



Annual Report/Budget Cover Sheet

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

Department: Recreational Sports

RSF Account #: 301790

Related Accounts: 301960, 300420, 301970, 808820, 301180

Department Budget History:

	FY 2016	FY 2017	FY 2018	FY 2019
Total Operating Budget	\$19,640,423	\$14,667,415	\$15,269,168	\$16,149,085
Total Current RSF Allocation	\$12,483,641	\$12,733,356	\$12,828,856	
RSF Increases Requested	\$0	\$0	\$0	\$0
RSF Increases Funded	\$0	\$0	\$0	
Total End-of-Year Reserve Balance Across All Operating Accounts	\$13,081,095	\$8,035,612	\$4,942,388	\$4,634,199

Please provide a reserve spending plan if ending FY17 reserves exceed University requirements.

Rec Sports reserve balances currently exceed the university reserve requirement of \$2,919,627 at the close of FY17. Our current capital spending plan for FY18 is \$4,400,000. Several factors have affected our reserves. The first being that expansion was not fully complete until mid FY17. So until FY18 is complete, we will not have a true base year. We already know that we will need to be prepared to spend significant additional money correcting facility issues due to the construction. We estimate that amount to be approximately \$1,000,000. We have spent the last year not only expanding our facility but also replacing wood flooring due to repurposing and repair issues at~\$300,000, and replacing the turnstiles into the main entrance of the Student Rec Center at~\$100,000. We have planned and are prepared to replace the synthetic turf fields at the Penberthy Rec Sports Complex at an estimated cost of \$3,000,000.

The continued growth of the student body and 20+ years of operations, along with wear and tear of the Student Rec Center present an ongoing challenge to meet the high expectations of all Aggies. This maintenance is often an inexact science, but we need to maintain our strong commitment to Renewal & Modification to invest in maintaining healthy facilities 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.

Our Renewal & Modification funding continues to be based on the recommendations from the NACUBO guidelines which have been adapted to include replacement cost.

See attached capital spending plan.

RSF Increase Request History & FY 2019

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 2017			
FY 2018			
FY 2019 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.

Rec-a-palooza is our annual event to welcome new students and expose them to all that Rec Sports has to offer. This fall's event was a huge success with a tremendous increase in partnerships with local businesses which enabled us to reach more students and get them connected to our programs, services and facilities.

We continue to see strong participation in our core programming areas; Intramural Sports, Strength & Conditioning, Instructional Classes, Aquatics, Sport Clubs, the Indoor Climbing Facility, and the drop-in recreation activities at the Penberthy Rec Sports Complex have continued to be very popular.

The Strength & Conditioning room has returned to the original and now expanded facility. Usage is at an all-time high with crowds exceeding expectations. We expect that when the Group Personal Training opens for registration, it will be a highly used service and will promote a sense of community. The Fitness program has been able to offer classes in both sides of the facility offering many new classes to meet the demands of the ever changing student body. Marathon, Half-Marathon and Boot Camp programs are always filled to capacity.

In FY16 we began a collaboration with the President's Office and Human Resources on the Wellness Works program for staff. This program continues to be well attended and participation continues to grow.

The Aquatics Programs is strong with a full schedule. Even without swim meets there is a lot of competition for the available space. The addition of the new lap pool has reduced the overcrowding, however there is still a need for more space during peak hours.

What do you see as your department's financial priorities in the next 3 – 5 years (FY19-FY23)?

The Student Rec Center expansion and renovation project is officially complete. We began using the new facilities in January of 2017. Your Student Rec Center now offers over 400,000 square feet of recreational space for the student body. We now have a "south side" entrance on the Olsen Field side of the building.

Our top priorities for the next few years are as follows:

1. Evaluate the increased operating expenses of the expanded facilities post construction. We know all costs will go up and we have prepared and budgeted for this reality. We will be monitoring these costs closely and adjusting to the new normal.
2. Continue to evaluate our long term proforma statement to ensure we are managing our financial resources along with facility and programmatic needs.
3. Continue to evaluate staffing needs and prioritize the needs for new positions.
4. Ensure financial best practices while managing risk.
5. Evaluate our cost analysis and pricing on new facilities.
6. Evaluate the need for a Satellite Student Rec Center on campus

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. 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 FY17?	Total financial impact:
7	\$35,035.00
How many equity adjustments did you have approved in FY17?	Total financial impact:
0	
How many one-time merit increases did you have approved in FY17?	Total financial impact:
2	\$7,000.00
How many hiring adjustments did you have approved in FY17?	Total financial impact:
5	\$16,831.00

Additional comments, special considerations, etc.

Long term we are already in communications with the Campus Master Planning Committee in regards to opening a satellite recreation center on main campus. The current band hall is being considered as a possible site. This facility would create a need for a student referendum to accommodate funding requirements.

SAFAB Comments/Notes:

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