

Arkansas State University Faculty Senate Finance Committee Report February 20, 2009

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Organization of the Report

1. Economic Environment
2. General Financial Condition
3. Faculty Composition
4. Relative Staffing
5. Instructional Spending
6. Tuition & Enrollment
7. Athletics & Auxiliary
8. Other Concerns



Sources of Data

1. Prior Finance Committee Reports
2. Information from ASU Institutional Research
3. Ark Dept of Higher Ed (ADHE) Fact Book
4. Audited Financial Statements of ASU and other Arkansas public 4-yr Institutions
5. Southern Regional Education Board – SREB



1. Economic Environment

- Legislative priority for further grocery tax cuts
- Legislative cost of living increases
- Weak economy
- Public concern about cost of higher education



2. Financial Ratios – Illustr. 1

- Current Ratio 2.48 X
- Unrestricted Net assets 10.68%
- Scholarships & Allow. = 55.2% of tuition
- Net Tuition = 15.3% of total resources
- State Appropriations = 46.1%
- State Appropriations are 3X greater than net tuition dollars



3. Systems Office Cost – Illustr. 4

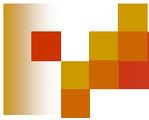
05-06	06-07	07-08	08-09
\$1.29M	\$2.11M	\$2.39M	\$2.53M

- 5.9% increase from prior year
- 4 yr average increase 23.8%
- 3 yr average increase 6.6%

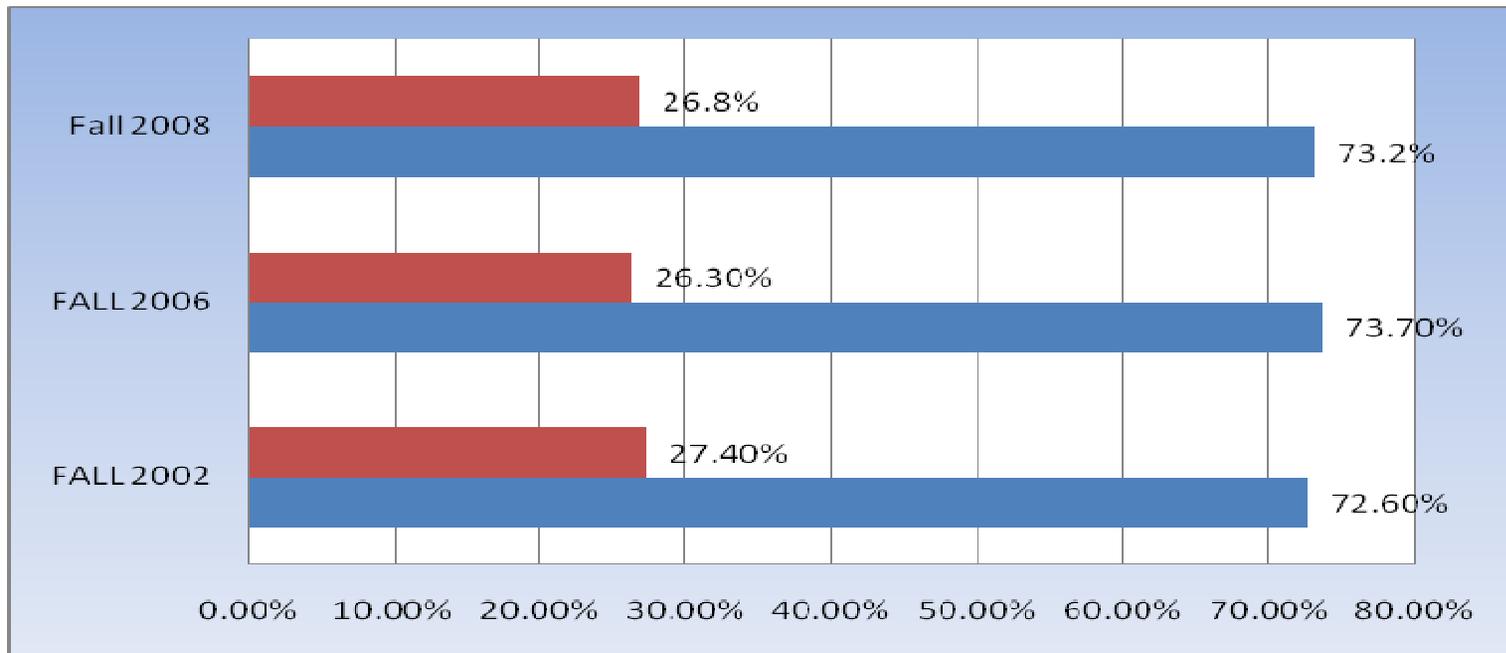


4. Foundation Balances Illustr. 5

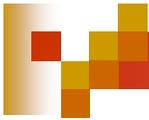
	2008	2007
■ Total Assets	\$42.5M	\$42.1M
■ % Unrestricted	5.1%	.4%
■ % Temp. Restr.	16.1%	18.7%
■ % Perm Restr.	76.0%	78.9%



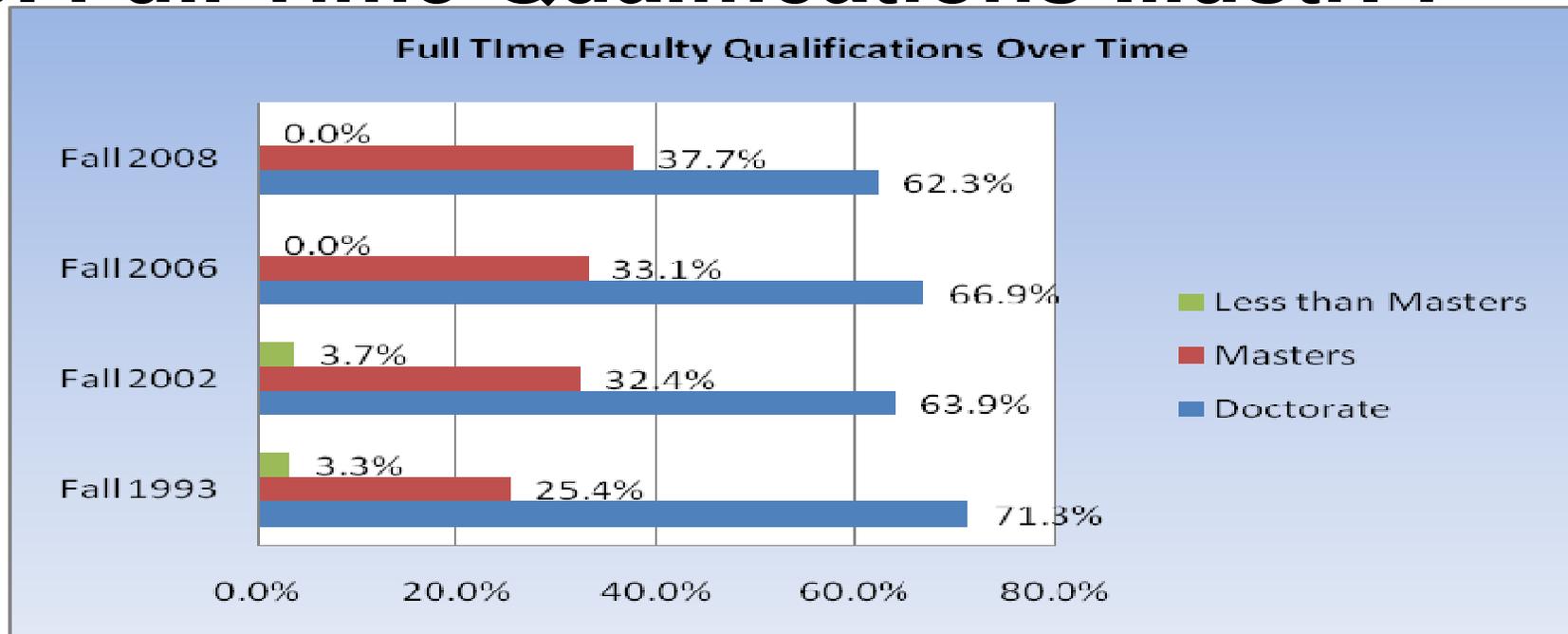
5. Full Time vs. Part Time Faculty Illustr. 6



	Fall 2002		Fall 2006		Fall 2008	
Full Time	446	72.60%	456	73.70%	461	73.2%
Part Time	168	27.40%	163	26.30%	169	26.8%
TOTAL	614	100.00%	619	100.00%	630	100.0%



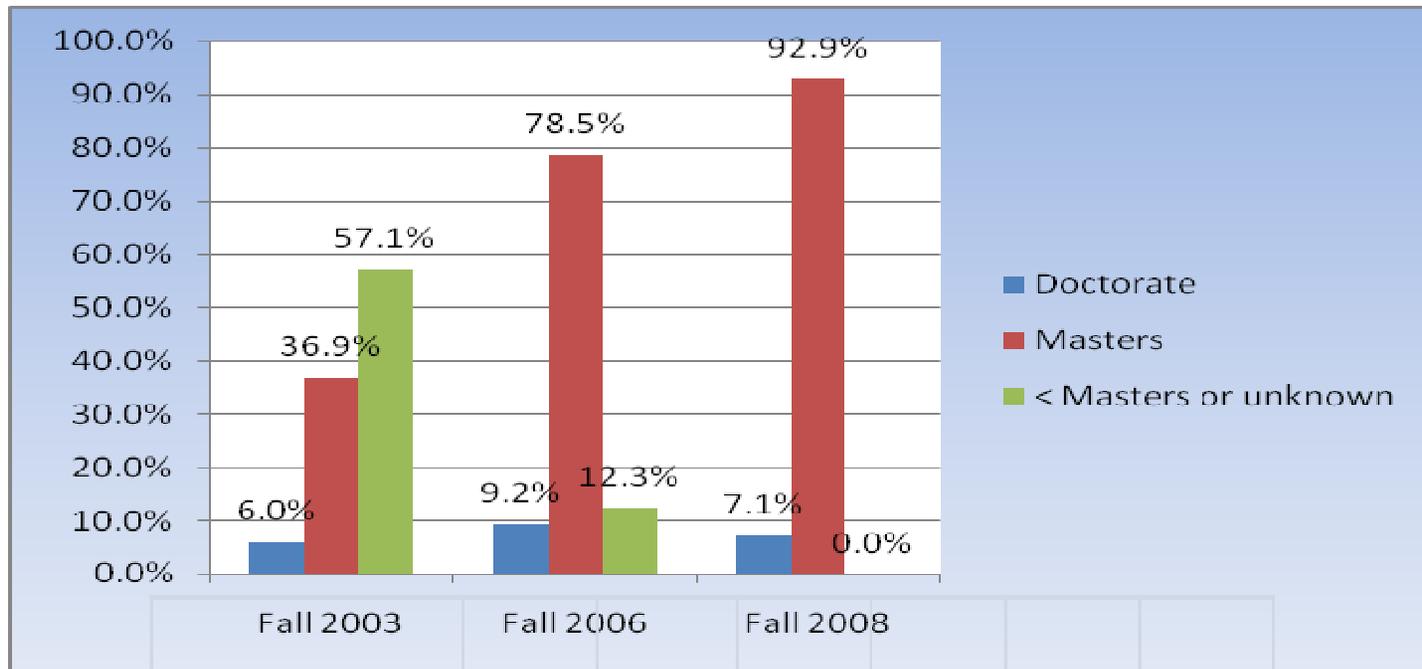
6. Full Time Qualifications Illustr. 7



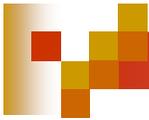
	Fall 1993		Fall 2002		Fall 2006		Fall 2008	
Doctorate	281	71.3%	276	63.9%	305	66.9%	287	62.3%
Masters	100	25.4%	140	32.4%	151	33.1%	174	37.7%
Less than Masters	13	3.3%	16	3.7%	0	0.0%	0	0.0%
	394	100.0%	432	100.0%	456	100.0%	461	100.0%

7. Part Time Faculty Credentials

Illustr. 8

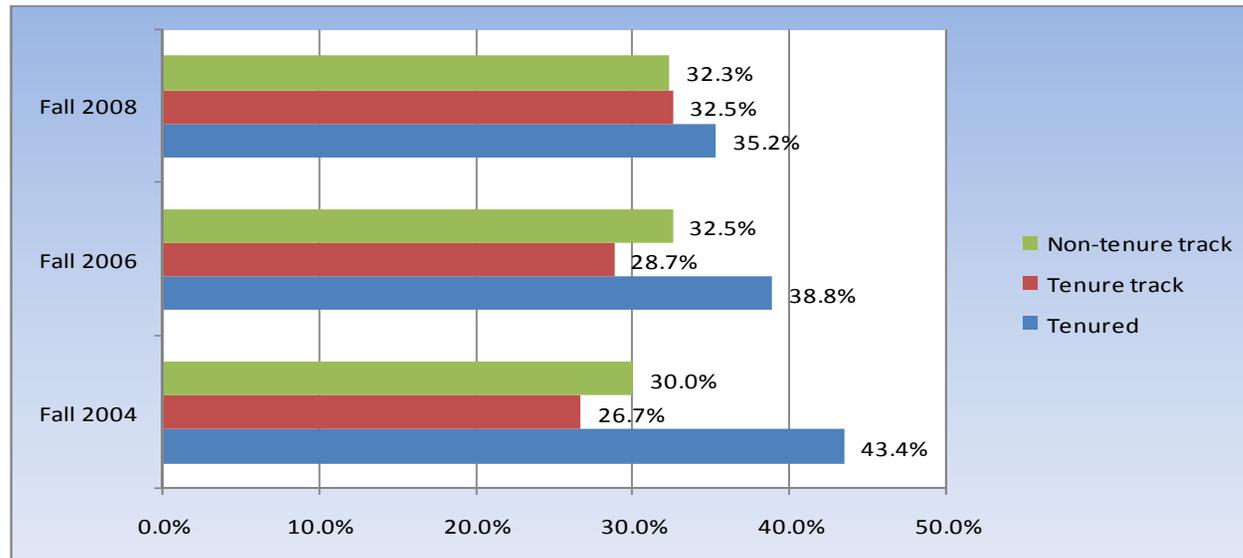


	Fall 2003	Fall 2006	Fall 2008
Doctorate	10 6.0%	15 9.2%	12 7.1%
Masters	62 36.9%	128 78.5%	157 92.9%
< Masters or unknown	96 57.1%	20 12.3%	- 0.0%



8. Changes in Tenure Track #'s

Illustr. 9



	Fall 2004		Fall 2006		Fall 2008	
Tenured	197	43.4%	177	38.8%	166	35.2%
Tenure track	121	26.7%	131	28.7%	153	32.5%
Non-tenure track	136	30.0%	148	32.5%	152	32.3%
	454	100.0%	456	100.0%	471¹	100.0%



9. Employee Changes by Category

Illustr. 10

	1994	2002	2008
■ Fac.	394	432	461
■ Admin/Prof.	142	313	439
■ Number of Clerical & Maintenance staff has declined.			



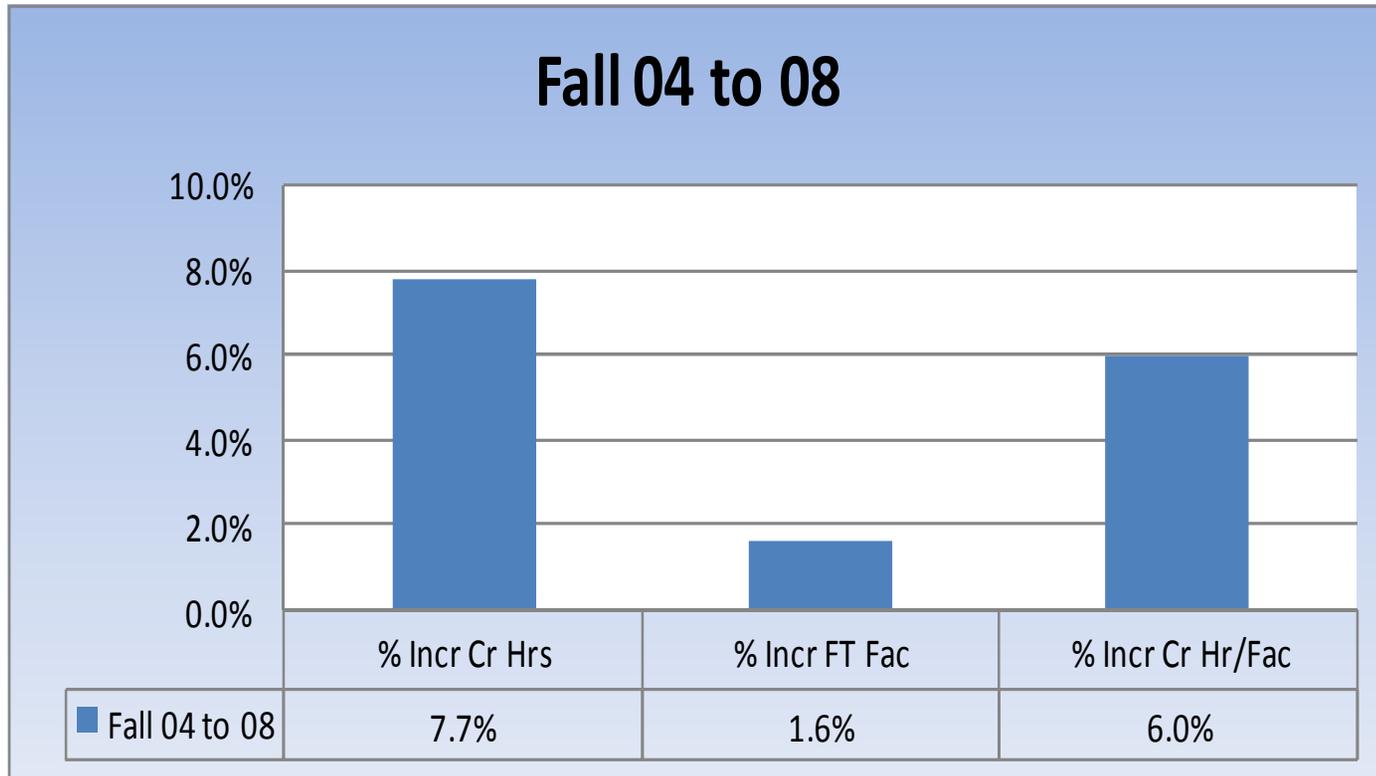
10. ASU Salary Comparisons

- ASUJ is Below SREB Average in all categories

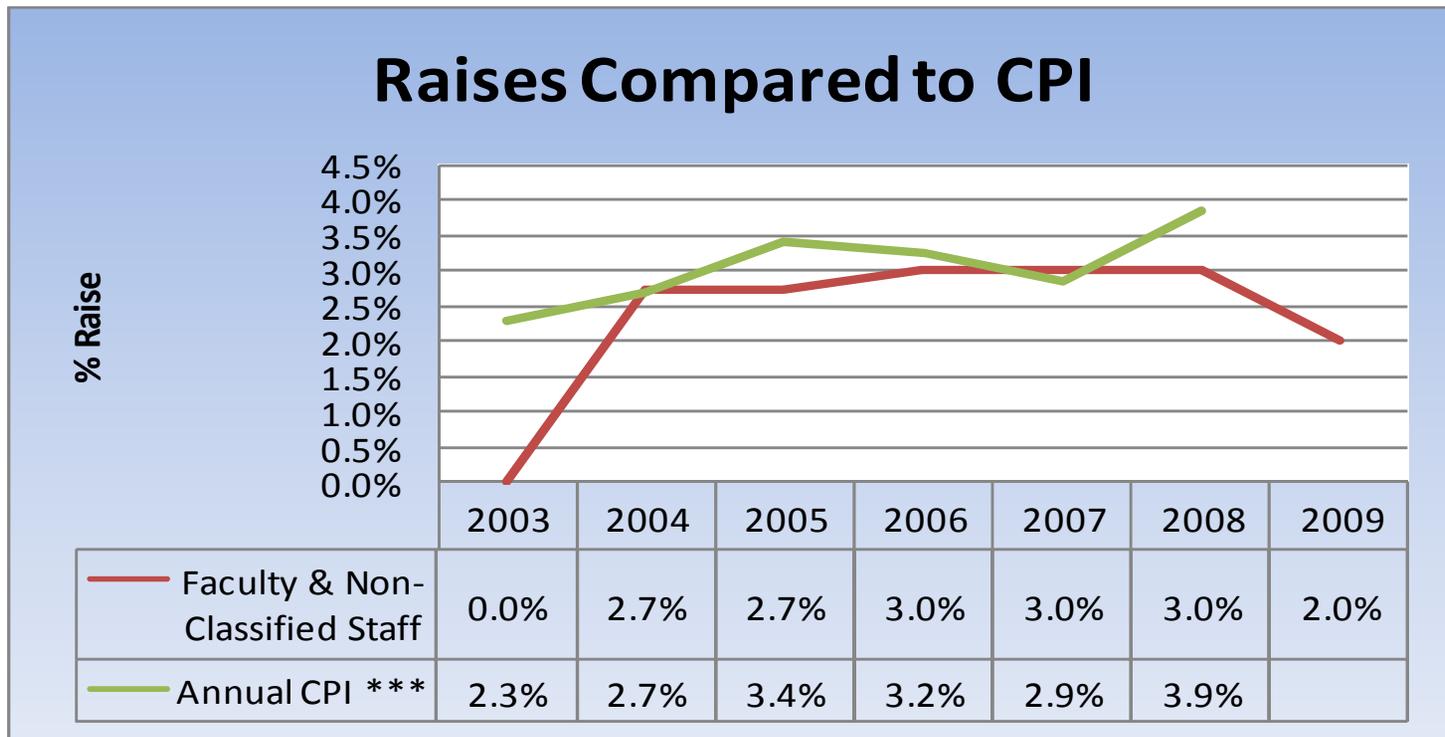
	Prof	Assoc	Assist	Instr
SREB-III	82,000	66,300	56,000	41,600
ASUJ	74,900	61,500	53,000	37,200
UCA	76,300	60,100	52,900	41,100
UALR	84,000	67,900	57,100	40,000



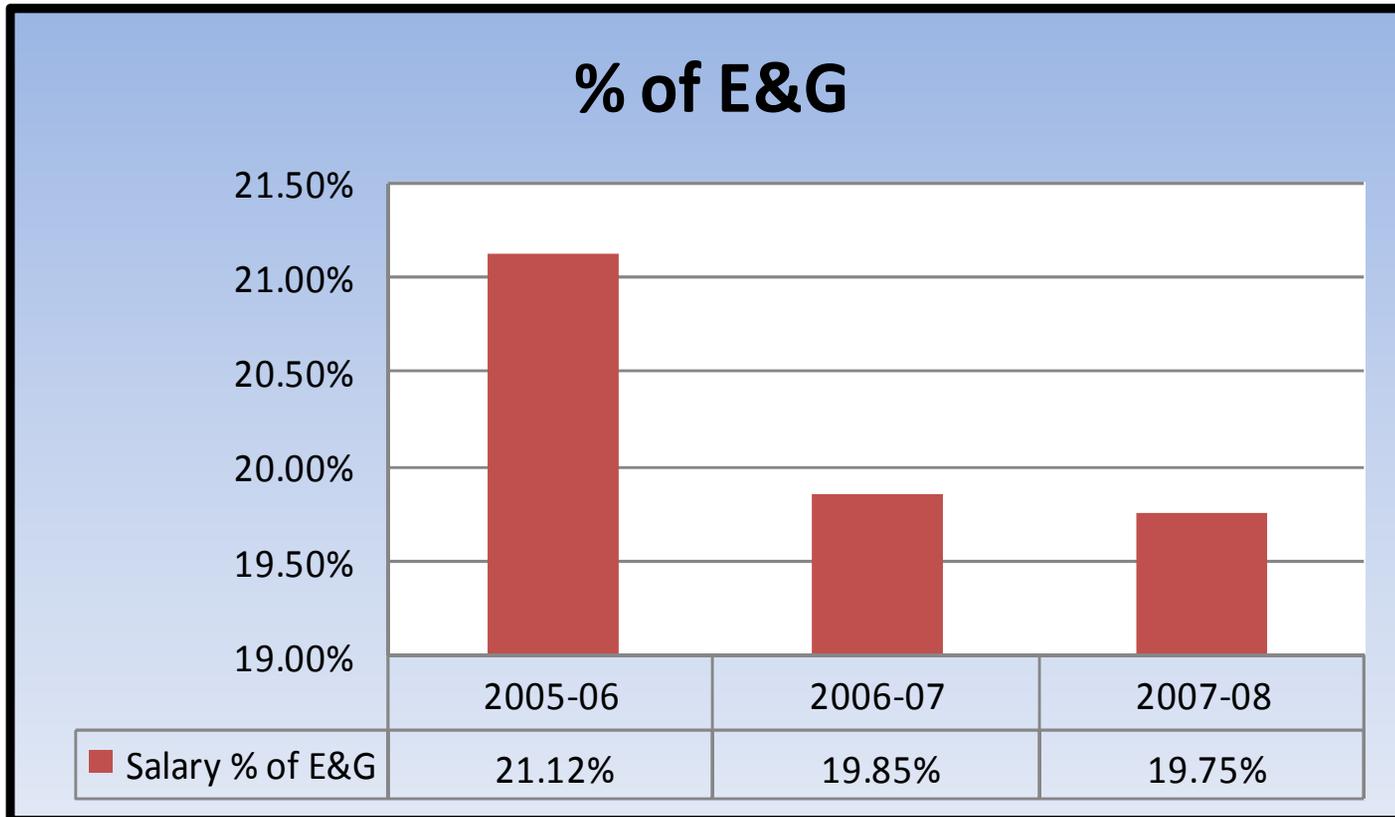
11. Instructional Productivity Illustr. 12C



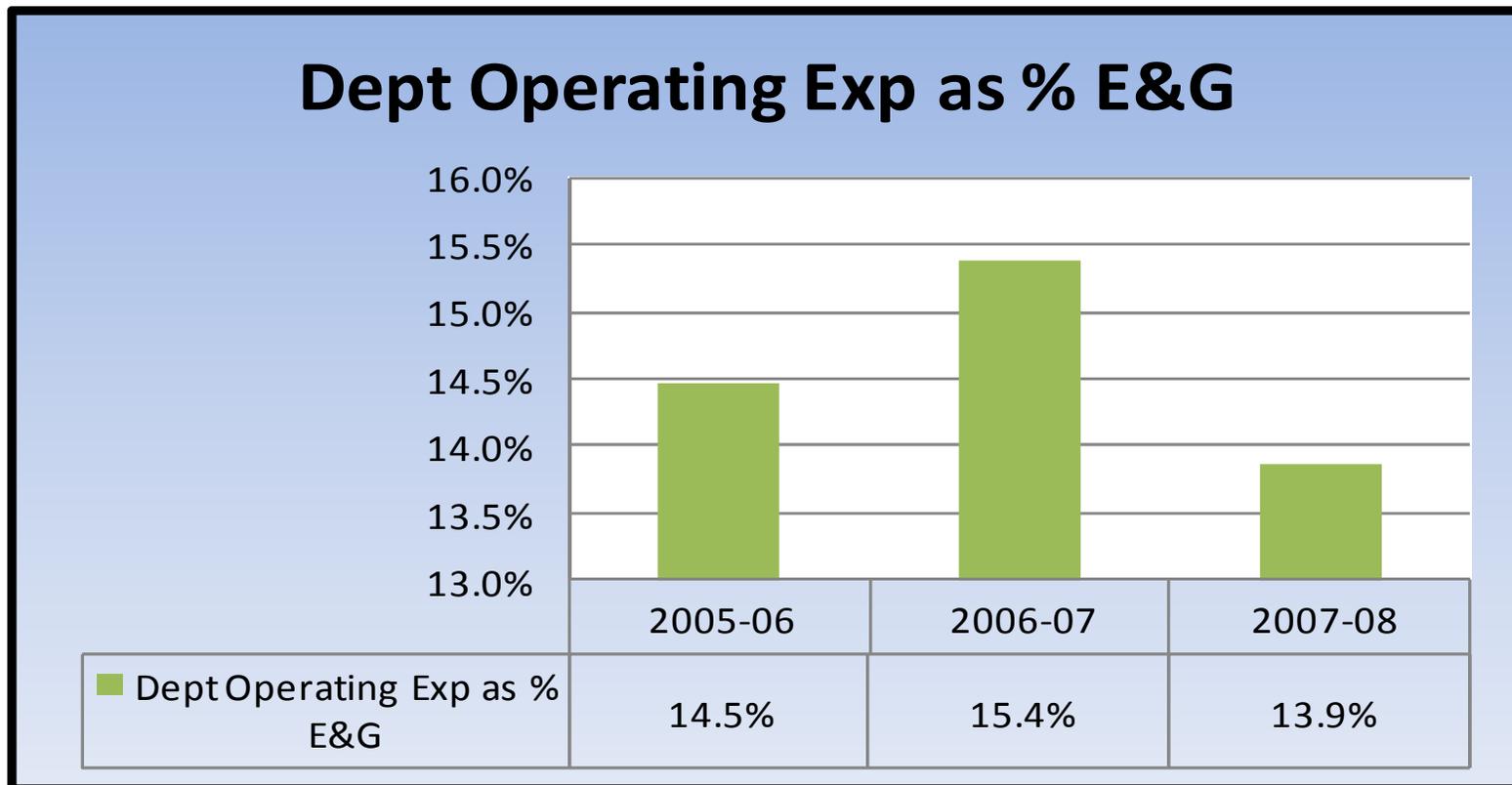
12. Raises Compared to CPI from Illustr. 12D

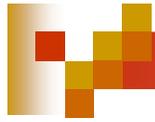


13. Instructional Salaries as % of E&G from Illustr. 13



14. Dept Operating Expenditures as % of E&G from Illustr. 14





15. Tuition & Enrollment - Illustr. 15

- Annual Tuition & Fees 08-09 \$6370
- Five year annual increase of 4.9%
- ASUJ FTE Increases of 6.3% -- less than UAF, UCA, & ATU
- ASUJ Undergrad increases 3.5%
- ASUJ Graduate 33.6%



16. Auxiliary & Athletics from Illustr. 16 & 17

- 07-08 Aux. profits before Athlet. = **\$1.4M**
- **\$5.6M** Athletic Loss before Fees & Trans.
- Funded by
 - Student Athletic Fees \$2.25M
 - Transfers from E&G \$1.1M
 - Transfers from Auxiliary \$2.35M
- Ticket Sales & Gifts down in FY2008
- Game Guarantees Up



17. Other Concerns

- Inefficiencies and exclusive purchase contracts
- Dedicated fees – cuts affect other areas more



18. Key Issues in 12 Recommendations

- ***Funding the Salary equity formula !***
- Academics & Capital Campaign
- Budget committees need to be thinking long term – Fees, salary equity, creative raise processes, priorities when we have cuts
- Consider adjustments to exclusive purchase arrangements
- Beyond campus – scholarships



Questions or Comments?