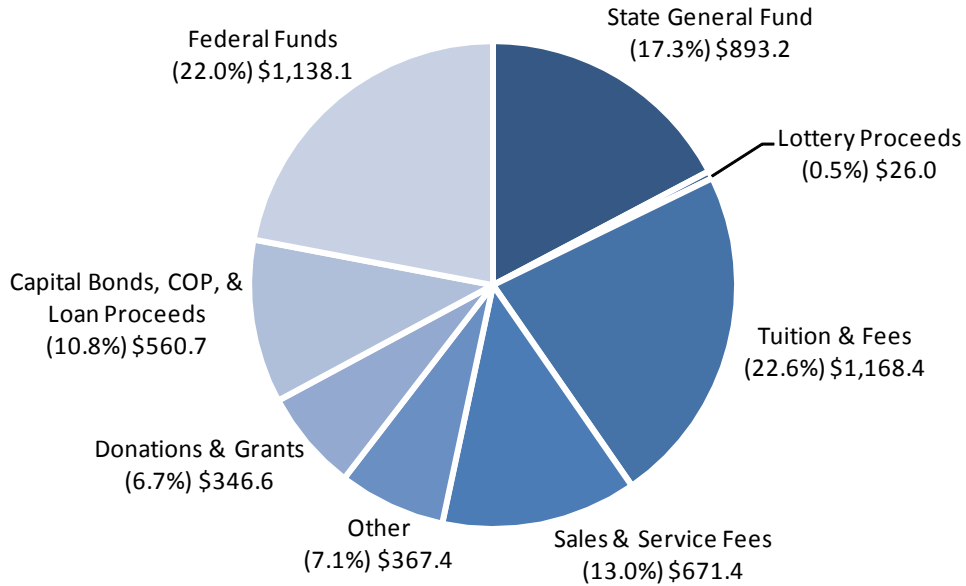


BUDGET AND FACILITIES

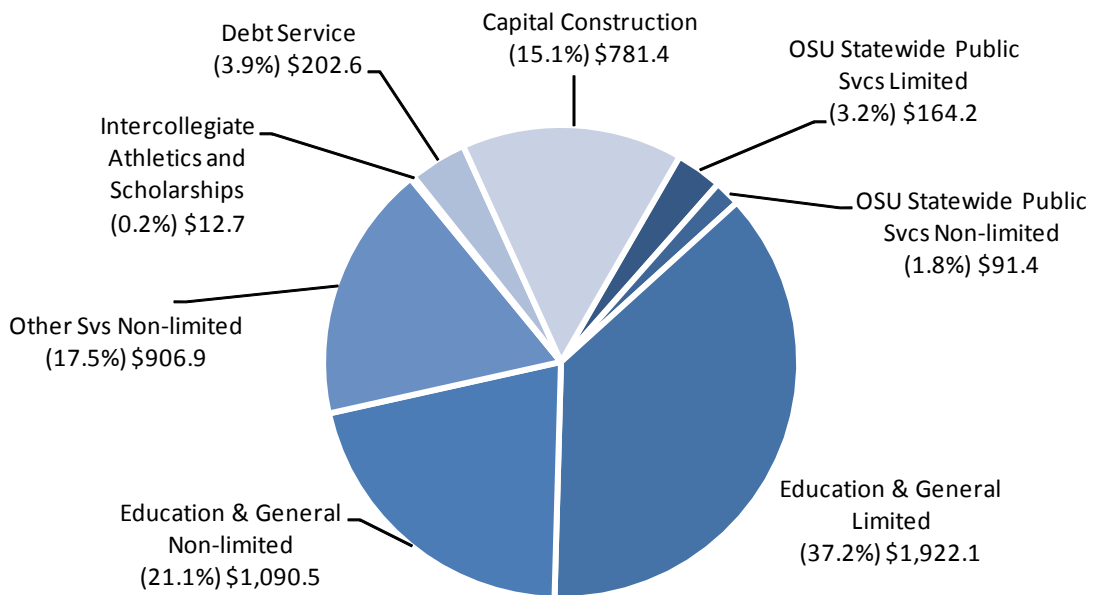
OREGON UNIVERSITY SYSTEM
2008 FACT BOOK

2007-09 Legislatively Approved Biennial Budget Source and Use of Funds (Dollars in Millions)

Source of Funds*
Total = \$5,171.8
(Including Capital Construction)



Use of Funds*
Total = \$5,171.8
(Including Capital Construction)



* Includes Emergency Board actions through June 2008.

2007-09 OUS Biennial Budget, All Fund Sources

	State General Fund	Other Funds Limited	Lottery Funds	Other Funds Non-Limited	2007-09 Total All Funds ¹
Education and General Program					
Eastern Oregon University	\$34,499,230	\$27,041,097	\$995,674	\$27,973,493	\$90,509,494
Oregon Institute of Technology	43,005,361	26,082,933	995,674	34,233,137	104,317,105
Oregon State University - Corvallis	209,591,173	332,362,413	2,955,707	712,552,166	1,257,461,459
Oregon State University - Cascades	9,091,318	2,398,289	-	-	11,489,607
Portland State University	153,360,748	282,513,700	2,409,630	264,811,733	703,095,811
Southern Oregon University	37,523,624	48,576,586	995,674	118,498,492	205,594,376
University of Oregon	153,853,163	418,261,381	3,077,722	709,442,669	1,284,634,935
Western Oregon University	40,321,383	50,612,961	1,253,342	115,261,808	207,449,494
Chancellor's Office	16,263,945	4,396,916	-	7,232,265	27,893,126
Enrollment Growth/Incentive Funding	1,865,584	-	-	-	1,865,584
Industry Affairs/OMI/ETIC/OCKED	7,501,301	-	-	-	7,501,301
Systemwide Expenses	4,058,510	-	-	-	4,058,510
COPS	-	18,960,000	-	-	18,960,000
Subtotal Education & General Program	710,935,340	1,211,206,276	12,683,423	1,990,005,763	3,924,830,802
Statewide Public Services					
Agricultural Experiment Station	62,415,272	14,373,247	-	66,946,629	143,735,148
Extension Service	45,158,836	25,573,409	-	6,954,668	77,686,913
Forest Research Laboratory	6,979,652	9,739,643	-	24,804,061	41,523,356
Subtotal Statewide Public Services	114,553,760	49,686,299	-	98,705,358	262,945,417
Other					
Debt Service	39,384,932	-	13,298,809	149,965,148	202,648,889
Capital Repair/Construction	28,327,500	753,024,978	-	-	781,352,478
Subtotal Other	67,712,432	753,024,978	13,298,809	149,965,148	984,001,367
Total 2007-09 Operating Budget	\$893,201,532	\$2,013,917,553	\$25,982,232	\$2,238,676,269	\$5,171,777,586

¹ Includes Emergency Board actions through June 2008.

State General Funds

State General Funds are appropriated to OUS biennially by the Legislature. The distribution of these funds to the campuses is developed in compliance with legislative budget notes and board policy. Funds are allocated through the OUS Resource Allocation Model and are split between the two fiscal years of the biennium unless otherwise requested by the campuses.

Other Funds Limited

Other Funds Limited revenue for the operating budget is comprised principally of estimated campus tuition and fees (calculated on the basis of enrollment projections and the expenditure limitation authorized by the legislature) and indirect cost recovery on sponsored research, as well as lesser amounts of other income.

Lottery Funds

OUS receives lottery support to fund athletics, scholarships, and capital debt service payments. Athletics and scholarship funding is distributed 88% and 12% respectively. Distributions for athletics are required to be allocated 70% for non-revenue producing sports and at least 50% for women's athletics. Lottery funding is used to fund principal and interest debt service payments on lottery bonds from capital projects.

Other Funds Non-Limited

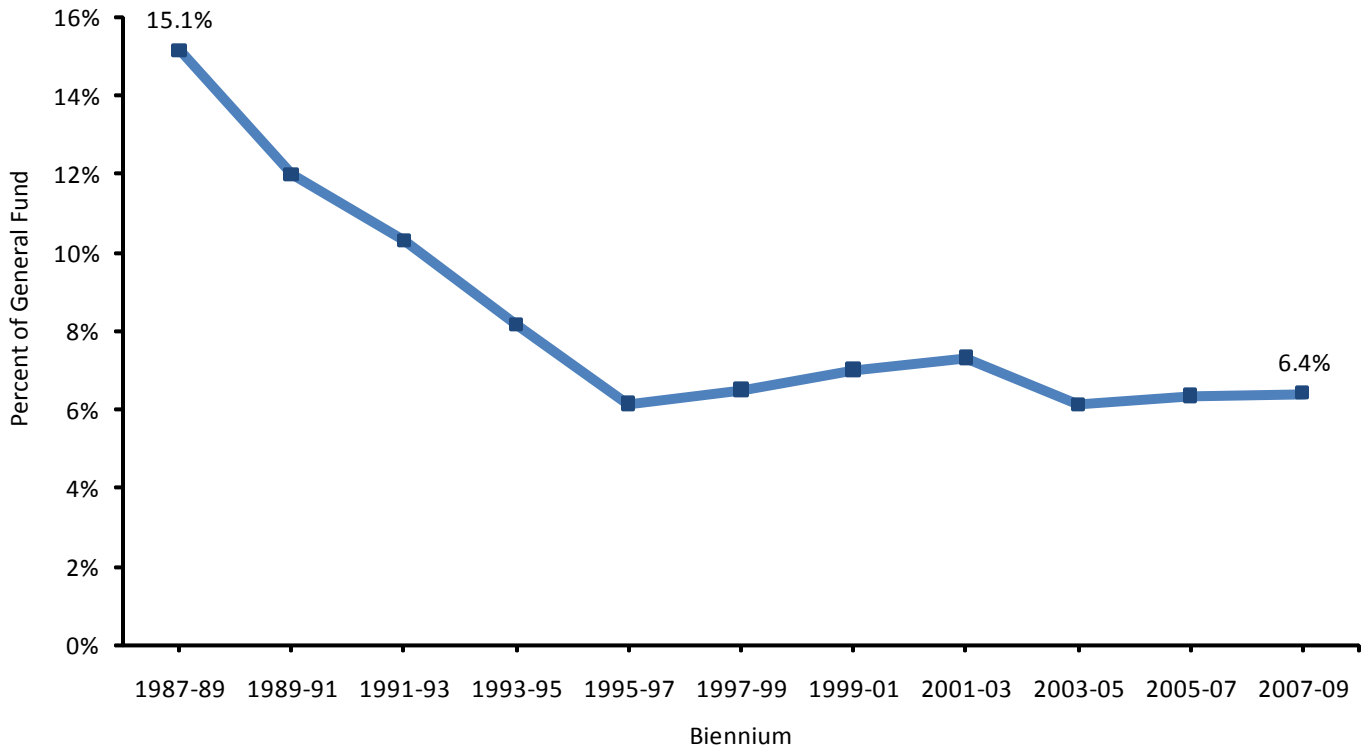
Other Funds Non-Limited revenue includes designated operations (e.g., community workshops and other self-sustaining public service and education activities), auxiliary activities such as student housing, parking and athletics, as well as sponsored programs; gifts, grants and contracts; and student financial aid programs.

OUS Share of State General Fund Appropriation 1987-89 through 2007-09 (Dollars In Millions)

Biennium	State of Oregon Total General Fund	OUS Operations	OUS %
1987-89	\$3,733.8	\$565.2	15.1%
1989-91	4,773.0	572.3	12.0%
1991-93	5,720.0	588.4	10.3%
1993-95	6,746.3	549.8	8.2%
1995-97	8,201.4	503.2	6.1%
1997-99	9,349.8	608.1	6.5%
1999-01	10,636.1	744.7	7.0%
2001-03	10,326.8	755.5	7.3%
2003-05	10,739.0	657.6	6.1%
2005-07	11,640.6	737.5	6.3%
2007-09	13,947.0	893.2	6.4%

Sources: (1) 1987-89 through 2005-07, Oregon Department of Administration Services, Budget and Management Division; 2007-09, Oregon Legislative Fiscal Office, Highlights of Legislatively Approved Budgets. (2) OUS Budget Operations.

OUS Share of State General Fund Appropriation



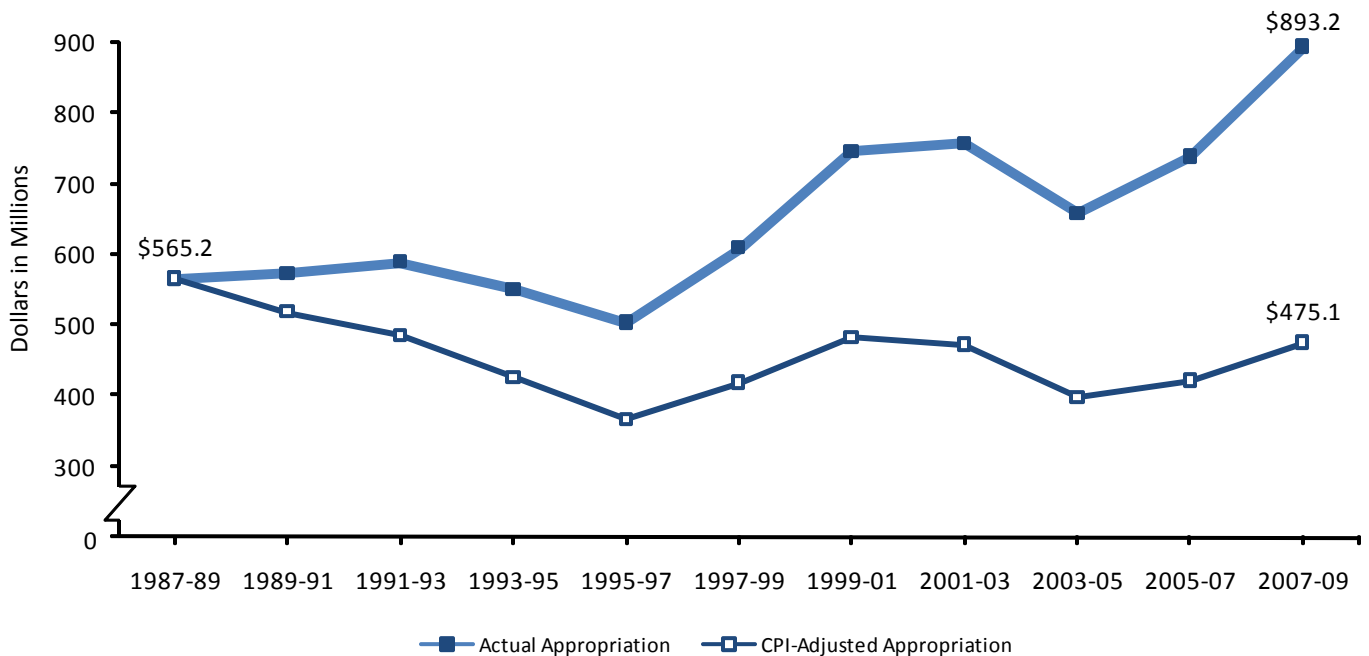
State General Fund Appropriation for OUS Operations 1987-89 through 2007-09 (Dollars In Millions)

Biennium	Education and General	Debt Service	Capital Construction	Statewide Public Services	Total
1987-89	\$454.3	\$ -	\$58.2	\$52.7	\$565.2
1989-91	475.8	9.9	23.6	63.0	572.3
1991-93 ¹	512.0	5.9	0.1	70.4	588.4
1993-95	467.7	12.8	11.7	57.8	549.8
1995-97	422.6	15.7	11.3	53.6	503.2
1997-99	498.3	17.2	16.6	76.0	608.1
1999-01	616.1	18.1	15.9	94.7	744.7
2001-03	626.8	21.2	15.9	91.5	755.5
2003-05	543.2	12.5	11.5	90.3	657.6
2005-07	592.8	30.3	14.8	99.6	737.5
2007-09	710.9	39.4	28.3	114.6	893.2

¹ Capital construction outlays during the 1991-93 biennium were reduced dramatically in response to the Measure 5 property tax limitation.

Sources: (1) 1987-89 through 2005-07, Oregon Department of Administration Services, Budget and Management Division. 2007-09, Oregon Legislative Fiscal Office, Highlights of Legislatively Approved Budgets. (2) OUS Budget Operations.

Biennial State Appropriation Actual and CPI-Adjusted Dollars (data appears on following page)



State General Fund Appropriation: Legislatively Approved Biennial Budgets 1987-89 through 2007-09

Biennium	Appropriated General Fund (\$ in millions)	Appropriation in 1987 CPI-Adjusted Dollars ¹ (\$ in millions)	1987 CPI-Adjusted Biennial Appropriation Change	FTE Enrollment
1987-89	\$565.2	\$565.2		114,605
1989-91 ²	572.3	517.9	-8.4%	117,117
1991-93	588.4	485.5	-6.3%	109,994
1993-95	549.8	424.9	-12.5%	107,499
1995-97	503.2	365.8	-13.9%	110,513
1997-99	608.1	417.8	14.2%	114,687
1999-01	744.7	482.2	15.4%	122,539
2001-03	755.5	472.2	-2.1%	137,737
2003-05	657.6	396.9	-15.9%	142,838
2005-07	737.5	421.3	6.1%	143,000
2007-09 ²	893.2	475.1	12.8%	146,175

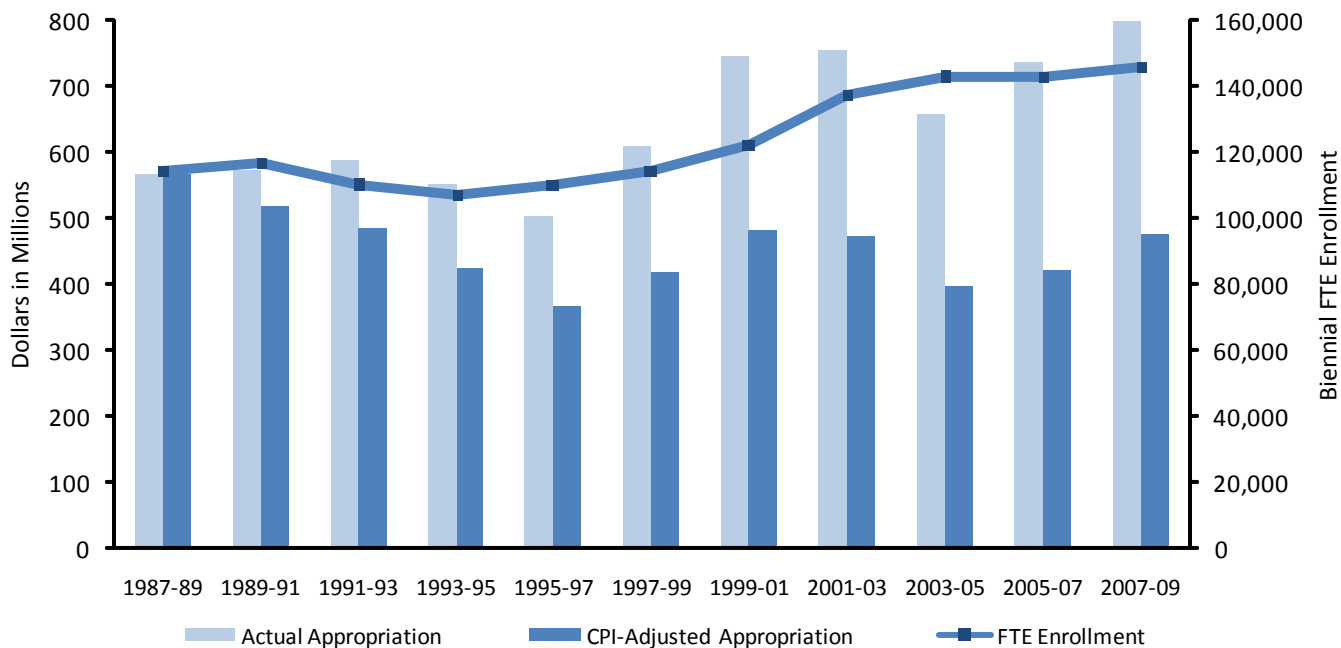
NOTE: Includes debt service, capital construction, and funds for building modernization and repair.

¹ Portland Consumer Price Index. Changes in dollars are relative to the base biennium of 1987-89.

² Data for 1989-91 and 2007-09 are estimates due to missing or incomplete data.

Sources: (1) OUS Budget Operations. (2) OUS Office of Institutional Research.

Biennial State Appropriation and FTE Enrollment 1987-89 through 2007-09



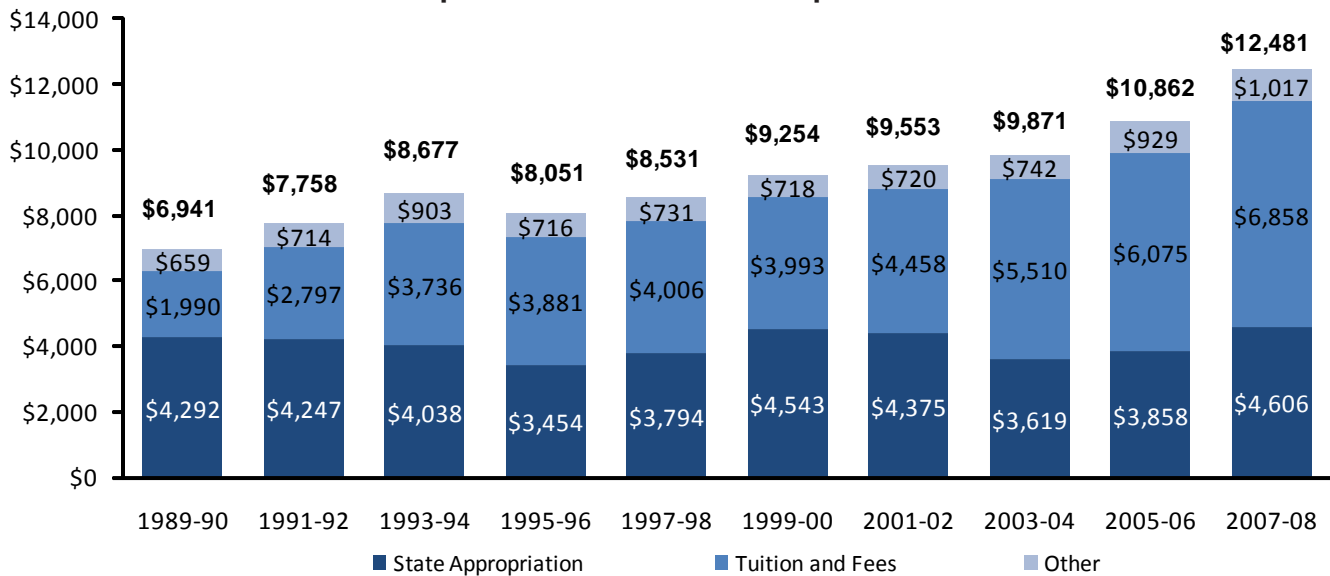
OUS Revenue per Student FTE, 1989-90 through 2007-08

Fiscal Year	Tuition & Fees		State Appropriation		Other E&G Funds		Total	
	Amount	% of Total	Amount	% of Total	Amount	% of Total	Amount	% of Total
1989-90	\$1,990	29%	\$4,292	62%	\$659	9%	\$6,941	100%
1991-92	2,797	36%	4,247	55%	714	9%	7,758	100%
1993-94	3,736	43%	4,038	47%	903	10%	8,677	100%
1995-96	3,881	48%	3,454	43%	716	9%	8,051	100%
1997-98	4,006	47%	3,794	44%	731	9%	8,531	100%
1999-00	3,993	43%	4,543	49%	718	8%	9,254	100%
2001-02	4,458	47%	4,375	46%	720	8%	9,553	100%
2003-04	5,510	56%	3,619	37%	742	8%	9,871	100%
2005-06	6,075	56%	3,858	36%	929	9%	10,862	100%
2007-08	6,858	55%	4,606	37%	1,017	8%	12,481	100%

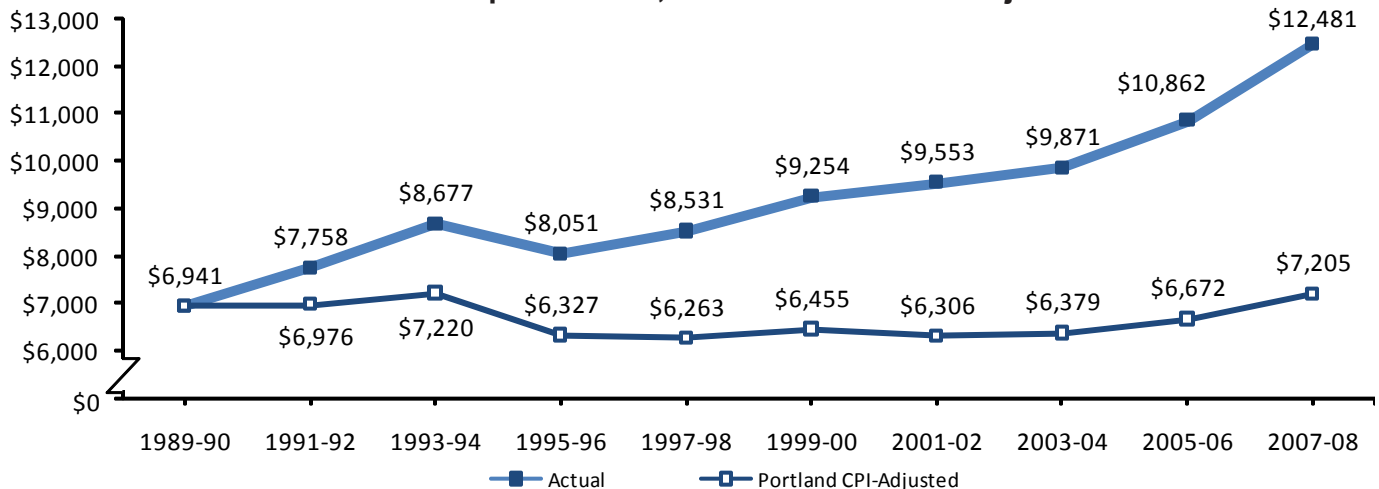
NOTES: (1) Revenue per FTE is for comparison purposes only and does not factor in cost differentials between resident and nonresident students. Resident undergraduate costs per FTE may be lower than the average revenue per FTE. (2) Data excludes OSU Statewide Public Services, OHSU, and Chancellor's Office/OCATE. (3) Other E&G Funds Revenue includes sales & service revenue, state agency transfers-in, investment/debt service, and all other Education and General revenue. (4) Totals may not add to 100% due to rounding.

Source: OUS Budget Operations.

Components of OUS Revenue per Student



Total Revenue per Student, Actual and Inflation-Adjusted



Oregon University System Facilities

The seven Oregon University System campuses, the Cascades branch campus, and the university centers represent 50% of all state-owned facilities. Altogether, the facilities constitute over 14 million gross square feet of academic, auxiliary, and utility space. The current replacement value (CRV) of the Education and General (E & G) space alone is almost \$2.9 billion. Construction of new facilities and the renewal of existing buildings and infrastructure play a vital economic role, both locally and for the state as a whole.

The purpose of the Capital Construction Program is to ensure that OUS campuses have the physical resources they need to meet their overall academic mission. To that end, the Capital Construction Program focuses on investments in higher education to protect OUS facilities and enhance their value.

Half of the university system's buildings were constructed between 1960 and 1975, as colleges across the country expanded to meet the needs of the post-WWII baby boom generation. Now, 40 years later, the buildings' major subsystems (roofing, HVAC, plumbing, electrical, building envelope) have exceeded their expected life span and require replacement. OUS has developed a 20-year plan to address the maintenance backlog, improve seismic safety, and reduce energy consumption, so that future generations will find a welcoming physical environment at Oregon's public universities.

OUS is an emerging leader in sustainable practices and earthquake disaster management. In response to an executive order by the governor, OUS now requires all public improvement projects to meet or exceed guidelines for sustainable practices as outlined in the U.S. Green Building Council's LEED Silver program. Good energy management practices, together with Oregon's temperate climate, allow OUS universities to rank among the best nationally for low energy usage.

In 2006, OUS contracted with Sightlines, a nationally respected facilities asset advisory firm, to measure, monitor, and benchmark facilities space at the seven system campuses. Sightlines' database of institutions (233 campuses in 32 states) contains an array of institutions similar to our own, and the firm's analyses can be adjusted for regional market conditions. The study represents the university system's first comprehensive evaluation of E & G space for its physical characteristics, maintenance profile, and energy consumption, together with associated operating and capital budgets. Several of the tables that follow rely on the study.

Campus density charts on page 126 compare enrollment and resulting campus density of the seven Oregon institutions to public institutions in Pennsylvania, Massachusetts, and Missouri. The very high level of space utilization at some OUS institutions – for example, at PSU compared to the large university cohort and at WOU compared to the regional university cohort – suggests that current OUS facilities may be overused. It may be necessary to increase E & G space in order to meet student demand.

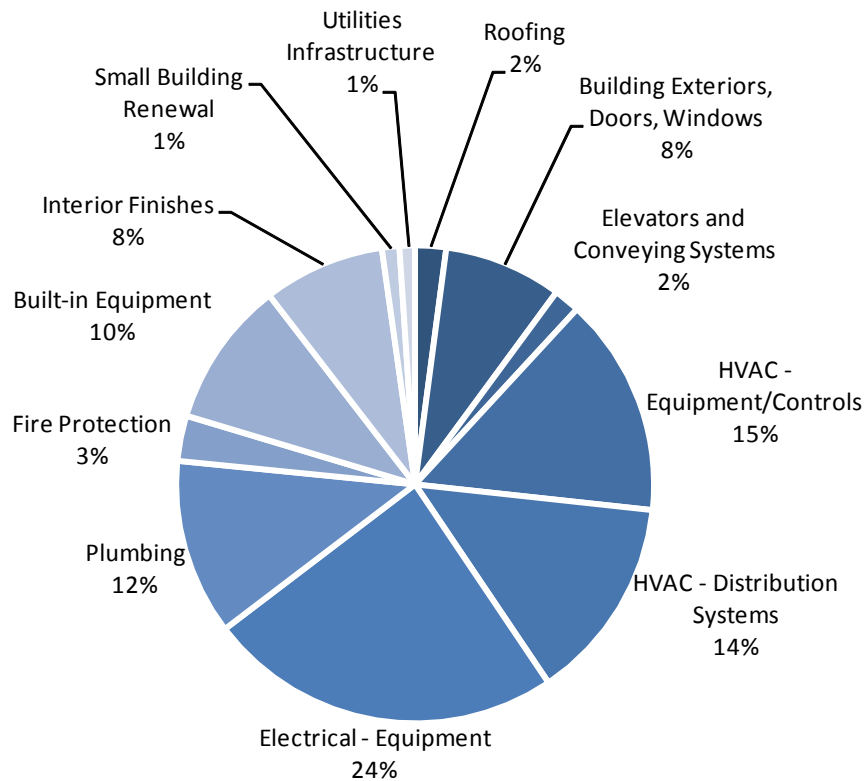
OUS Facilities Summary: Current Replacement Value, Deferred Maintenance, & Seismic Mitigation, 2007 Education and General Facilities Only

Institution	2007 Gross Square Feet	Current Replacement Value (CRV) (\$ in millions)	Deferred Maintenance (DM) (\$ in millions)	Seismic Backlog (\$ in millions)	DM and Seismic as a % of CRV
Eastern Oregon University	532,404	\$108	\$16	\$19	32%
Oregon Institute of Technology	593,108	96	23	5	29%
Oregon State University	4,990,213	1,072	253	168	39%
Portland State University	2,878,100	557	166	47	38%
Southern Oregon University	768,648	136	25	26	37%
University of Oregon	3,766,485	793	167	77	31%
Western Oregon University	748,354	127	22	48	55%
Total	14,277,312	\$2,889	\$670	\$390	37%

Source: OUS Capital Construction, Planning and Budget.

Deferred Maintenance by Subsystem Education and General Buildings Only

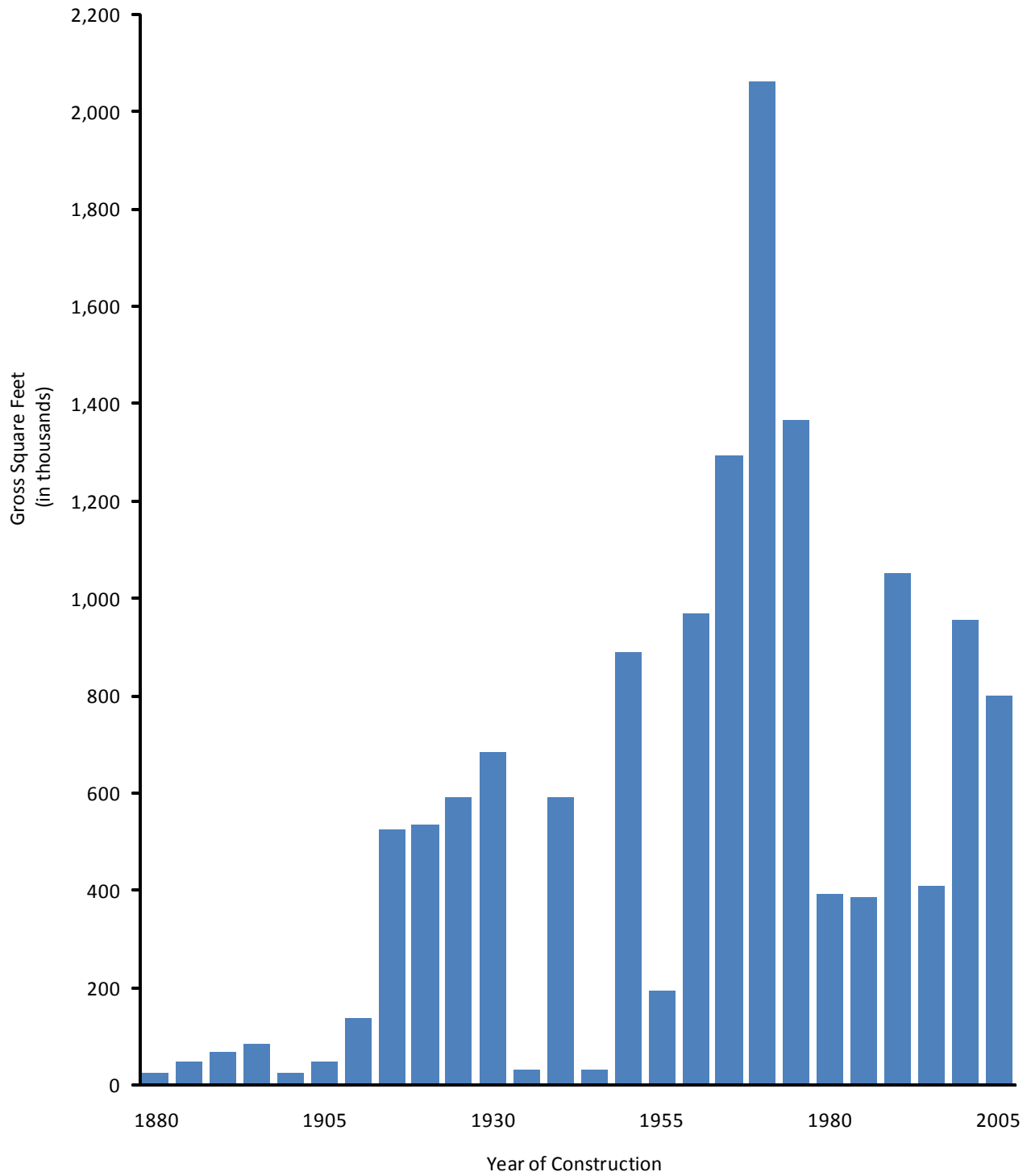
Total = \$670 million



NOTE: Excludes housing and dining facilities.

Source: OUS Capital Construction, Planning and Budget.

Age of OUS Facilities (Shown in Five-Year Cohorts)



Note: Excludes housing, parking, and small structures.

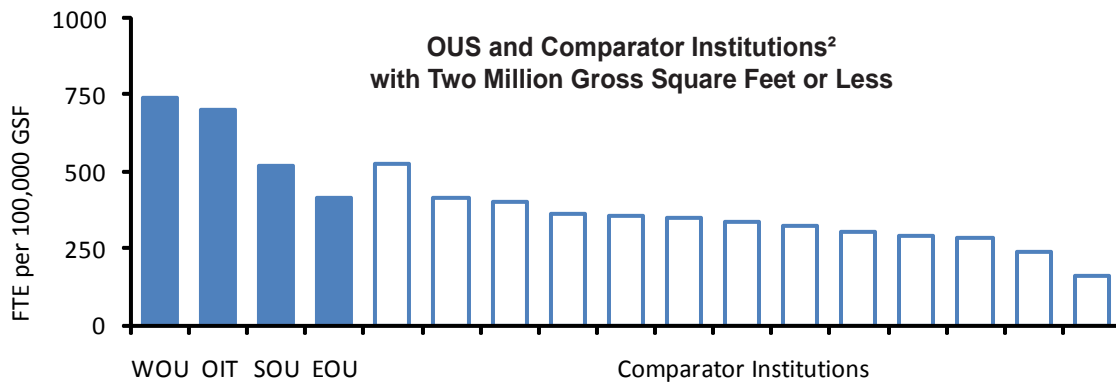
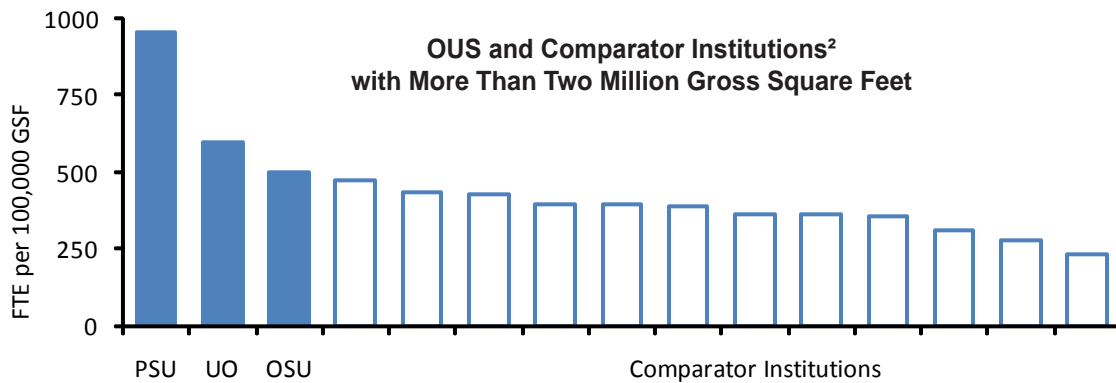
Source: OUS Capital Construction, Planning and Budget.

OUS Facilities: Campus Density Student FTE per 100,000 Gross Square Feet¹, 2007

Institution	FTE per 100,000 GSF
Eastern Oregon University	413
Oregon Institute of Technology	702
Oregon State University	501
Portland State University	958
Southern Oregon University	523
University of Oregon	599
Western Oregon University	740

¹ Includes main campus Education and General gross square feet only.

Source: Sightlines.



² Includes selected Institutions for comparison from a list of available institutions surveyed in Pennsylvania, Massachusetts, and Missouri. Comparator institutions include Bloomsburg University of Pennsylvania, California University of Pennsylvania, Cheyney University of Pennsylvania, Clarion University of Pennsylvania, East Stroudsburg University of Pennsylvania, Edinboro University of Pennsylvania, Indiana University of Pennsylvania, Keene State College, Kutztown University, Lock Haven University of Pennsylvania, Mansfield University of Pennsylvania, Millersville University of Pennsylvania, Missouri University of Science and Technology, Plymouth State University, Shippensburg University, Slippery Rock University of Pennsylvania, University of Massachusetts - Amherst, University of Massachusetts - Boston, University of Massachusetts - Lowell, University of Massachusetts - Dartmouth, University of Missouri - Columbia, University of Missouri - Kansas City, University of Missouri - St. Louis, University of New Hampshire, and West Chester University of Pennsylvania.

Source: Sightlines.