

INDIANA UNIVERSITY SOUTH BEND

**INDIANA UNIVERSITY  
SOUTH BEND**

**Budget Presentation for  
Academic Senate Meeting  
November 2007**

**By Karen Clark, Bill O'Donnell and P.N. Saksena**

- **Karen Clark, Co-chair of the Academic Senate Budget Committee**

## Duties of the Academic Senate Budget Committee

- To represent faculty interests in budget matters at IUSB.
- To consult with appropriate administrative officers in preparing the budget each year.
- To consult with the faculty about budget procedures and practices.
- To evaluate present budgetary procedures and to propose modifications as necessary.

- **Bill O'Donnell, Vice Chancellor  
for Administrative and Fiscal  
Affairs**

# INDIANA UNIVERSITY SOUTH BEND

## South Bend Budget – Summary of General and Restricted Funds, and Auxiliary Enterprises

	<u>2006-07</u>	<u>2007-08</u>	<u>Percent Change</u>
General Educational Fund	\$ 56,423,783	\$ 58,811,840	4.2%
Designated and Other Restricted	1,548,525	1,484,064	-4.2%
Contracts and Grants	600,000	500,000	-16.7%
Auxiliary Enterprises	6,248,968	2,885,980	-53.8%
TOTAL Expenditures	\$ 64,821,276	\$ 63,681,884	-1.8%

# INDIANA UNIVERSITY SOUTH BEND

## IUSB Operating Appropriation – Change from 2006-07 to 2007-08

• Inflation funding (1.4%)	\$ 318,019
• Enrollment change	(14,000)
• Change in Degrees Conferred	-0-
• On-Time Degrees	-0-
• Equity	<u>-0-</u>
» <b>TOTAL</b>	<b>\$ 304,019</b>

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## INDIANA UNIVERSITY SOUTH BEND FISCAL YEAR 2007-08

- **New Sources:**

– Fee Rate Increase	1,786,053
– State Appropriation	304,019
– State Appropriation – Debt Service	168,488
– Other Income	<u>129,497</u>

**Total New Sources** \$ **2,388,057**

- **New Uses:**

– Salary & Benefit Increases	915,931
– General Exp Increases	808,504
– Debt Service Payments	168,488
– Reduction in Negative Plugs	580,288
– Campus Deficit (Negative Plugs)	<u>( 85,154)</u>

**Total New Uses** \$ **2,388,057**

# INDIANA UNIVERSITY SOUTH BEND

• <b>IU South Bend General Expenditure Increases</b>	
– Utilities	(101,774)
– 18/20 Retirement	151,162
– Accounts Receivable Write-off (No wash-out)	125,000
– Chancellor's Merit Award	575,000
– University Tax	4,101
– Miscellaneous	<u>55,015</u>
<b>Total Gen. Exp. Increases</b>	<b>\$ 808,504</b>



# INDIANA UNIVERSITY SOUTH BEND

## Percent Increases for Continuing Personnel

	Academic		Professional		Support & Service
	Overall	With Exclusions	Overall	With Exclusions	
Bloomington	4.8%	4.5%	3.3%	3.2%	*
IUPUI	3.1%	3.1%	3.3%	2.9%	2.8%
IUPUI without Medicine	3.4%	3.3%	3.0%	2.8%	2.6%
East	3.5%	3.1%	2.8%	2.8%	2.5%
Kokomo	2.1%	2.0%	2.0%	2.0%	2.0%
Northwest	2.1%	2.1%	1.5%	2.0%	**
South Bend	2.3%	2.2%	2.1%	2.1%	2.0%
Southeast	4.1%	3.4%	5.2%	2.5%	2.9%
University Administration	2.9%	2.9%	3.1%	2.8%	*

\* The allocated pool for support and service staff was 2%.

\*\* The allocated pool for support staff was 2%. The average increase for service staff was also 2%.

Note: Figures do not reflect the impact of the Presidential Service Appreciation Bonus.

Trustee Guideline: Overall increases for academic salaries must be equal to or exceed those for staff employees, exclusive of equity, market-driven, promotion, and reclassification adjustments given prior approval by the President. All campuses met the guideline.

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Kokomo	2.1%	2.0%	2.0%	2.0%	2.0%
Northwest	2.1%	2.1%	1.5%	2.0%	**
South Bend	2.3%	2.2%	2.1%	2.1%	2.0%
Southeast	4.1%	3.4%	5.2%	2.5%	2.9%
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# INDIANA UNIVERSITY SOUTH BEND

## IUSB Operating Appropriation – Change from 2007-08 to 2008-09

• Inflation funding (2.0%)	\$ 454,275
• Enrollment change	(14,000)
• Change in Degrees Conferred	96,000
• On-Time Degrees	-0-
• Equity	<u>-0-</u>
<b>» TOTAL</b>	<b>\$ 536,275</b>

- **Fiscal Year 2008-09 Planning**
  - Salary increases – each 1% in raise = \$500,000 needed in base budget including benefits.
  - Increased spending for Academic Affairs
  - Mandated cut in Administrative Overhead
  - Support structure for residential students.
  - President's Fund Assessment
  - Uncertainty about future enrollments.

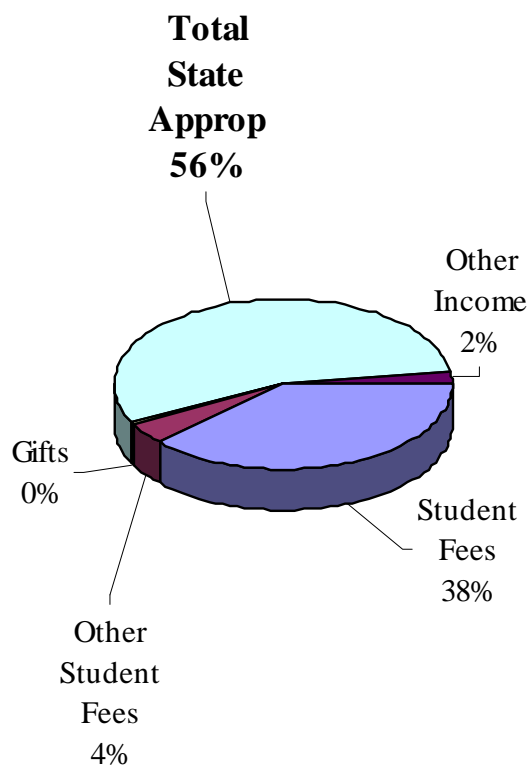
# INDIANA UNIVERSITY SOUTH BEND

- General Fund Total Appropriations
  - Decreased from 56% of campus revenues to 50% of campus revenues over a 10 year period.
- Student Fees
  - Increased from 38% of campus revenues to 45% of campus general fund revenues.

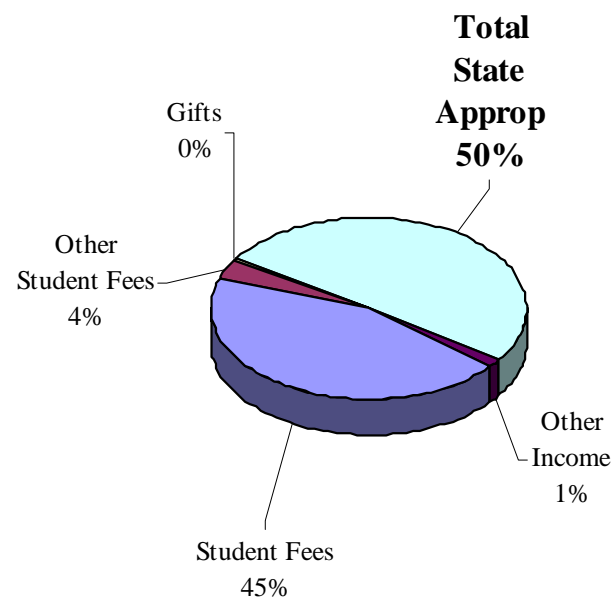
# INDIANA UNIVERSITY SOUTH BEND

## Source of Income Comparison

**General Fund Actual Income  
06/30/97**



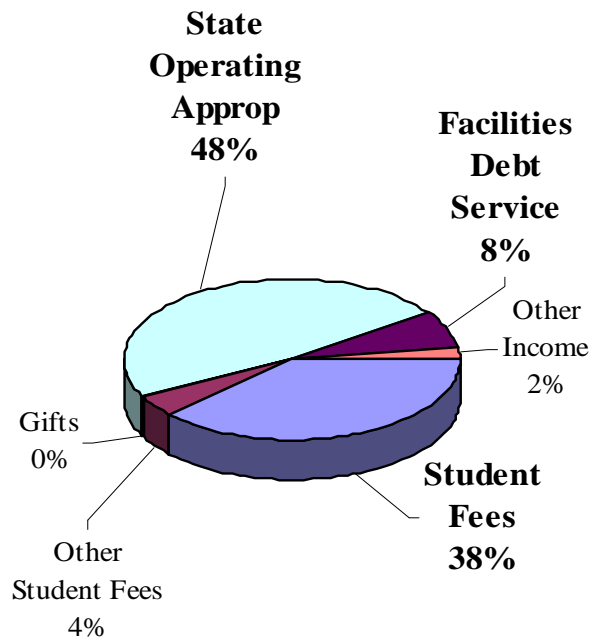
**General Fund Actual Income  
06/30/07**



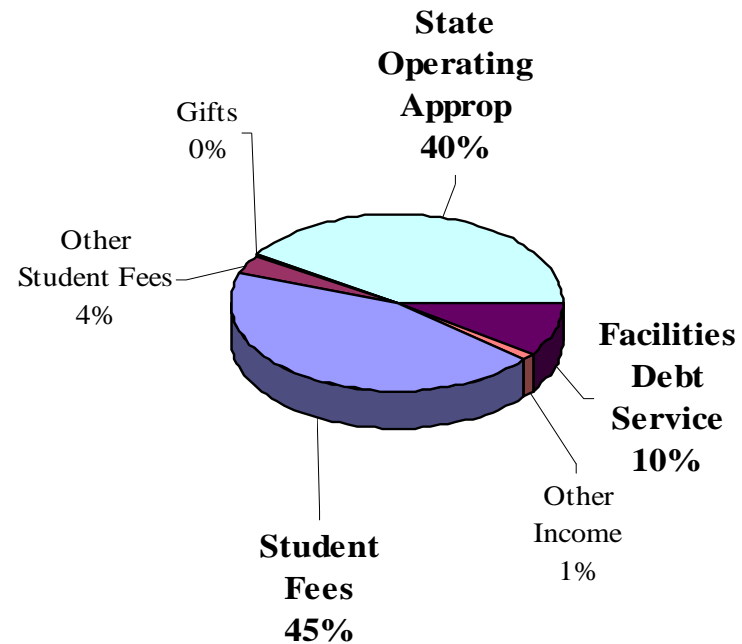
# INDIANA UNIVERSITY SOUTH BEND

## Source of Income Comparison - Debt Service Broken Out

**General Fund Actual Income  
06/30/97**



**General Fund Actual Income  
06/30/07**



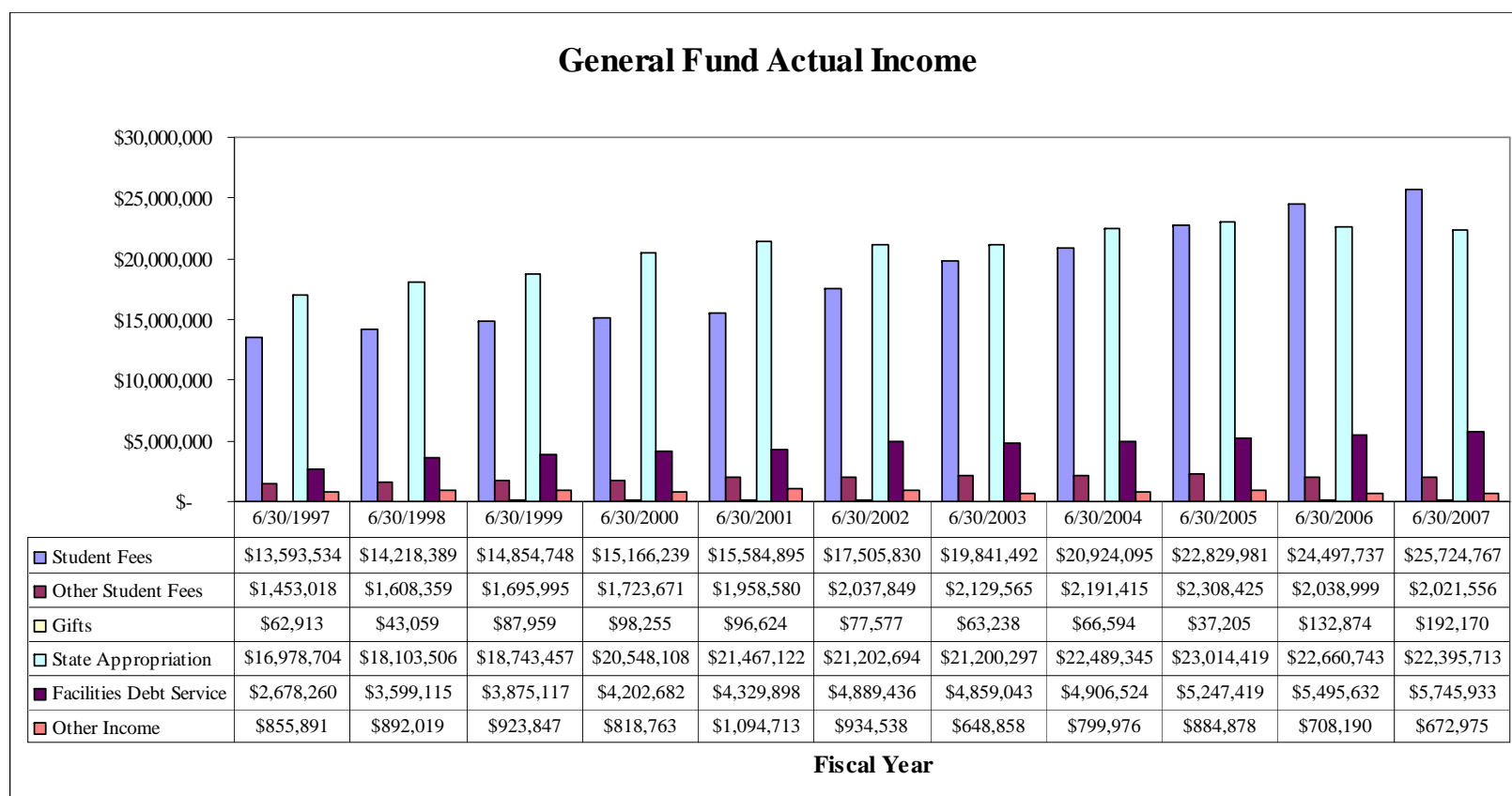
# INDIANA UNIVERSITY SOUTH BEND

- General Fund **Operating** Appropriations
  - Decreased from 48% of campus revenues to 40% of campus revenues over a 10 year period.
- Student Fees
  - Increased from 42% of campus revenues to 49% of campus general fund revenues.



# INDIANA UNIVERSITY SOUTH BEND

## Source of Income Comparison - Debt Service Broken Out



- **P.N. Saksena, Co-chair of the Academic Senate Budget Committee**

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## Budget Committee Members

- Grant Black (B&E)
- Lois Carder (Arts)
- Yi Cheng (LAS)
- Karen Clark (Educ)
- Linda Fisher (Library)
- Robert Kolt (Arts)
- Frances Lanciotti (Prof Staff Council)
- P.N. Saksena (B&E)
- Rolf Schimmrigk (LAS)

- **Questions?**