



Annual Report/Budget Cover Sheet

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

Department: Recreational Sports

SSF Account #: 301790

Related Accounts #: 301960, 301180,
301970, 300420

Department Budget History:

	FY 2013	FY 2014	FY 2015	FY 2016
Total Budget	\$14,570,967	\$13,535,862	\$14,216,822	
Total Current RSF Budget	\$10,599,680	\$11,461,348	\$11,512,130	
RSF Increases Requested	\$4.08	\$0.00	\$0.00	\$0
RSF Increases Funded	\$4.08	\$0.00	\$0.00	
Total End-of-Year Reserve Balance Across All Operating Accounts	\$3,248,066	\$8,108,439	\$7,180,855	\$6,605,911

Please provide a reserve spending plan if ending FY15 reserves exceed University requirements.

At the close of FY15, we project to have well above the university required reserves. The university reserve requirement is \$2,853,227. Our capital spending plan for FY16 is \$615,920. In addition, as part of the expansion project, we are committed to almost \$2,000,000 in furniture, fixtures and equipment to furnish the newly constructed additions to the rec center. Recreational Sports is currently at the beginning stages of a 54 million dollar expansion of the Student Rec Center. Much time and effort has gone into the projections however, we are prepared for contingencies which have already been used and we anticipate potential need for additional contingency funds to be necessary to complete this project.

In addition, in support of our commitment to not raise the Rec Sports Fee, we have created a proforma financial statement which will cover the substantial swings in debt payment along with the growing need to maintain our facilities through deferred renewal funds. We believe that as the student body grows and our original facility ages, we will have the necessary funds to invest in maintaining a healthy Student Rec Center for years to come.

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.

UAF Increase Request History & FY 2016 Summary:

<i>Program, Service, or Operation Requested</i>	<i>Amount Requested</i>	<i>SAFAB Recommended? (y/n)</i>	<i>VPSA Approved? (y/n)</i>
FY 2014			
FY 2015			
FY 2016 Proposal Summary (Prioritized)			

Annual Report (cont.)

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

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

With the ground breaking of the Student Rec Center expansion project, many of our programs were affected negatively in the early months due to the construction fences going up and the perceived inconvenience to use our facilities. We have strengthened our marketing and increased signage all around the building which has helped to increase usage in our facilities. Still we have many programs that have been quite successful.

In the Intramural area we have seen record numbers of flag football and basketball teams signed up as well as many other sports. We have also had record numbers of students taking advantage of the new availability for drop-in recreation activities at the Penberthy Rec Sports Complex on nights & weekends.

The TAMU Outdoor Adventures program was forced to move from their home location in the Student Rec Center to the maintenance garage out at the Penberthy Rec Sports Complex. This has given them tremendous exposure and we have seen significant increases in that program; specifically students renting tents, canoes, kayaks and all sorts of camping/outdoor equipment.

Due to the weight room expansion, the weight room equipment has all been relocated temporarily to two basketball courts. With the increase in the student body, we have seen this area at full capacity and have had to increase staffing for risk management purposes. This is an extremely popular area with heavy usage at all hours of the day. Personal Training and Massage Therapy continue to be quite successful. Our Fitness program remains strong with most classes reaching capacity. Marathon, Half-Marathon and Boot Camp programs are always filled to capacity.

The Aquatics Programs is strong with a full schedule. We have turned down a number of requests for meets because it displaces the Health & Kinesiology classes, swim teams, and regular patrons. Even without swim

meets there is a lot of competition for the available space. The addition of the new lap pool will reduce the overcrowding but will not eliminate it.

Entry ID card swipes reveal that over 76% of the student body use 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.

What do you see as your department's financial priorities in the next 3 – 5 years (FY15-FY19)?

At this time we are in the construction phase of a \$54 million expansion/renovation of the Student Rec Center. We are adding 120,000 square feet for the student body. Our ground breaking for this project was early summer 2014. Our projected date of occupancy will be in January, 2016. One of our top priorities will be to have this project completed within the projected budget. In addition as we transition to fully furnish and staff the additional facilities, ensuring financial best practices while maintaining risk and ensuring a safe place for our students to recreate will be another priority for us. And finally, as we look ahead to the future, we will need to continue to evaluate our financial resources along with our facility and programmatic needs. The student body is growing and the recreational desires of these students continues to evolve. We need to be able to adapt to the fitness trends as well as ensure financial stability and efficiency. And 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.B

How many reclassifications did you have approved in FY14? 3 Total financial impact: \$12,350

How many equity adjustments did you have approved in FY14? 0 Total financial impact: 0

How many one-time merit increases did you have approved in FY14? 0 Total financial impact: 0

How many hiring adjustments did you have approved in FY14? 6 Total financial impact: \$19,750

How much money in salary savings did you acquire in FY14? \$25,663

Additional comments, special considerations, etc.

SAFAB Comments/Notes: