Today’s Outline

• Acknowledgements
• Capital Facilities
• Operating Budget
  – Performance Funding Implications
  – Tuition-setting Implications
• Legislation of Interest
Capital Facilities
2019 Noorda Building Roller Coaster

Day 18
IGG funded in base budget

Day 37
Speaker & President: “No Building”

Day 42
Senate passes SB2 w/ funding

Day 42
House “Skinny Budget” No funding

Day 43
Budget Compromise; House amends & passes SB 2 with funding

Day 45 + 20
Governor’s Action
Three-phase EAST Expansion

Computer & Automotive Engineering Building
- Davis Campus
- Non-state funds
- Construction beginning May 2019

Engineering Technology Building
- Ogden Campus
- Renovate with capital improvement and private funds
- Construction TBD

Noorda Engineering & Applied Science
- Ogden Campus
- Demolish/renovate Technical Education Building
- State and non-state funds
- Finalizing Design
- Construction beginning Summer 2020
Noorda Building Renderings
(1) Before releasing Noorda Building funding, WSU must:
• Develop a plan for the building to meet USHE classroom utilization standards (33.75 hours per week, 66.7% seat occupancy).
• Address capital and operational efficiencies in design.

(2) All USHE institutions must submit by Oct. 31, 2019:
• A plan for meeting USHE classroom utilization standards (33.75 hours, 66.7% occupancy) by 2025.
• A plan to increase summer classroom utilization.
New Model for Funding Buildings

SB 102, by Sen. Ann Millner:
• Creates “Higher Education Capital Projects Fund”
• Regents annually allocate amounts to institutions:
  - Enrollment
  - Performance
  - Projected growth
  - Existing square feet per student
  - Facility age & condition
  - Utilization of academic space
• Legislature approves projects using allocated amounts.
• USHE may prioritize and request projects based on appropriations to the fund:
  - 3 (<$50M), 2 ($<100M), 1(>$100M)
Regent-Approved Requests for WSU

COMPENSATION (Salary and Health/Dental Increases)

**Affordable Access**  
$750,000  
- Strategic enrollment plan (recruiting & 4-yr scholarships)  
- Plus $4M for Regent Scholarship and $5.9M for Statewide College Advising Program

**Timely Completion**  
$2,200,000  
- Retention and student success initiatives.  
- Learning communities, peer mentoring, high impact experiences, Wildcat Scholars, and First Year Experience.

**Workforce & Research**  
$1,200,000  
- Health Professions (Nursing, Radiological Sciences, Health Administrative Services)  
- Engineering & Computer Science

**Student Growth & Capacity**  
$1,350,000  
- Salary equity increase  
- Mandated costs, security, wireless, & digital literacy  
- High impact faculty and staff  
- Plus additional $7.2 M for USHE cybersecurity
Strategic Workforce Investments
2019 Proposals

**Cybersecurity**
WSU; Davis & Ogden-Weber Tech; Davis, Morgan, Ogden, & Weber Districts; NUAMES
$295,000

**Building Design & Construction**
WSU; Davis & Ogden-Weber Tech; Davis, Morgan, Ogden, & Weber Districts
$260,000

**Automotive – Electric Drive Vehicles**
WSU; Davis, Granite & Weber Districts
$275,000
# 2019-20 Tax Funds Base Budget & Items Requiring a Tuition Match

<table>
<thead>
<tr>
<th>Category</th>
<th>USHE Total</th>
<th>WSU</th>
</tr>
</thead>
<tbody>
<tr>
<td>Base Budget (Tax Funds only)</td>
<td>$1,019,164,400</td>
<td>$91,245,200</td>
</tr>
<tr>
<td>2.5% Salary/Related Benefits*</td>
<td>$24,222,400</td>
<td>$2,104,200</td>
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<tr>
<td>4.35% Health Benefits*</td>
<td>$7,437,500</td>
<td>$703,500</td>
</tr>
<tr>
<td>ISF: Fleet*</td>
<td>$(2,400)</td>
<td>$700</td>
</tr>
<tr>
<td>ISF: Liability/Property Insurance*</td>
<td>$2,460,100</td>
<td>$96,000</td>
</tr>
<tr>
<td>ISF: Attorney General*</td>
<td>$1,199,000</td>
<td>$153,600</td>
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</table>

*Funded 75% with tax funds, requiring tuition to fund remaining 25%.
<table>
<thead>
<tr>
<th>Category</th>
<th>USHE Total</th>
<th>WSU</th>
</tr>
</thead>
<tbody>
<tr>
<td>Student Growth &amp; Capacity</td>
<td>$5,000,000</td>
<td>$587,100</td>
</tr>
<tr>
<td>Strategic Workforce Investments</td>
<td>$956,100</td>
<td>$519,900</td>
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<tr>
<td>Engineering Initiative*</td>
<td>$5,000,000</td>
<td>TBD</td>
</tr>
<tr>
<td>Performance-based Funding</td>
<td>$27,000,000</td>
<td>$2,862,000**</td>
</tr>
<tr>
<td>Noorda Building O&amp;M</td>
<td>$659,200</td>
<td>$659,200</td>
</tr>
<tr>
<td>Access Utah Promise Scholarship</td>
<td>$2,000,000</td>
<td>TBD</td>
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*Tech. Initiative Advisory Board will recommend allocation to the State Board of Regents

**Preliminary calculation, subject to Regent approval
# 2019-20 Additional One-time Appropriations

<table>
<thead>
<tr>
<th>Category</th>
<th>USHE Total</th>
<th>WSU</th>
</tr>
</thead>
<tbody>
<tr>
<td>Davis Comp/Auto. Engineering O&amp;M</td>
<td>$(364,000)</td>
<td>$(364,000)</td>
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<tr>
<td>Noorda Building O&amp;M</td>
<td>$(659,200)</td>
<td>$(659,200)</td>
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<tr>
<td>Strategic Workforce Investments</td>
<td>$356,300</td>
<td>$70,000</td>
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Performance Funding Implications

**100%**
Most recent year 1% or more above previous 5-year average

**0%**
Most recent year equal to or less than previous 5-year average

**Proportional**
Most recent year greater than previous 5-year average but less than 1% more
• March 14 – End of 2019 Legislative Session
• March 19 – WSU Board of Trustees Meeting
• March 28 – Institution Tuition Presentations to the State Board of Regents
• March 29 – Final Tuition Decisions by the State Board of Regents
Legislative Funding Match Requirements

- **Tax Funds, 75%**
- **Tuition, 25%**
- **2.5% Salary**
- **Health/Dental, ISF Funds (Liability, Property, Fleet)**
  - **1.33%**
Proposed 2019-20 Tuition Increase

- 2% to 3% Increase
- Full-time Undergraduate Resident:
  - 2% = additional $49 per semester
  - 3% = additional $73 per semester
# Uses of 2019-20 Tuition Increase Revenue

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
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<tbody>
<tr>
<td>Compensation</td>
<td>Up to $1,093,200</td>
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<tr>
<td>Academic Support</td>
<td>Up to $154,600</td>
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<tr>
<td>Student Support</td>
<td>Up to $640,000</td>
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<tr>
<td>Administrative Support</td>
<td>Up to $376,000</td>
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Legislation of Interest
2019 Session: Passed House Bills

- HB 45, Higher Education Credit Amendments (Peterson, V.)
- HB 146, Concurrent Enrollment Amendments (Pulsipher, S.)
- HB 185, Tax Increment Funding for Student Housing (Owens, D.)
- HB 188 S1, T.H. Bell Program Amendments (Snow, V.)
- HB 260 S4, Access Utah Promise Scholarship (Owens, D.)
- HB 291 S1, Concurrent Enrollment Modifications (Winder, M.)
- HB 346, Higher Education Responses to Allegations (Coleman, K.)
- HB 373 S3, Student Support Amendments (Rep. Eliason, S.)
- HB 391 S2, Modifications to Governmental Immunity Provisions (Ivory, K.)
2019 Session: Passed Senate Bills

- SB 91, Acceptance of Competency-based Education (Millner, A.)
- SB 102, Higher Education Capital Facilities (Millner, A.)
- SB 129 S3, Public Safety and Firefighter Tier II Retirement Enhancements (Harper, W.)
- SB 134, Campus Safety Amendments (Iwamoto, J.)
- SB 210, Revised Athletic Agent Act (Hillyard, L.)
- SB 212 S1, USTAR Amendments (Sandall, S.)
2019 Session: Un-passed Bills

- HB 51 S1, Free Market Protection and Privatization Board Revisions, (Christofferson, K.)
- HB 158 S1, Higher Education Student Speech Rights, (Coleman, K.)
- HB 248, Education Fund Designation Ratio, (Judkins, M.)
- HB 442, Family Leave Amendments, (Weight, E.)
- HB 454 S1, Higher Education Study, (Ballard, M.)
- HB 456, Water Amendments for Institutions of Higher Education (Handy, S.)
- SB 239, Natural Gas Market Fair Access Act (Anderegg, J.)