

## University of Arizona - Health Sciences Center

	FY 2021 ACTUAL	FY 2022 ESTIMATE	FY 2023 BASELINE
<b>OPERATING BUDGET</b>			
<i>Full Time Equivalent Positions</i>	1,308.8	1,268.7	1,268.7 <sup>1/</sup>
Personal Services	47,011,600	56,320,500	56,320,500
Employee Related Expenditures	14,784,700	17,707,500	17,707,500
Professional and Outside Services	675,100	568,500	568,500
Travel - In State	2,800	21,000	21,000
Travel - Out of State	3,400	67,400	67,400
Other Operating Expenditures	4,556,300	11,770,800	11,770,800
Equipment	243,200	0	0
<b>OPERATING SUBTOTAL</b>	<b>67,277,100</b>	<b>86,455,700</b>	<b>86,455,700</b> <sup>2/</sup>
<b>SPECIAL LINE ITEMS</b>			
Clinical Rural Rotation	353,600	353,600	353,600
Clinical Teaching Support	8,587,000	8,587,000	8,587,000
Liver Research Institute	440,400	440,400	440,400
Phoenix Medical Campus	35,343,300	35,754,300	35,754,300
Telemedicine Network	1,670,000	1,670,000	1,670,000
<b>AGENCY TOTAL</b>	<b>113,671,400</b>	<b>133,261,000</b>	<b>133,261,000</b> <sup>3/4/</sup>
<b>FUND SOURCES</b>			
General Fund	76,897,700	76,897,700	76,897,700 <sup>5/6/</sup>
<u>Other Appropriated Funds</u>			
University Collections Fund	36,773,700	56,363,300	56,363,300 <sup>7/</sup>
SUBTOTAL - Other Appropriated Funds	36,773,700	56,363,300	56,363,300
<b>SUBTOTAL - Appropriated Funds</b>	<b>113,671,400</b>	<b>133,261,000</b> <sup>8/</sup>	<b>133,261,000</b>
Other Non-Appropriated Funds	328,851,500	373,452,800	373,452,800
Federal Funds	187,494,600	191,643,000	191,643,000
<b>TOTAL - ALL SOURCES</b>	<b>630,017,500</b>	<b>698,356,800</b>	<b>698,356,800</b>

**AGENCY DESCRIPTION** — The University of Arizona's Health Sciences Center (UA-HSC) includes its Colleges of Medicine Tucson and Phoenix, Nursing, Pharmacy, and Public Health. UA-HSC also currently operates a medical campus in Phoenix that opened in FY 2006.

### FOOTNOTES

- 1/ Includes 409.4 GF and 95.1 OF FTE Positions funded from Special Line Items in FY 2023.
- 2/ The legislature intends that \$8,000,000 of the amount appropriated to the health sciences center operating lump sum appropriation line item be used to expand the college of medicine Phoenix campus and to develop and administer a primary care physician scholarship program at the college of medicine Phoenix campus and the college of medicine Tucson campus. The legislature intends that the \$8,000,000 not be annualized in future years. (General Appropriation Act footnote)
- 3/ Other than scholarships awarded through the Arizona financial aid trust, the appropriated monies may not be used for scholarships or any student newspaper. (General Appropriation Act footnote)
- 4/ General Appropriation Act funds are appropriated as an Operating Lump Sum with Special Line Items by Agency.
- 5/ The state general fund appropriation may not be used for alumni association funding. (General Appropriation Act footnote)
- 6/ The increased state general fund appropriation from Laws 2014, chapter 18 may not be used for medical marijuana research. (General Appropriation Act footnote)
- 7/ Any unencumbered balances remaining in the university collections fund on June 30, 2022 and all collections received by the university during the fiscal year are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with

the enabling act and the Constitution of Arizona. No part of this appropriation may be spent for supplemental life insurance or supplemental retirement. (General Appropriation Act footnote)

8/ In addition to the appropriated amounts reported in the table, the FY 2021 General Appropriation Act included \$4,271,800 in FY 2022 for the occurrence of a 27<sup>th</sup> pay period. Of this amount, \$2,456,800 is from the General Fund and \$1,815,000 is from the University Collections Fund.

**Operating Budget**

The Baseline includes \$86,455,700 and 764.2 FTE Positions in FY 2023 for the operating budget. These amounts consist of:

	<b>FY 2023</b>
General Fund	\$42,576,900
University Collections Fund	43,878,800

These amounts are unchanged from FY 2022.

Student enrollment counts and tuition and fee levels for students will determine the amount of university tuition and fee collections. The University Collections Fund amount will ultimately be adjusted to reflect these revenue amounts. *(Please see the UA-HSC Other Issues Section and ABOR for more information.)*

**Clinical Rural Rotation**

The Baseline includes \$353,600 and 5.9 FTE Positions from the General Fund in FY 2023 for the Clinical Rural Rotation program. These amounts are unchanged from FY 2022.

This line item funds the Rural Health Professions Program, which enables nurse practitioner, medical, and pharmacy students to plan and complete clinical practice rotations in rural and medically under-served sites throughout the state.

**Clinical Teaching Support**

The Baseline includes \$8,587,000 and 205.2 FTE Positions from the General Fund in FY 2023 for Clinical Teaching Support. These amounts are unchanged from FY 2022.

Clinical Teaching Support provides hospital training, through internships and residencies, for medical, nursing, clinical, and other health students in a wide variety of specialty areas. Students fill all the above-mentioned FTE Positions.

**Liver Research Institute**

The Baseline includes \$440,400 and 6.3 FTE Positions from the General Fund in FY 2023 for the Liver Research Institute. These amounts are unchanged from FY 2022.

The Liver Research Institute conducts clinical studies on all liver diseases, focusing on chemical and natural agents that may offer a cure for such ailments. The line item also supports a research development program that actively pursues outside grants and donations.

**Phoenix Medical Campus**

The Baseline includes \$35,754,300 and 272.4 FTE Positions in FY 2023 for the Phoenix Medical Campus (PMC). These amounts consist of:

General Fund	23,269,800
University Collections Fund	12,484,500

These amounts are unchanged from FY 2022.

**Telemedicine Network**

The Baseline includes \$1,670,000 and 14.7 FTE Positions from the General Fund in FY 2023 for the Telemedicine Network. These amounts are unchanged from FY 2022.

Telemedicine is the use of computers, video imaging, broadband Internet, and other telecommunication technologies to diagnose and treat patients in rural communities.

**Other Issues**

**University Collections and FTE Positions Adjustments**

Including statewide adjustments, the FY 2022 General Appropriation Act appropriated \$56,863,400 from the University Collections Fund to UA - HSC. The Collections Fund for UA - HSC represents a portion of tuition, fees and a portion of land earnings. *(Please see ABOR Other Issues for more information.)* If collections differ from the appropriated amount, the annual General Appropriation Act includes a footnote permitting the universities to

expend those amounts as well as a separate footnote requiring the submission of a report detailing any adjustments to the appropriated amounts.

ABOR sets tuition in the spring (independent of the legislative process). Any revised tuition rates as well as changes in enrollment can result in collections exceeding (or being below) the appropriated amount. The Universities reported the adjustments to the University Collections Fund for FY 2022 to the Joint Legislative Budget Committee in June 2021, and UA incorporated the adjusted FY 2022 amounts as part of their FY 2023 budget submission. Accordingly, the estimated FY 2022 amount has been adjusted downward by \$(500,100) to \$56,363,300.

The FY 2022 FTE Position count has also been adjusted. The FY 2022 General Appropriations Act originally appropriated 1,308.8 FTE Positions in FY 2022 for the UA - HSC. The General Fund accounted for 784.1 FTE Positions and the University Collections Fund accounted for the remaining 524.7 FTE Positions. The estimated number of FY 2022 FTE Positions has been adjusted by (40.1) to 1,268.7. The General Fund accounts for 785.7 FTE Positions and the University Collections Fund accounts for the remaining 483 FTE Positions.

SUMMARY OF FUNDS	FY 2021 Actual	FY 2022 Estimate
<b>Auxiliary Fund (UNI8906/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Sales revenues of substantially self-supporting university services.		
<b>Purpose of Fund:</b> To provide university-related non-academic services for students, faculty, staff, and the public. Auxiliary enterprises include student housing, bookstores, student unions, and intercollegiate athletics.		
<b>Funds Expended</b>	1,463,500	982,800
<b>Year-End Fund Balance</b>	419,300	423,900
<b>Designated Fund - Other (UNI8905/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Retained summer session fees, student aid administrative allowances, and unrestricted gifts and grants.		
<b>Purpose of Fund:</b> To provide and administer student financial aid, to pay debt service on university bonds, and to run summer and winter session programs.		
<b>Funds Expended</b>	201,415,000	215,545,400
<b>Year-End Fund Balance</b>	99,962,500	101,961,900
<b>Designated Fund - Tuition and Fees (UNI8905/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Retained tuition and fees.		
<b>Purpose of Fund:</b> To provide and administer student financial aid, to pay debt service on university bonds, and to run summer and winter session programs. Please see the University Collections Fund for more information on Appropriated tuition expenditures.		
<b>Funds Expended</b>	26,624,800	34,775,900
<b>Year-End Fund Balance</b>	15,290,600	15,596,400
<b>Endowment and Life Income Fund (UNI8904/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Interest income on invested endowment and life income gifts, a portion of financial aid trust fees assessed to students, and a portion of university trust land earnings.		
<b>Purpose of Fund:</b> To support endowment operations and compensate designated beneficiaries.		
<b>Funds Expended</b>	19,252,800	19,637,900
<b>Year-End Fund Balance</b>	177,708,100	181,624,400
<b>Federal Grants (UNI8903/A.R.S. § 15-1666)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Federal grants and contracts.		
<b>Purpose of Fund:</b> To support specific operating and research purposes as identified by the federal government.		
<b>Funds Expended</b>	142,120,500	145,361,400
<b>Year-End Fund Balance</b>	31,210,600	30,664,000

SUMMARY OF FUNDS	FY 2021 Actual	FY 2022 Estimate
<b>Federal Indirect Cost Recovery Fund (UNI8902/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Federally-sponsored research programs.		
<b>Purpose of Fund:</b> To assist and promote federally-sponsored research.		
<b>Funds Expended</b>	45,374,100	46,281,600
<b>Year-End Fund Balance</b>	0	0
<b>Indirect Cost Recovery Fund (Non-Federal) (UNI8900/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Non-federally-sponsored research programs.		
<b>Purpose of Fund:</b> To assist and promote non-federally-sponsored research.		
<b>Funds Expended</b>	6,078,100	6,199,700
<b>Year-End Fund Balance</b>	0	0
<b>Loan Fund (UNI8901/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Federal student loan program awards and interest collected on outstanding federal student loans.		
<b>Purpose of Fund:</b> To disburse awards from federal student loan programs, including any university match required, and to fund the costs of repayment programs. Expenditures displayed reflect costs of loan program administration and do not include awards to students.		
<b>Funds Expended</b>	0	0
<b>Year-End Fund Balance</b>	3,988,600	5,913,500
<b>Restricted Fund (Excluding Federal Funds) (UNI8907/A.R.S. § 15-1601)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Private and non-federal grants, including non-appropriated Technology and Research Initiative Fund grants (please see the ABOR Summary of Funds), as well as a portion of financial aid trust fees assessed to students.		
<b>Purpose of Fund:</b> To support specific operating and research purposes as identified by the private or non-federal donating entities.		
<b>Funds Expended</b>	74,017,300	96,311,100
<b>Year-End Fund Balance</b>	53,409,000	56,382,000
<b>University Collections Fund (UAA1403/A.R.S. § 15-1626)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Tuition and registration fees.		
<b>Purpose of Fund:</b> To operate the university. Please see the Designated Fund - Tuition and Fees for more information on Non-Appropriated tuition expenditures.		
<b>Funds Expended</b>	36,773,700	56,363,300
<b>Year-End Fund Balance</b>	0	0