THE K-STATE BUDGETING PROCESS - A PRIMIER

New Faculty and Unclassified Professionals Orientation Program
Tuesday, August 18, 2015

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OBJECTIVES

◆ Familiarize you with often-used budget terms
◆ Share some facts and figures about K-State budget
◆ Answer your budget questions
24,766 students
CREDIT HOURS PRODUCED

631,000
Cut 247,000 Paychecks
Process 14,982 W-2’s
Maintain 668 acres of campus
Maintain 62.9 acres of streets, 26.6 acres of sidewalks and 155 acres of parking
Replacement costs for land, buildings, and equipment surpasses two billion dollars.
FY 2015 SPONSORED PROJECT SUPPORT

$135.6 Million

Compared to $139.9 M in FY 2014, $151.3 M in FY 2013 and $135.2 M in FY 2012.
Economic impact on community exceeds $150 million
Impact on Kansas economy more than $2.4 billion
Terms and Definitions

◆ **Annual Budget** - Plan of Operation created after Kansas Legislature has appropriated funds for upcoming fiscal year

◆ **Legislative Budget** - Plan of Operation submitted to Board of Regents, State Budget Division and State Legislature
Terms and Definitions cont’d

◆ Fiscal Year - 12 month period beginning July 1 and ending June 30 of following year

◆ Peer Universities - 5 universities that K-State compares with;
  ◆ Peers: Auburn University, Clemson University, Colorado State, Oklahoma State, Univ of Mass - Amherst
  ◆ Aspirational - Oregon State, Iowa State, North Carolina State, LSU, Washington State
Terms and Definitions cont’d

◆ **OOE** - Other Operating Expenditures, i.e., non-salary items such as classroom materials, travel, office supplies, maintenance expenses, office equipment, software, etc.

◆ **Sub-Agency** – Main Campus, Veterinary Medical Center, Research and Extension
Terms and Definitions cont’d

$ State General Fund (SGF) - State funds appropriated by the Legislature

$ General Fees - Student Tuition

$ General Use Funds (GU) - Funds that comprise K-State’s Unrestricted Base including state appropriations, tuition, hospital revenue & certain federal appropriations in Research & Extension
Terms and Definitions cont’d

$ Restricted Use Funds (RU) - revenue dedicated for specific purposes, i.e., grants and contracts, gift income, sales and service, indirect cost recovery.

$ Sponsored Research Overhead (SRO) - restricted income received from sponsored programs for indirect costs.
Terms and Definitions cont’d

$ Tuition Ownership - KSU has “full ownership” of tuition revenue rather than the State of Kansas. Expenditure limitation on tuition fund has been eliminated. Greater flexibility to establish tuition rates and structure more closely related to the approved mission of each Regents university.

** 2015 Legislature imposed a tuition cap for the first time

$ State Block Grant – beginning in FY 2003, annual state appropriation where Regents universities can determine salary increases, OOE increases, other increases.
## FY 2016 BUDGET BY FUND

<table>
<thead>
<tr>
<th>Fund Source</th>
<th>Millions</th>
</tr>
</thead>
<tbody>
<tr>
<td>State Appropriations (Main Campus, R &amp; E, Vet Med)</td>
<td>$166.9</td>
</tr>
<tr>
<td>Student Tuition (Main Campus, Vet Med)</td>
<td>230.4</td>
</tr>
<tr>
<td>Hospital &amp; Diagnostic Lab (Vet Med)</td>
<td>7.0</td>
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<tr>
<td>Federal Land Grant Funds (R &amp; E)</td>
<td>9.9</td>
</tr>
<tr>
<td>Gifts, Grants, &amp; Contracts</td>
<td>279.0</td>
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<tr>
<td>Auxiliary Enterprises</td>
<td>50.3</td>
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<tr>
<td>Service Clearing</td>
<td>23.5</td>
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<tr>
<td>Local Agencies</td>
<td>51.4</td>
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<tr>
<td>Grand Total</td>
<td>$818.4</td>
</tr>
</tbody>
</table>
FY 2016 OPERATING BUDGET

Revenue Shown in Millions)

- State General Fund & Tuition: $397.3
- Federal Land Grant: $23.5
- Gifts, Grants, Research: $51.4
- Vet Health Center: $7.0
- Housing & Other Auxiliaries: $50.3
- Local Agencies: $7.0
- Service Clearing: $9.9

Kansas State University
Tuition plays an important role in our general use funding.

$230.4 M – Tuition
58% of total GU budget

$166.9 M – SGF
42% of total GU budget
<table>
<thead>
<tr>
<th></th>
<th>S&amp;W</th>
<th>OOE</th>
<th>TOTAL</th>
</tr>
</thead>
<tbody>
<tr>
<td>Main Campus</td>
<td>$235.7</td>
<td>$82.4</td>
<td>318.1</td>
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<tr>
<td>Vet. Med. Center</td>
<td>28.1</td>
<td>10.9</td>
<td>39.0</td>
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<tr>
<td>Research &amp; Exten</td>
<td>52.0</td>
<td>5.2</td>
<td>57.2</td>
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<tr>
<td>Grand Total</td>
<td>$315.8</td>
<td>$98.5</td>
<td>$414.3</td>
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<tr>
<td>Pct. of Total</td>
<td>76%</td>
<td>24%</td>
<td>100%</td>
</tr>
<tr>
<td></td>
<td>Unclass</td>
<td>USS</td>
<td>Total</td>
</tr>
<tr>
<td>-----------------------</td>
<td>---------</td>
<td>--------</td>
<td>---------</td>
</tr>
<tr>
<td>Main Campus</td>
<td>2,735.2</td>
<td>1,304.2</td>
<td>4,039.4</td>
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<tr>
<td>Vet. Med. Center</td>
<td>185.8</td>
<td>156.8</td>
<td>342.6</td>
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<tr>
<td>Research &amp; Exten</td>
<td>884.1</td>
<td>223.1</td>
<td>1,107.2</td>
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<td>Grand Total</td>
<td>3,805.1</td>
<td>1,684.1</td>
<td>5,489.2</td>
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<tr>
<td>Pct. of Total</td>
<td>69%</td>
<td>31%</td>
<td>100%</td>
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Any questions?