



Annual Report/Budget Increase Request Cover Sheet

To be completed annually by each department. Please attach Budget Request Forms for each proposed increase.

Department: Recreational Sports

RSF Account #: 301790

Other accounts presented Account #:

301960, 301180, 301970, 300420

Department Budget History:

	FY 2011	FY 2012	FY 2013	FY 2014
Total Budget	\$11,617,749	\$11,763,343	\$14,570,967	\$13,535,862
Total Current Rec Sports Fee Allocation	\$10,497,760	\$10,599,680	\$10,599,680	
RSF Increases Requested	\$1.83	\$2.08	\$4.08	\$0.51
RSF Increases Funded	\$0	\$0	\$4.08	
Total End-of-Year Reserve Balance Across All Operating Accounts	\$11,281,602	\$7,208,109	\$3,248,066	\$3,820,475

Please provide a reserve spending plan if ending FY13 reserves exceed University requirements.

Currently for FY13 we have a capital spending plan with \$406,085 of itemized renewal & modifications planned purchases. In addition, we have items scheduled to be replaced in FY14 and FY15. We are also proceeding with our expansion of the Student Rec Center and could potentially use these funds to supplement that project. (See attached capital spending plan as of 9-15-2012)

The FY14 university requirement for reserves is \$2,583,493 for our operating and fee account. We project to have approximately \$3,820,475 in reserves which includes approximately \$1,000,000 in our Renewal & Modifications accounts.

Reserves in the fee account are designated for future debt services payments.

All of the funds in the R&M accounts are designated for future R&M expenses which will maintain the useful life of our facilities.

The university does not have any requirements for renewal & modifications funds. We have modeled our funding on the recommendations from the NACUBO guidelines which have been adapted to include replacement cost. In the early years of our facilities existence, the funding was not available to meet the requirements of the model. The facility will be nineteen years old when this budget year comes to pass and we hope to be able to provide the necessary funds to meet the model guidelines.

SSF/UAF Increase Request History & FY 2014 Summary:

<i>Program, Service, or Operation Requested</i>	<i>Amount Requested</i>	<i>SSFAB Recommended? (y/n)</i>	<i>VPSA Approved? (y/n)</i>
FY 2012			
Auxiliary Fee Increase to 4.5%	1.08/sem	\$112,320	
Merit Pool Request \$1.00/sem	1.00/sem	\$100,000	
FY 2013			
Replace Bookstore Funding	2.41/sem	\$250,000	
General Operating Increase	.87/sem	\$150,000	
Merit Pool \$1.00/sem	.80/sem	\$100,000	
Total \$4.08/sem increase			
FY 2014 Proposal Summary (Prioritized)			
Merit Pool Funding possibly 3% if approved		\$53,334	

Annual Report (cont.)

Additional Questions: *(to assist the Board when informing the student body about stewardship of the Student Service Fee)*

Briefly, what recent programs/services have been successful? Which need work? Explain.

We have had many successful programs this year. The Penberthy Rec Sports Complex with new artificial fields and pavilion for Intramural & Sport Club competitions was opened in September 2011 with no increase in the Rec Sports Fee. In addition, we have seen record numbers of students taking advantage of the new availability for drop-in recreation activities at the complex on nights & weekends. Personal Training and Massage Therapy continue to be quite successful. Our Marathon, Half-Marathon and Boot Camp programs are always filled to capacity. Our Fitness Classes continue to offer new trends in fitness and are consistently filled to capacity. The Fall Fit Fest and the Zumbathon are some of the very popular programs offered in this area. In the Intramural area we successfully implemented sportsmanship standards which intramural teams are required to meet in order to advance to play-off games.

Entry ID card swipes reveal that over 76% of the student body uses the Rec Center every semester. However, when asked in a recent survey, 92% of students said they have used the Student Rec Center during their time at Texas A&M University. With such incredibly high numbers of participation, we believe it is wise to be as aggressive as possible to secure the necessary funding to provide and sustain the best facilities possible.

Please list actions taken in FY12 that were necessary due to the budget cuts, and tell us how that impacted Student Service Fees that may not be being used for their original purpose.

Actions taken in Rec Sports due to the budget cuts are many and far reaching. All professional development budgets were cut approximately 10%. Reductions in committees benefiting students and staff were cut approximately 20%. Capital projects were reprioritized and postponed where possible. For example, our roof needed repair/replacement and we were able to postpone that and combine with the expansion project. We

had two full time positions that were not filled in order to create additional savings as well as several other positions that became vacant throughout the year due to fears of outsourcing.

What do you see as your department’s financial priorities in the next 3 – 5 years (FY14-FY18)?

Over the next 3-5 years we will expand the Student Rec Center by 69,000 square feet. We will continue to fund our renewal & modifications for existing and new/additional facilities. The TAMU Golf Course is being transitioned to Sterling Golf and we will be partnering with them to renovate the course over the next year. We are also investing in the new H&K PEAP building and will have open recreational space there to manage and maintain beginning Fall 2013. Additionally with the creation of the University Advancement Fee the Rec Sports Fee will be frozen at the current level and any future requests for fee increases will need to be routed through the new UAF process. It will continue to be our top priority to secure adequate funding for our facilities and programs as well as renewal & modifications to prevent deferred maintenance issues.

How many reclassifications did you have approved in FY12? 0	Total financial impact: 0
How many equity adjustments did you have approved in FY12? 0	Total financial impact: 0
How many one-time merit increases did you have approved in FY12? 21	Total financial impact: \$19,250
How many hiring adjustments did you have approved in FY12? 2	Total financial impact: \$4,744
How much money in salary savings did you acquire in FY12? \$60,824	

Additional comments, special considerations, etc.

The primary reason that the total budget for the department has gone so significantly between FY13 and FY14 is the transfer of the management of the Texas A&M University Golf Course to the Sterling Group.

SSFAB Comments/Notes: