

UNIVERSITY OF ARKANSAS (0135)
FISCAL YEAR 2018
PER ACTS 211 (UA-FAYETTEVILLE)
189 (UA SYSTEM)
123 (UA-BIOSCIENCES)

I) AGENCY SUMMARY & REVENUE SOURCES

MISSION

The University of Arkansas System is a comprehensive, publicly-supported higher education system composed of 18 unique institutions, divisions, and administrative units that share the singular goal of serving Arkansas residents, and others by developing and sharing knowledge to impact an ever changing world. The System provides access to academic and professional education, and develops intellectual growth and cultural awareness in its students, staff and faculty. The System further promotes an atmosphere of excellence that honors the heritage and diversity of our state and nation, and provides our students, researchers and professionals with tools to promote responsible stewardship of human, natural and financial resources in Arkansas and around the globe.

The Institution is located in Fayetteville, Arkansas and is a four year doctoral granting institution of higher education.

TOTAL APPROPRIATION

(There are three appropriation bills regarding the University of Arkansas: UA Fayetteville, UA System and Various Divisions, and the Biosciences Institutes.)

UA - Fayetteville: The total appropriation for UA - Fayetteville is approximately \$1.1 billion in FY2018. **Funding sources:** This appropriation is funded through general revenue, Educational Excellence Trust funds, tuition and fees, sales, and other funds.

UA System and Various Divisions: The total appropriation for the UA System and Various Divisions, which includes the System Administration, Division of Agriculture, Criminal Justice Institute, Clinton School, Archeological Survey, and the School for Mathematics, Sciences, & the Arts is approximately \$409 million in FY2018. **Funding sources:** This appropriation is funded through general revenue, Educational Excellence Trust funds, treasury funds, tuition and fees, sales, investment income, federal cash funds, and other cash funds.

UA Biosciences Institutes: The total appropriation for the UA Biosciences Institutes is approximately \$4.8 million for FY2018. **Funding sources:** This appropriation is funded entirely through Tobacco Settlement funds.

II) CHANGE LEVEL REQUESTS

UA - Fayetteville Appropriation Bill

State Operations - UA Fayetteville (Appropriation 534) - This appropriation is funded from general revenue and Educational Excellence Trust funds. The recommended appropriation levels are based on the Arkansas Higher Education Coordinating Board's recommendation which is based on providing institutions 75% of the funding determined necessary under the current funding formula for institutions of higher education and an increase of 2.1% for FY2018-19. The appropriation totals approximately \$190 million in FY2018, and includes the following changes over FY2017 budgeted:

Regular Salaries - Increase of approximately \$39.1 million in FY2018.

Personal Services Match. - Increase of approximately \$11.9 million in FY2018.

Operating Expenses - Increase of approximately \$11.5 million in FY2018.

Funded Depreciation - Increase of \$128,952 in FY2018.

Cash Funds - UA Fayetteville (Appropriation B03) - This appropriation is funded from tuition & fees, sales & investments, totals approximately \$897.4 million in FY2018, and includes the following changes over budgeted:

Regular Salaries - Increase of \$9.5 million in FY2018.

Extra Help - Increase of \$1.1 million in FY2018.

Overtime - Increase of \$1.5 million in FY2018.

Personal Services and Match. - Increase of \$20 million in FY2018.

Operating Expenses - Increase of \$10.5 million in FY2018.

Conference Fees & Travel - Increase of \$5 million in FY2018.

Professional Fees & Services - Increase of \$25 million in FY2018.

Capital Outlay - Increase of \$5 million in FY2018.

Capital Improvements - Increase of \$115 million in FY2018.

Debt Service - Increase of \$350,000 in FY2018.

Fund Transfers, Refunds & Investments - Increase of \$376,768 in FY2018.

University of Arkansas School of Law (Appropriation 534B) - This appropriation is funded through court filing fees and totals \$800,000, which includes the following change over budgeted:

School of Law Expenses - Increase of \$280,000 in FY2018.

Garvan Woodland Gardens (Appropriation 59G) - This appropriation is funded from general revenue and totals \$1.2

million. The total includes the following change against budgeted:

Operations - Increase of \$1.2 million for improved outreach, greater professional services, and long range planning.

Pryor Center for Ark. Oral & Visual History (Appropriation L96)

- This appropriation is funded from general revenue and totals \$173,087. The total includes the following change against budgeted:

Operating Expenses - Increase of \$173,087 in FY2018 for the digitization and preservation of archives to improve outreach.

Electrical Energy Advancement Program (Appropriation 87B) -

This appropriation is funded from state treasury funds and totals \$800,000 and includes the following change against budgeted:

Scholarships, Fellowships, Project Costs, and Research Projects

- Increase of \$800,000 in FY2018.

Research & Technology Park (Appropriation M79) - This

appropriation is funded from general revenue and totals \$250,000. The total includes the following change against budgeted:

Operating Expenses - Increase of \$250,000 to assist in the mission of the Arkansas Research and Technology Park (ARTP).

Ark. Centers for Rural Education in Autism & Related

Disabilities (Appropriation N50) - This appropriation is funded from general revenue and totals \$2.5 million. This total includes the following change against budgeted:

Operating Expenses - Increase of \$2.5 million in FY2018 to create rural autism centers and to provide training.

World Trade Center (Appropriation M80) - This appropriation is funded from general revenue and totals \$250,000 in FY2018. This total includes the following change against budgeted:

Operating Expenses - Increase of \$250,000 in FY2018 to assist in increasing Arkansas exports globally.

Partners for Inclusive Communities (Appropriation M81) - This appropriation is funded from state treasury funds and totals \$250,000. The total includes the following change against budgeted:

Personal Services, Maintenance, Operating Expenses, Matching, and Grants - Increase of \$250,000 in FY2018.

UA System and Various Divisions Appropriation Bill

System and Various Divisions State Operations (Appropriation

N51) - This appropriation is funded from general revenue and Educational Excellence Trust funds, totals approximately \$84.4

million in FY2018, and includes the following changes over budgeted:

Regular Salaries - Increase of approximately \$2.4 million in FY2018.

Personal Services Match. - Increase of \$815,124 in FY2018.

Operating Expenses - Increase of approximately \$2.3 million in FY2018.

State Operations - Arkansas School for Mathematics, Sciences, & Arts (Appropriation 2FD) - This appropriation is funded from general revenue and Educational Excellence funds, and totals approximately \$12.2 million in FY2018. The total includes the following changes against budgeted:

Regular Salaries - Increase of \$275,000 in FY2018.

Extra Help - Increase of \$10,000 in FY2018.

Personal Services Matching - Increase of \$45,000 in FY2018.

Operating Expenses - Increase of \$595,244 in FY2018.

Conference Fees & Travel - Increase of \$30,380 in FY2018.

Professional Fees - Increase of \$150,000 in FY2018.

Capital Outlay - Decrease of (\$200,000) in FY2018.

Capital Improvements - Increase of approximately \$2.4 million in FY2018.

Cash Funds - Arkansas School for Mathematics, Sciences, & Arts (Appropriation C77) - This appropriation is funded from federal cash funds and cash funds and totals \$30 million in FY2018. The total remains \$30 million but includes the following changes against budgeted:

Operating Expenses - Increase of \$35,000.

Capital Improvements - Increase of \$10,000,000.

Promotional Items - Decrease of (\$35,000).

Construction - Decrease of (\$10,000,000).

Ark. Research & Education Optical Network (AREON) - UA System (Appropriation N53) - This appropriation is funded from general revenue and totals \$1.2 million. This total includes the following change against budgeted:

Operations - Increase of \$1.2 million due to maintenance, operations of existing network facilities, and to address its equipment refresh cycle.

Buffalo River Watershed Monitoring (Appropriation N54) - This appropriation is funded from state treasury funds and totals \$100,000. The total includes the following change against budgeted:

Buffalo River Watershed Monitoring - Increase of \$100,000.

Cash Funds - Ark. Research & Education Optical Network (AREON) (Appropriation C78) - This appropriation is funded from the ADHE Building Maintenance Fund and totals approximately \$55

million in FY2018.

The total matches the FY2017 budgeted amount, but includes the following reallocations:

Regular Salaries - Increase of \$105,000 in FY2018.

Personal Services Matching - Increase of \$16,500 in FY2018.

Operating Expenses - Decrease of (\$121,500) in FY2018.

UA Biosciences Appropriation Bill

Arkansas Biosciences Institute (Appropriation 319) - This appropriation is funded from Tobacco Settlement Funds and totals approximately \$2.4 million. This total includes the following change against budgeted:

Capital Outlay - Increase of \$808,507 in FY2018.

Division of Agriculture - Arkansas Biosciences (Appropriation 321) - This appropriation is funded from Tobacco Settlement Funds and totals approximately \$2.4 million. This total includes the following change against budgeted:

Regular Salaries - Increase of \$476,100 in FY2018.

Personal Services Matching - Increase of \$106,684 in FY2018.

Operating Expenses - Increase of \$7,592 in FY2018.

Conference Fees & Travel - Increase of \$10,000 in FY2018.

Professional Fees & Services - Increase of \$74,000 in FY2018.

Capital Outlay - Increase of \$174,000 in FY2018.

III) ADDITIONAL POSITIONS (Total FY2017 UA Fayetteville Budgeted Positions: 4,951; Total FY2017 UA System Budgeted Positions: 1,901)

UA - Fayetteville Positions

Total UA Fayetteville positions (includes Tobacco Settlement) for FY2018: 5,426

Total UA Fayetteville Authorized Positions: 5,338

UA Fayetteville Increase/(Decrease): 88 in FY2018.

UA Fayetteville Extra Help Positions FY2018: 3,208 (Total FY2017 Authorized Extra Help: 3,208)

UA System Positions (Includes ASMSA)

Total UA System positions for FY2018: 2,278

Total UA System Authorized Positions: 2,278

UA System Increase/(Decrease): 0

UA System (w/ ASMSA) Extra Help Positions FY2018: 700
(Total FY2017 Authorized Extra Help: 600)

The Biosciences Institutes' positions, as funded by Tobacco Settlement funds, are included in the UA - Fayetteville total.

IV) SPECIAL LANGUAGE

U of A - FAYETTEVILLE SPECIAL LANGUAGE:

Special Allowances: Authorizes the Board to pay special allowances (not exceeding \$10,000 for directors and head coaches and \$1,000 for assistants and coordinators) for housing and other unusual expenses for various Athletic Departments' employees, to be paid from athletic event receipts or from contributions other than state funds, with annual reporting to the Joint Legislative Auditing Committee; authorizes the Chancellor to pay, with Board policy and non-public funds, additional compensation to athletic and band personnel for post-season competition or recognition.

Additional Payments Authorized: Authorizes additional payments to head and assistant coaches from contract generated revenue with vendors of athletic apparel, shoes, multimedia rights, & other products.

Apprentice Program Wages: Provides for US Dept of Labor Approved Apprentice Program guidelines to be followed with skilled trades worker positions.

U of A - SYSTEM SPECIAL LANGUAGE:

***REVISED LANGUAGE* Buffalo River Watershed Monitoring:** The language states that the appropriation/funding will be used for environmental studies monitoring swine farming operations in the watershed; monitoring will be conducted on behalf of the Dept. of Environmental Quality and will be reported by the Div. of Agriculture to the House & Senate Public Health, Welfare and Labor committees and the House & Senate Agriculture, Forestry, and Economic Development committees by the end of June and December of each year; and that the studies are intended to be conducted for four fiscal years (ending 2018-19 FY). The revision adds that the House and Senate Agriculture, Forestry, and Economic Development committees will also receive the report.

Criminal Justice Inst. - Transfer Provision: Transfers \$150,000 from the Special State Assets Forfeiture Fund to the University of Arkansas Fund, for the Criminal Justice Institute for education and training to address illicit drug activities in the State.

***REVISED LANGUAGE* ASMSA - Summer School Employees:** The language allows additional compensation for summer work by residential mentors and teachers of the School not to exceed 1/10 per month

of their annual salary for summer work. The revision enacted removes Counselors as eligible employees for this additional compensation.

ASMSA - Teacher Grant Related Funding Provision: Allows payment of additional compensation to School for Mathematics and Sciences teachers of to 1/10 per month of their annual salary for writing grants and publishing papers and not to be paid from General Revenue or Educational Excellence funds.

Employee Development Incentives: Allows the UA System to offer one-time lump-sum bonuses or differentials of up to 6% of an employee's salary for degree attainment if it is not a minimum qualification or requirement for the class specification of the job.

TOBACCO SETTLEMENT SPECIAL LANGUAGE:

Transfer Restrictions: Prohibits any transfers among tobacco settlement funds appropriations except as provided in the Act containing the appropriations.

Transfer Provisions: Allows transfer of tobacco funds within appropriations between line items with approval of the Chief Fiscal Officer of the State, Dept. of Higher Education & Legislative Council and includes non-severability language.

Positions: States that it is not the commitment of the State to continue any position funded from tobacco settlement funds if those funds become insufficient and requires disclosure of this to employees and in professional services contracts.

Compliance: States fiscal control laws and regulations are to be complied with.

Intent: States that disbursements are to be in accordance with Initiated Act 1 of 2000, budget manuals, and testimony relating to the appropriation act.