

**ABOR System Office
FY 2022 Annual Budget**

Introduction and Background

The Arizona Board of Regents is supported by a \$46.5 million budget. The budget is comprised of ABOR operating (\$8.2 million) and ABOR programs (\$39.8 million). The budget also includes \$150,000 in contingency. Expenditures in FY 2022 are projected to be similar to expenditures in FY 2021. The ABOR Office reduced the university assessment by 15% for FY 2021 and restores the assessment to the original amount for FY 2022.

Revenues

The ABOR budget is supported by revenues from four sources: state general fund monies, university funds, retirement fund and TRIF revenues.

ABOR Office Revenues

	FY 2021 Budget	FY 2021 Estimate	FY 2022 Request
Balance Forward	\$3,920,200	\$3,920,000	\$17,427,200
State General Fund	22,480,000	22,480,000	22,397,700
University Assessment	2,866,200	3,014,200	3,372,000
Legal Fees Assessment	1,000,000	1,501,100	1,000,000
TRIF	2,166,700	10,195,800	2,000,000
Retirement Administration	900,000	1,450,000	1,500,000
Arizona Teacher Academy Governor's Emergency Education Relief (Federal Grant)	0	6,000,000	0
Arizona Teacher Academy Proposition 207	0	15,000,000	0
Total	\$33,333,100	\$63,561,300	\$47,696,900

General Fund appropriations support office operations, but the majority of funding supports specific programs.

General Fund Appropriations

	FY 2021 Budgeted	FY 2021 Estimate	FY 2022 Request
Operating	\$2,485,300	\$2,485,300	\$2,403,000
Arizona Teachers Academy	15,000,000	15,000,000	15,000,000
Washington DC Internships	300,000	300,000	300,000
Adaptive Athletics	160,000	160,000	160,000
WICHE	4,231,000	4,231,000	4,231,000
Student Assistance	90,000	90,000	90,000
AZ Transfer	213,700	213,700	213,700
Total	\$22,480,000	\$22,480,000	\$22,397,700

Expenditures

Expenditures for specific programs are projected to remain unchanged in FY 2022. The operating portion of the ABOR budget includes legal expenses at similar levels to FY 2021.

ABOR Office Expenditures

	FY 2021 Budgeted	FY 2021 Estimate	FY 2022 Request
Operating	\$7,789,600	\$7,481,500	\$8,216,900
Retirement Plan Admin	900,000	1,450,000	1,500,000
Contingency	150,000	-	150,000
Arizona Teachers Academy	15,000,000	21,000,000	30,000,000
Washington DC Internships	300,000	300,000	300,000
Adaptive Athletics	160,000	160,000	160,000
TRIF/Grants and Initiatives	1,680,000	11,208,000	1,654,200
WICHE	4,231,000	4,231,000	4,231,000
Az Teachers Incentive Program	90,000	90,000	90,000
AZ Transfer	213,700	213,700	213,700
Total	\$30,514,300	\$46,134,200	\$46,515,800

Cost Effectiveness

ABOR continues to operate at a high level of efficiency. The FY 2022 budget is equal to 0.5% of total public university expenditures.

FY 2022 Ending Balance

The ABOR budget generally retains an ending balance. The ABOR office projects a FY 2022 ending balance of \$1,181,100.



FY 2022 ANNUAL BUDGET

ABOR OPERATING BUDGET
FY 2022 (WITH FY 2021 COMPARATIVE BUDGET DATA)
 (\$ millions)

	FY 2022	FY 2021	FY 2021	VARIANCE BETWEEN		VARIANCE BETWEEN	
	BUDGET	ESTIMATE	BUDGET	FY 2022 BGT & FY 2021 EST		FY 2021 EST & FY 2021 BGT	
Revenues							
State General Fund Appropriation	\$2.6	\$2.7	\$2.7	(\$0.1)	-3.7%	\$0.0	0.0%
State Appropriation - Arizona Teachers Academy	\$15.0	\$15.0	\$15.0	\$0.0	0.0%	\$0.0	0.0%
State Appropriation - Adaptive Athletics/Washington DC Internships	\$0.5	\$0.5	\$0.5	\$0.0	0.0%	\$0.0	0.0%
State Appropriation - WICHE/ATIP	\$4.3	\$4.3	\$4.3	\$0.0	0.0%	\$0.0	0.0%
Total General Fund Appropriation	\$22.4	\$22.5	\$22.5	(\$0.1)	-0.4%	\$0.0	0.0%
State Appropriations Transfers out - ATA, Adaptive Athletics, W.DC Internships	(\$13.5)	(\$13.5)	\$0.0	\$0.0	0.0%	(\$13.5)	--
Tuition and Fees				\$0.0	--	\$0.0	--
<i>less Scholarship Allowance</i>				\$0.0	--	\$0.0	--
Net Tuition and Fees	\$0.0	\$0.0	\$0.0	\$0.0	--	\$0.0	--
Grants & Contracts -- Research				\$0.0	--	\$0.0	--
Financial Aid Grants (Primarily Federal Pell Grants)	\$0.0	\$6.0	\$0.0	(\$6.0)	-100.0%	\$6.0	--
Higher Education Emergency Relief (HEERF) – Student				\$0.0	--	\$0.0	--
Higher Education Emergency Relief (HEERF) – Institutional				\$0.0	--	\$0.0	--
Governor's Emergency Education Relief (GEERF) – Allocation				\$0.0	--	\$0.0	--
Governor Office for Arizona Teachers Academy (GEERF)				\$0.0	--	\$0.0	--
CARES Act Revenue				\$0.0	--	\$0.0	--
Private Gifts				\$0.0	--	\$0.0	--
Technology & Research Initiative Fund (TRIF)	\$2.0	\$10.2	\$2.2	(\$8.2)	-80.4%	\$8.0	363.6%
Auxiliary Revenues, Net				\$0.0	--	\$0.0	--
Other Revenues	\$5.9	\$21.0	\$4.8	(\$15.1)	-71.9%	\$16.2	337.5%
Total Other Revenues	\$7.9	\$37.2	\$7.0	(\$29.3)	-78.8%	\$30.2	431.4%
Total Revenues	\$16.8	\$46.2	\$29.5	(\$29.4)	-63.7%	\$16.7	56.6%
Expenses							
Salaries and Wages	\$4.1	\$4.3	\$4.0	(\$0.2)	-4.7%	\$0.3	7.5%
Benefits	1.4	1.6	\$1.4	(\$0.2)	-12.5%	\$0.2	14.3%
All Other Operating	\$4.4	\$3.1	\$3.5	\$1.3	41.9%	(\$0.4)	-11.4%
HEERF Student Emergency Grants				\$0.0	--	\$0.0	--
Other Financial Assistance/Pass-through Funds	\$21.3	\$12.3	\$19.8	\$9.0	73.2%	(\$7.5)	-37.9%
Interest on Indebtedness	-	-	-	\$0.0	--	\$0.0	--
Depreciation	-	-	-	\$0.0	--	\$0.0	--
Pension Liability/OPEB (GASB 68 & GASB 45)	-	-	-	\$0.0	--	\$0.0	--
Other Expenses	1.7	11.2	1.8	(\$9.5)	-84.8%	\$9.4	522.2%
Total Expenses	\$32.9	\$32.5	\$30.5	\$0.4	1.2%	\$0.4	3150.0%
Net Increase	(\$16.1)	\$13.7	(\$1.0)	(\$29.8)	-217.8%	\$14.7	-1442.6%



FY 2022 ANNUAL BUDGET

BUDGET BY FUND AND PROGRAM AREA

FY 2022 Budget	Revenues					Expenses	Net Change
	General Fund	Other Funds University Support	TRIF	Retirement Plan Administration	Total Revenues	Expenses	
Governance - System Office	\$2,403.0	\$4,372.0	\$345.8	\$1,500.0	\$8,620.8	9,866.9	-\$1,246.1
Student Assistance	\$4,534.7				\$4,534.7	4,534.7	\$0.0
TRIF			\$1,654.2		\$1,654.2	1,654.2	\$0.0
Teachers Academy	\$15,000.0				\$15,000.0	30,000.0	-\$15,000.0
Adaptive Athletics/Wash. Center Internships	\$460.0				\$460.0	460.0	\$0.0
Total	\$22,397.7	\$4,372.0	\$2,000.0	\$1,500.0	\$30,269.7	46,515.8	-\$16,246.1
 							
FY 2021 Budget	General Fund	Other Funds University Support	TRIF	Retirement Plan Administration	Total Revenues	Expenses	
Governance - System Office	\$2,485.3	\$3,866.2	\$290.2	\$900.0	\$7,541.7	8,839.6	-\$1,297.9
Student Assistance	\$4,534.7				\$4,534.7	4,534.7	\$0.0
TRIF			\$1,876.5		\$1,876.5	1,680.0	\$196.5
Teachers Academy	\$15,000.0				\$15,000.0	15,000.0	\$0.0
Adaptive Athletics/Wash. Center Internships	\$460.0				\$460.0	460.0	\$0.0
Total	\$22,480.0	\$3,866.2	\$2,166.7	\$900.0	\$29,412.9	30,514.3	-\$1,101.4

(1) Covered by balance forward from prior year