

# **University Center of Southern Oklahoma Management's Discussion and Analysis For the Year Ended June 30, 2013**

## **Other Financial Information**

### **Economic Outlook**

Tuition and fees have become a greater proportion of UCSO's funding than state appropriations due to continued cuts in state appropriations and significant increases in student enrollment in recent years. Thus, UCSO has avoided budget deficits through the collection of more tuition and fees due to increased student enrollment.

For FY 2013-14 state appropriations will remain stable or slightly increase. However, student enrollment for the Fall semester of FY 2013—14 has dipped and credit hours have decreased slightly more than budget projections, indicating the need for some budget tightening for FY 2013-14. If enrollment continues to decline significantly through the Spring semester, then the use of some reserves may be required to balance the budget for the year and some personnel cuts may have to be implemented for FY 2014-15.

In February, 2013 UCSO began a capital campaign to construct a new campus. Eighty acres of property near the existing campus are being donated as the site for the new campus. Funding to construct the first phase of the new campus, a Health, Science and Math Center, will include \$16 million from external sources and about \$1.5 million from UCSO resources (of which over \$900,000 has already been appropriated and spent). To date, \$13 million has been raised (including UCSO resources) and construction is planned to begin in January, 2014. (Construction won't begin until all funds have been raised.) Construction will take approximately 18 months.

UCSO will vacate all temporary facilities currently occupied by the ECU nursing program and the MSC admissions staff and the funds to rent, maintain and operate those facilities will be applied towards the operations of the new facilities.

UCSO management is not aware of any other matters that could significantly affect its financial position at this time.

### **Contacting the Program's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of UCSO's finances and to show UCSO's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the University Center of Southern Oklahoma, 611 Veterans Boulevard, Ardmore, Oklahoma 73401.