0%
Other Revenues	35.7	30.5	5.2	16.9%
Total Revenues	520.6	518.3	2.4	0.5%
Expenses				
Salaries & Wages	240.1	232.7	7.4	3.2%
Benefits	80.1	78.2	2.0	2.5%
All Other Operating	110.0	111.6	(1.6)	(1.4%)
Scholarships & Fellowships, Net of Scholarship Allowance	28.8	27.5	1.2	4.5%
Depreciation	37.0	33.0	4.0	12.1%
Interest on Indebtedness	28.6	29.8	(1.1)	(3.8%)
Total Expenses	524.6	512.7	12.0	2.3%
Net Increase	(4.0)	5.6	(9.6)	

MONTHLY DAYS CASH ON HAND

Monthly days cash on hand is projected to be approximately 120 days at June 30, 2016.



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INCREMENTAL ALLOCATION OF GENERAL PURPOSE FUNDS *(\$ millions)*

<u>FY 2015 Base Budget</u>		\$ 351.2	
Changes in Incremental Funding			
Revenues from Tuition and Fees—Rate Increase		4.9	
Revenues from Tuition and Fees—Enrollment Growth Mix		23.0	
State General Fund Appropriations		(17.3)	
Other		(0.1)	
Net Change in Resources		10.5	
Allocation of Incremental Resources			
Budget Reductions		(15.9)	
Debt Service / Deferred Maintenance		(3.4)	
Program Fee / Differential Tuition Allocations		1.2	
Allied Health Program Investments (PA/PT/OT programs)		1.3	
Research Investments		1.0	
Technology Infrastructure Investment		1.5	
Faculty/Staff Retention and Recruitment (including ERE increases)		3.0	
Enrollment Growth Support		2.1	
Extended Campus and Online Education Investment		1.5	
Financial Aid		18.2	
Net Change in College and Administrative Budget Allocations		10.5	
<u>FY 2016 Base Budget</u>		\$ 361.7	

Sources of Incremental Funding
 Tuition and Fees—163%
 State General Funds- (63%)
 Other—0%

Tuition and Fee estimates are consistent with FY16 tuition and fee proposals submitted in April.

Allocation of incremental resources reflects NAU’s priorities outlined in the Strategic Business Plan including investments in the Allied Health Care Programs, Faculty and Staff recruitment and retention, Online Education and Research after accounting for the FY16 State General Fund appropriation reduction

1. *General Purpose Funds include state general funds, tuition and fees, investment income, and facilities and administration revenue (indirect cost recovery).*



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STATE EXPENDITURE AUTHORITY BY APPROPRIATION CAMPUS (\$ thousands)

	FY16 Budget	FY15 BUDGET	CHANGE
University Revenues			
Resident Tuition	\$ 148,574.0	\$ 135,389.7	\$ 13,184.3
Non Resident Tuition	105,343.0	91,927.7	13,415.3
Program Fees	2,982.0	1,791.8	1,190.2
Other Student Fees	0.0	0.0	-
Miscellaneous Revenues	1,665.0	1,565.0	100.0
Total University Revenues	\$ 258,564.0	\$ 230,674.2	\$ 27,889.8
University Revenues Retained for Local Uses			
Support for Local Operating Budgets	\$ 11,412.2	\$ 10,752.8	659.4
Regents Financial Aid Set Aside	26,000.0	22,000.0	4,000.0
Other Financial Aid	60,417.5	46,238.0	14,179.5
Plant Funds	1,000.0	2,378.2	(1,378.2)
Debt Service/COPS/Lease Purchase	14,447.7	16,447.7	(2,000.0)
Total Retained for Local Uses	\$ 113,277.4	\$ 97,816.7	\$ 15,460.7
University Revenues Remitted to State (State Collections)	\$ 145,286.6	\$ 132,857.5	\$ 12,429.1
Plus: State General Fund Appropriation	102,069.4	119,371.2	(17,301.8)
Total State Expenditure Authority	\$ 247,356.0	\$ 252,228.7	(\$ 4,872.7)

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<u>% CHANGES IN INCREMENTAL REVENUES</u>	
State General Funds	-14%
Tuition	12%
Program and Other Student Fees	38%

<u>USES OF INCREMENTAL REVENUES (% Change)</u>	
Local Operating Budgets	6%
Other Financial Aid	31%
Regents Financial Aid Set Aside	18%
Plant/Debt Service/COPS/Lease Purchase	-18%



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LOCAL COLLECTIONS

	FY16 BUDGET	FY15 BUDGET	CHANGE
LOCAL COLLECTIONS FROM TUITION AND FEES			
OPERATING FUNDS FROM TUITION			
American Disabilities Act (ADA) Services	690,000	450,000	\$ 240,000
Art Gallery	10,900	10,900	-
Child Care	43,900	43,900	-
Graduate Assistant Tuition Remission	2,300,000	2,300,000	-
Honors Forum	8,700	11,200	(2,500)
NAU Yuma Activity Program	19,900	19,900	-
Peer Mentoring and Retention	612,300	683,000	(65,700)
Performing Arts—Music	58,900	58,900	-
Performing Arts Series	31,900	39,900	(8,000)
Registrar’s Office Operations	123,000	127,400	(4,400)
School of Comm Student Ratio, Cable and Forensics	27,200	30,200	(3,000)
Special Events	25,000	28,300	(2,800)
Student Activities	235,100	285,100	(50,000)
Student Financial Aid Operations	337,300	337,300	-
Extended Campus and Online Education Investment	3,919,400	3,073,500	845,900
SUN (Student Union Network Entertainment)	55,800	65,800	(10,000)
Employee Benefit Contingency	100,000	100,000	-
Operations: Collections	500,800	500,800	-
SUBTOTAL	\$ 9,105,600	\$ 8,116,100	\$ 939,500
AUXILIARY			
Intercollegiate Athletics	\$ 1,537,500	\$ 1,915,500	(\$378,500)
Mountain Campus Identification Cards	13,200	13,200	-
Skydome	207,900	207,900	-
SUBTOTAL	\$ 1,758,100	2,136,600	(\$378,500)
OPERATING FUNDS SUBTOTAL	\$ 10,863,700	\$ 10,302,700	\$ 561,000



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LOCAL COLLECTIONS (Cont.)

OPERATING FUNDS FROM TUITION AND FEES (cont.)

FINANCIAL AID

Regents Financial Aid Set Aside	\$ 26,000,000	\$ 22,000,000	\$ 4,000,000
Other Financial Aid - Institutional Financial Aid	60,000,000	45,933,400	14,066,600

SUBTOTAL

\$ 86,000,000	\$ 67,933,400	\$ 18,066,600
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MINOR CAPITAL PROJECTS/PLANT FUNDS

\$ 1,000,000	\$ 2,378,200	(\$1,378,200)
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DEBT SERVICE

14,447,700	16,447,700	(2,000,000)
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TOTAL LOCAL RETENTION FROM TUITION

\$ 112,311,400	\$ 97,062,000	\$ 15,249,400
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LOCAL COLLECTIONS FROM PROGRAM FEES

DESIGNATED OPERATING FUNDS

Doctorate of Physical Therapy (DPT) Program Fee	\$ 458,500	\$ 360,100	\$ 98,400
Physician Assistant (PA) Program Fee	45,000	45,000	-
Occupational Therapy (OT) Program Fee	45,000	45,000	-

FINANCIAL AID

Physical Therapy Financial Aid Set Aside	\$ 164,800	\$ 114,500	\$ 20,300
Physician Assistant Financial Aid Set Aside	168,000	132,000	36,000
Occupational Therapy Financial Aid Set Aside	84,700	28,100	56,600

SUBTOTAL

\$ 417,500	\$ 304,600	\$ 112,900
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TOTAL LOCAL RETENTION FROM PROGRAM FEES

\$ 966,000	\$ 754,700	\$ 211,300
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TOTAL LOCAL COLLECTIONS

\$ 113,277,400	\$ 97,816,700	\$ 15,460,700
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