



NORTH CAROLINA AGRICULTURAL
AND TECHNICAL STATE UNIVERSITY

*State Funds/Tuition and Fees
Board of Trustees Retreat
July 19, 2018*

AGGIES **DO**

STATE FUNDS - \$176.0 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

Revenues	\$ Millions	% of Total
State Appropriation	92.0	52%
Tuition Revenue	77.0	44%
All Other	7.0	4%
Total	176.0	100%
 Expenditures		
Salaries and Benefits	136.0	77%
Purchased Services	19.0	11%
Student Aid	11.0	6%
Property and Equipment	7.0	4%
Supplies	3.0	2%
Total	176.0	100%

STATE APPROPRIATIONS AND TUITION

\$ Millions

- State Appropriation 92
- Resident Tuition Revenue 33
- Nonresident Tuition 44

State Appropriation and Tuition Revenue

- State Appropriation and Tuition Revenue comprise \$169 million or 96% of our State Budget.
- Tuition revenue increases as a result of enrollment growth and tuition increases.
- State Appropriations increase as a result of funding for new programs and provisions for expense increases such as salaries, benefits, utilities, etc.
- State Appropriations also increase as a result of enrollment growth at the University.

Tuition Revenue

- Effective for the 2017-18 fiscal year, the Board of Governors approved a tuition freeze initiative for residential undergraduate students.
- Tuition for continuing residential students will remain the same for 4 years.
- This freeze does not impact graduate students or nonresidential students.
- For the fiscal year 2018-19, the Board of Governors approved no tuition increases for undergraduate residential incoming freshmen and transfer students.

Enrollment Growth Funding

- The institutions in the UNC System receive funding based on enrollment increases.
- Prior to the beginning of the new two-year budget period, the University submits enrollment data comparing actual enrollment to the budgeted projections.
- If an institution equals or exceeds growth projections for enrollment, it is eligible to receive additional funding.

Enrollment Growth Funding (continued)

- Conversely, institutions lagging budgeted projections are funded in excess of budgeted projections and must take action to decrease the appropriation and/or tuition budgets.
- Courses, primarily in the STEM areas and at graduate levels, offer more funding increase opportunities.
- The Board of Governors is in the process of reviewing potential changes to the funding model.

Concluding Thoughts

- Revenue increases from tuition rates for resident undergraduate students offer limited growth opportunities currently and in the future.
- Strategic Enrollment Growth is pivotal to enhancing state fund resources in the future.
- Performance Metrics may be incorporated in the funding model in future years.

QUESTIONS!