



NORTH CAROLINA AGRICULTURAL  
AND TECHNICAL STATE UNIVERSITY

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*Budget Overview*  
*Board of Trustees Retreat*  
*July 21, 2017*

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AGGIES **DO**

# AGENDA

- State of North Carolina Budget
- NCA&T Budget and Funding Sources

# State of North Carolina Budget by Revenue Category

	(in billions)	(% of Total)
Individual Income	\$10.5	52.0%
Sales and Use	5.5	27.2%
Corporate and Franchise	1.7	8.4%
Other Tax	1.4	6.9%
Nontax & Transfers	<u>1.8</u>	<u>5.5%</u>
Total	\$20.9	100.0%

# State of North Carolina Budget by Program Area

	(in billions)	(%Total)
K-12 Public Education	\$ 7.8	38%
UNC System (with private colleges)	2.7	13%
Community Colleges	1.1	5%
Medicaid	3.5	17%
Corrections & Court System	2.4	12%
Debt Service	0.9	4%
DHHS (Excluding Medicaid )	1.5	7%
Other (General Government )	<u>.7</u>	<u>4%</u>
Total	\$20.6	100%

# NORTH CAROLINA A&T STATE UNIVERSITY BUDGET

	<u>\$ Millions</u>	<u>% of Total</u>
State Funds	160.0	65.6%
Auxiliary Funds	46.0	18.9%
Contracts & Grants	34.0	13.9%
Overhead	4.0	1.6%
Total	<u>244.0</u>	<u>100.0%</u>

# STATE FUNDS - \$160.0 MILLION

## General Uses

Core instructional, academic support and associated administrative services (includes faculty and staff salaries, library operations, academic advisors, campus safety, information technology, budget and human resources personnel.)

## Limitations

Not allowed to support health centers, student activities, dining facilities, parking decks, athletics, or residence halls.

## Funding Sources

State Appropriation and Tuition comprises 97% of the total State Fund Revenues.

# NORTH CAROLINA A&T STATE UNIVERSITY STATE FUND BUDGET

	\$ Millions	% of Total
<b>Revenues</b>		
State Appropriation	93.0	59.4%
Tuition Revenue	62.0	37.5%
All Other	5.0	3.1%
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<b>Total</b>	<b>160.0</b>	<b>100.0%</b>
<b>Expenditures</b>		
Salaries and Benefits	120.0	78.1%
Purchased Services	22.0	12.7%
Student Aid	9.0	3.9%
Property and Equipment	7.0	3.6%
Supplies	2.0	1.6%
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<b>Total</b>	<b>160.0</b>	<b>100.0%</b>

# AUXILIARY FUNDS – \$46 MILLION

## General Uses

Revenues generated by auxiliary enterprise operations exist to provide services to the students, faculty, or staff.

Auxiliary enterprises are managed as self supporting activities (includes residence halls, bookstores, food services, student health services, mail centers, and student unions).

## Limitations

Must directly support the operations of the associated activities.



# AUXILIARY BUDGET SUMMARY

Budget By Program Area	<u>in Millions</u>	<u>% of Total</u>
Housing Operations	14.0	28.3%
Food Services	14.0	26.1%
Athletics	11.0	21.7%
University Stores	1.0	10.9%
Campus Center	2.0	4.3%
Health Services	3.0	6.5%
Other	<u>1.0</u>	<u>2.2%</u>
Total	46.0	100.0%

## CONTRACTS AND GRANTS - \$34 MILLION

### General Uses

Research portion of faculty salaries, research personnel and graduate student workers for the project and other non-personnel expenditures related to the provisions of the grant.

### Limitations

Restricted by the federal government and monitored for compliance.

Funds cannot be legally diverted for purposes not central to the research mission.

# OVERHEAD FUNDS - \$4 MILLION

## General Uses

Derived from administrative recoveries from grant activity.  
Funds research administrative functions, faculty support and graduate student support.

## Limitations

Must be used for the same purposes as state funds.

## **SB 873-ACCESS TO AFFORDABLE COLLEGE EDUCATION ACT**

- Fixed Tuition and Fees
- Fees capped at 3% increase (currently 5% for Board of Governors approved fees)
- Tuition Reduction (ECSU, UNCP and WCU)
- 18% enrollment cap review for the above Universities
- In-state tuition – nonresident graduate research or graduate teaching assistants
- Cheatham White Scholarship (NC A&T and NCCU)

## OTHER KEY BUDGET PROVISIONS FY 18

- Salary Increases - \$1,000 for all employees
- Doctoral Research University Funding - \$2.5 million
- Enrollment Growth Funding - \$2.8 million
- Legislative Budget Reductions – None

# History of Permanent Reductions at North Carolina A&T

<u>Fiscal Year</u>	<u>Amount</u>	<u>Position Eliminations</u>
2008	\$ 591,376	0
2009	\$ 1,094,000	12
2010	\$ 5,139,349	32
2011	\$ 4,000,000	0
2012	\$ 14,171,475	147.4
2013	0	0
2014	\$ 9,200,000	53
2015	\$ 4,621,937	6
2016	\$ 1,300,000	0
2017	\$ 2,050,030	0
Total	\$ 42,168,167	250.4

# QUESTIONS!