



Budget Summary

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

Department:	Recreational Sports		RSF Account #	301790
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Department Budget History:

	FY18	FY19	FY20	FY21
Total Operating Budget	15,269,168	16,149,085	16,704,425	18,971,282
Total Current RSF Allocation	12,828,856	13,052,734	13,303,000	15,178,900
RSF Increases Requested	0	0		116,600
RSF Increases Funded	0	0		116,600
Total End-of-Year Reserve Balance Across All Operating Accounts	4,942,388	5,905,760	6,225,423	6,937,177

*The Rec Sports Fee increase is based on total budgeted fees going up by two factors. The total projected fees are increasing by 1,500. But the increase in the fee revenue **related to the increased fee** is increased by \$116,600 due to the fact that only the new freshmen class and those with variable tuition are being affected. Ove the course of the following three years, the students paying at the increased fee rate will be phased in. We have used the following percentages to determine how many students will be paying at \$145 each year.*

First Year 38.33%

Second Year 57.37%

Third Year 76.49%

Fourth Year 100%

Please provide a reserve spending plan if ending FY19 reserves exceed University requirements.

Rec Sports reserve balances currently exceed the university reserve requirement by \$2,659,295 at the close of FY19. Rec Sports required reserves for FY19 is \$3,246,465.

Our capital spending plan for FY20 is over 4 million. We are prioritizing on a regular basis what we can afford to replace at this time. Please see attachment for an itemized list of the planned capital spending.

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. Predicting the amount of money that will need to be spent in any given year 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.

RSF Increase Request History & FY21 Summary:

Program, Service, or Operation Requested	Amount Requested	SAFAB Recommended? (Y/N)	VPSA Recommended? (Y/N)	University Funded (Y/N)
FY19				
FY20				
FY21 Proposal Summary (Prioritized)				
The student body has approved a Rec Sports Fee increase for FY21. With this increase, Rec Sports is building two satellite facilities for the students to recreate and exercise.				

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

If you received additional funding in the last 2 years, please describe or explain the success or shortcomings of those new resources.

Rec Sports has received two professional development grants for staff members. Rec Sports has received no other additional funding in the last two years.

What do you see as your department’s financial priorities in the next 3 – 5 years (FY21-FY25)?

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

1. Continue to evaluate our long term pro forma statement to ensure we are managing our financial resources along with facility and programmatic needs.
2. Ensure that all of the required specifications for the facility are included in the detailed design (DD) of the new Polo Road Rec Center.
3. Continue to work with Facilities Planning & Construction along with Treasury Services to ensure we meet all requirements for the new Southside Rec Center to be located on the site of the Texas A&M Golf Course in the Fall of 2022 (FY2023).
4. Continue to evaluate staffing needs and prioritize the needs for new positions.
5. Ensure financial best practices while managing risk.
6. Evaluate our cost analysis and published pricing on all Rec Sports facilities.

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.

		Total Financial Impact:
How many reclassifications did you have approved in FY19?	3	\$11,344.40
How many equity adjustments did you have approved in FY19?	0	0
How many one-time merit increases did you have approved in FY19?	9	\$18,750.00
How many hiring adjustments did you have approved in FY19?	9	\$35,752.00
What positions were approved to eliminate in FY19?	0	0
What new positions did you create in FY19	0	0

Additional comments, special considerations, etc.

Rec Sports implemented a new pricing structure for the Intramural program this fall where individuals purchase a pass that allows them to participate in all intramural sports for a semester. In the past, team captains have paid registration fees for each team that is entered and those individuals have gone through the process of getting reimbursed from their teammates. Our new system not only eliminates this problem, but also provides encouragement for individuals to participate in more intramural activities for a semester because there is no additional cost. Students today are accustomed to this package pricing where they receive more value and fewer transactions throughout the semester paying for various sports they want to participate in. This pricing model has been successful at a number of schools throughout the country and so far it has been received very well.

The first satellite facility is currently under construction at the Polo Road parking garage site. Rec Sports is heavily involved in the detailed design phase of the facility. Although the anticipated opening date has been delayed by a few months, we are confident the students will have an exceptional facility that offers the most needed programs on the north side of campus.

SAFAB Comments/Notes: