

INDIANA UNIVERSITY SOUTH BEND

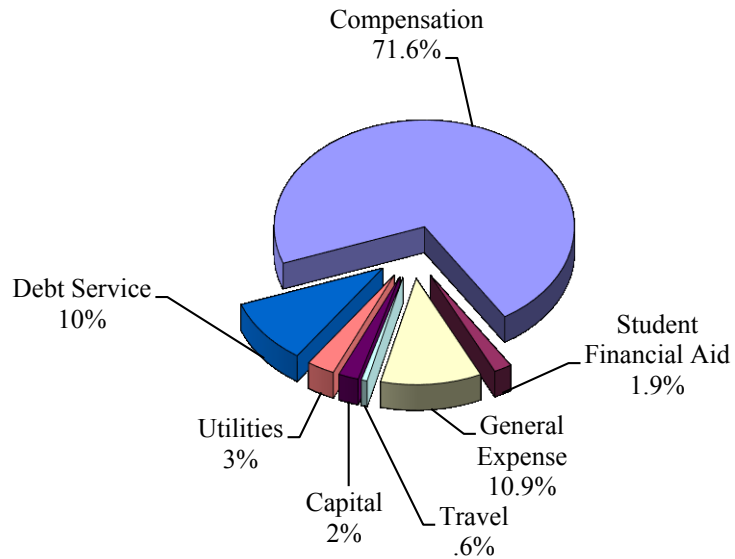
Budget Presentation for Academic Senate Meeting November 2010

By Bill O'Donnell

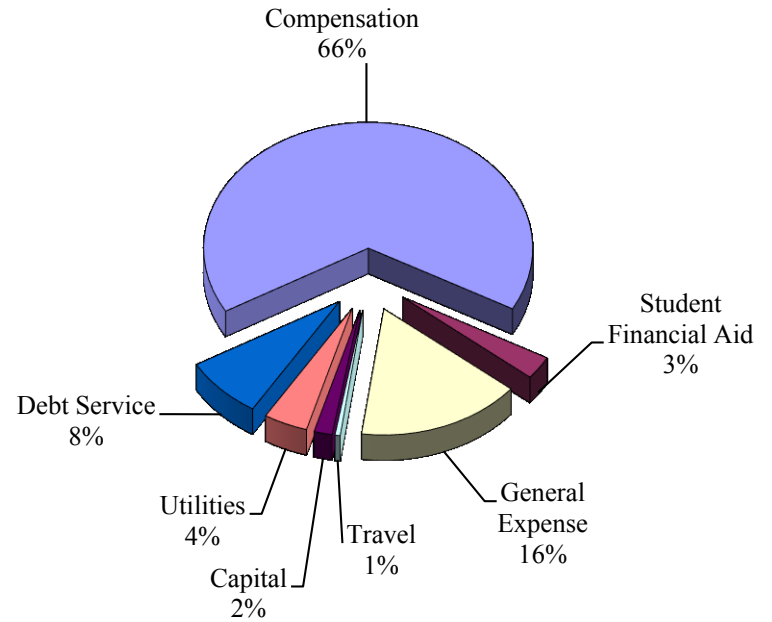


10 Year Budget Comparison

General Fund Expenditure Budget 7/1/00

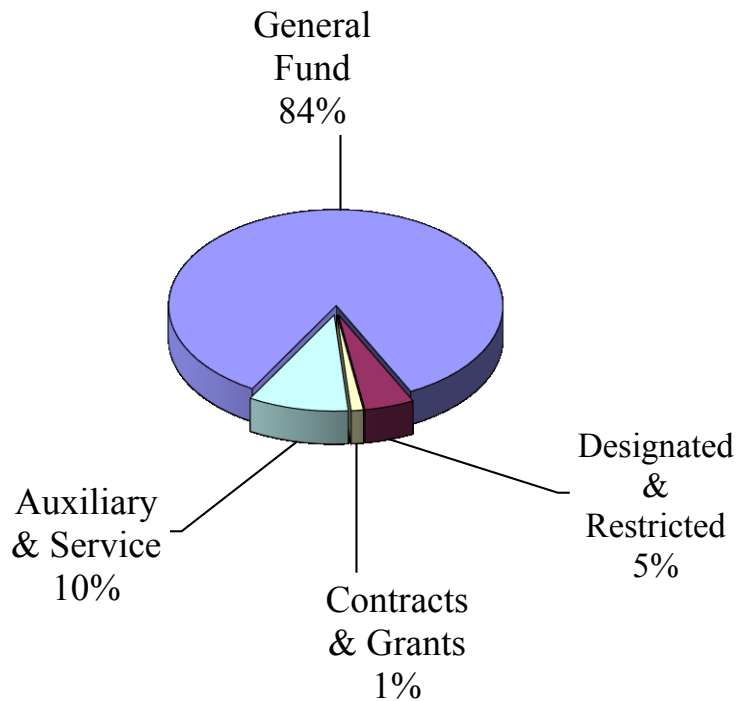


General Fund Expenditure Budget 7/1/10

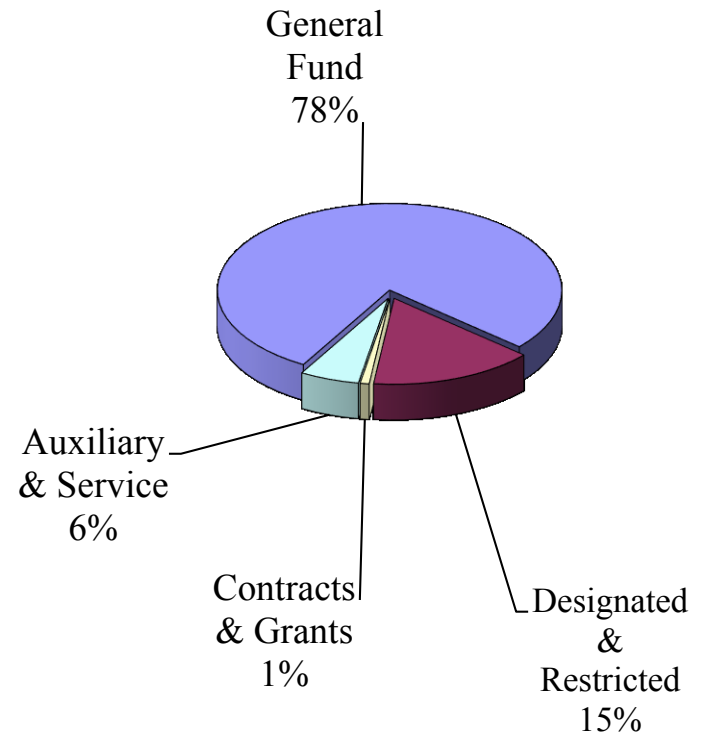


10 Year Comparison – Fund Groups

All Fund Groups (07/01/00)

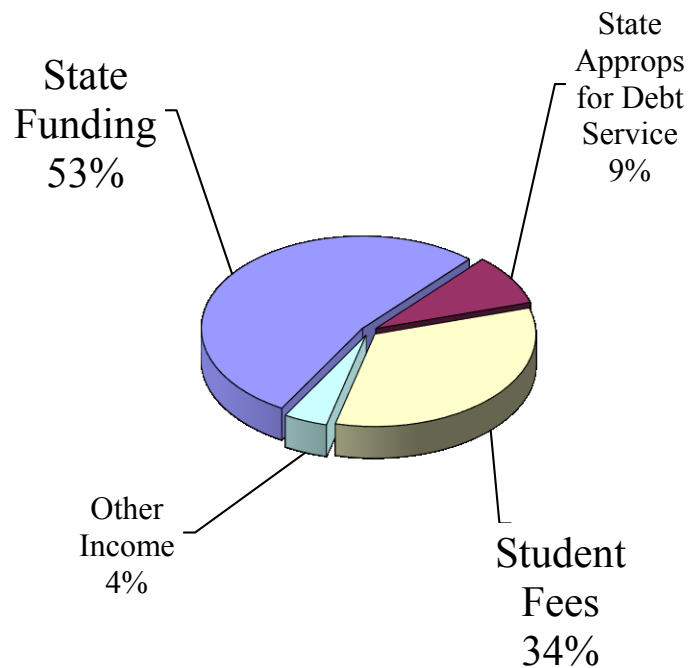


All Fund Groups (07/01/10)

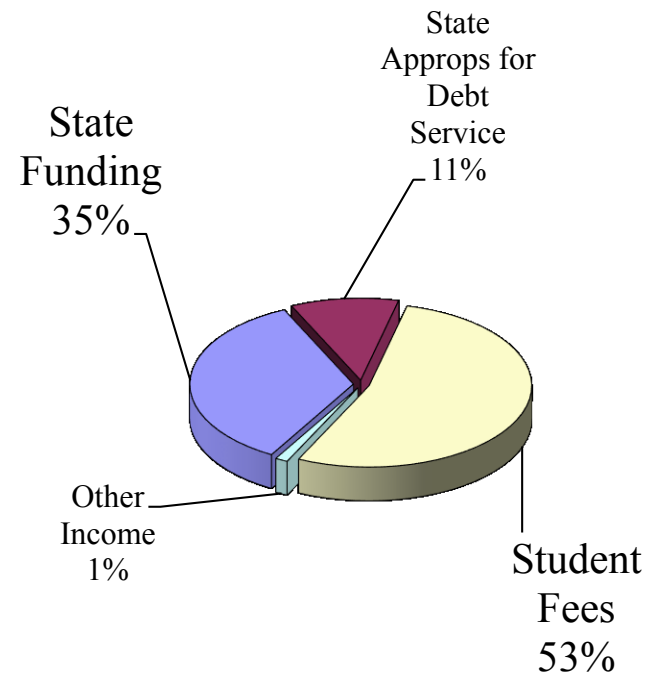


28 Year Change in Funding

Campus Funding 7/1/1981



Campus Funding 7/1/2009



State Appropriation Reductions - Base

	<u>State Appropriation</u>	<u>Budget Change</u>	<u>% Change</u>
• FY 2008-09	\$ 23,236,007		
• FY 2009-10	\$ 22,157,280	\$ (1,078,727)	- 4.6%
• FY 2010-11	\$ 21,772,918	\$ <u>(384,362)</u>	<u>- 1.7%</u>
Total Base Budget Reduction		\$ (1,463,089)	- 6.3%

Recent State Cuts

- No federal stimulus dollars for operations.
- R&R Reduction of about 1/3.
- FY 2009-10 shortfall of \$ 1,078,727.
- FY 2010-11 shortfall of \$ 1,463,089.

- **Total Cash Shortfall \$ 2,541,816**



FY 2009 – 10
\$ 1,080,000 Budget Reduction Goal

- General Fund **Budget Reduction Plan**
 - 50% reduction in travel budgets
 - Collection of 50% of the compensation of all vacated professional, professional nonexempt, and other nonexempt appointed positions. (Faculty positions were **not** affected).
 - Campus determined budget cuts.

FY 2009 – 10 Budget Reductions

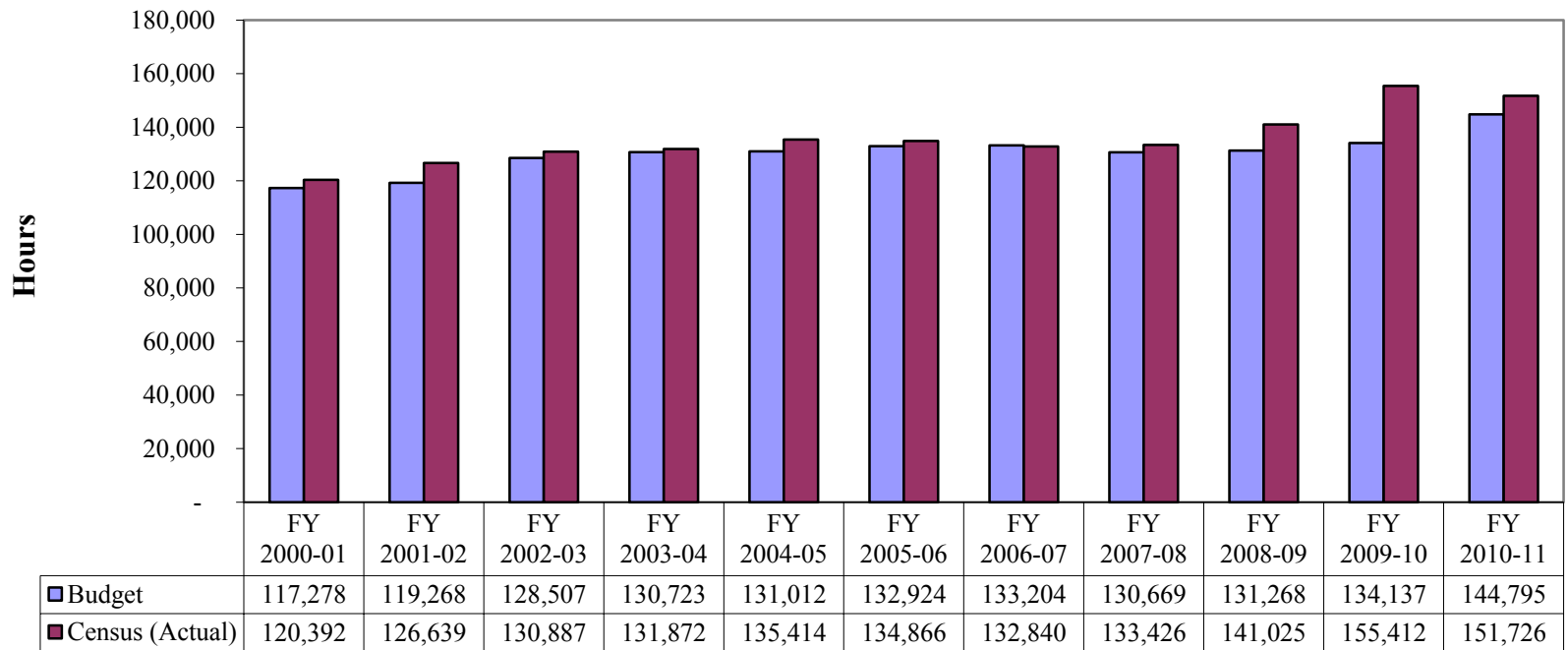
• 50% Travel Reductions	\$ 201,056
• Tuition Increase base	282,503
• 50% of Vacant Positions	495,784
• Additional Reductions	<u>105,558</u>
◦ Total Base Reductions	\$ 1,084,901

The Strategy for FY 2010 - 11

- **Increase enrollment projections** for FY 2010-11 to provide more base funds to help balance the budget.
- Additional reductions needed to restore travel budgets, positions or any new spending.
- Dollars from high enrollment will be used for cash shortfalls.

Budgeted Enrollment vs. Actual

Credit hours by Fiscal Year
(FY 2001-2011 Fall & Spring Semesters)



Fiscal Year

FY 2010-11 Budget Accomplishments

- Over 1/2 of 50% reduction in Travel budgets was restored in FY 2010-11 budget.
- Restored 11 of 15 vacant positions that were reduced by 50% in IU Budget Reduction Plan.
- Base funding for faculty sabbaticals (Plan 2.1.2).
- Visiting Lecturers budget – LAS
- Base funding for a 2% salary increase.

Change in Budget

- FY 2010 – 11 Budget \$ 64,845,694
- FY 2009 – 10 Budget 63,622,000
- **Budget Increase \$ 1,223,694**

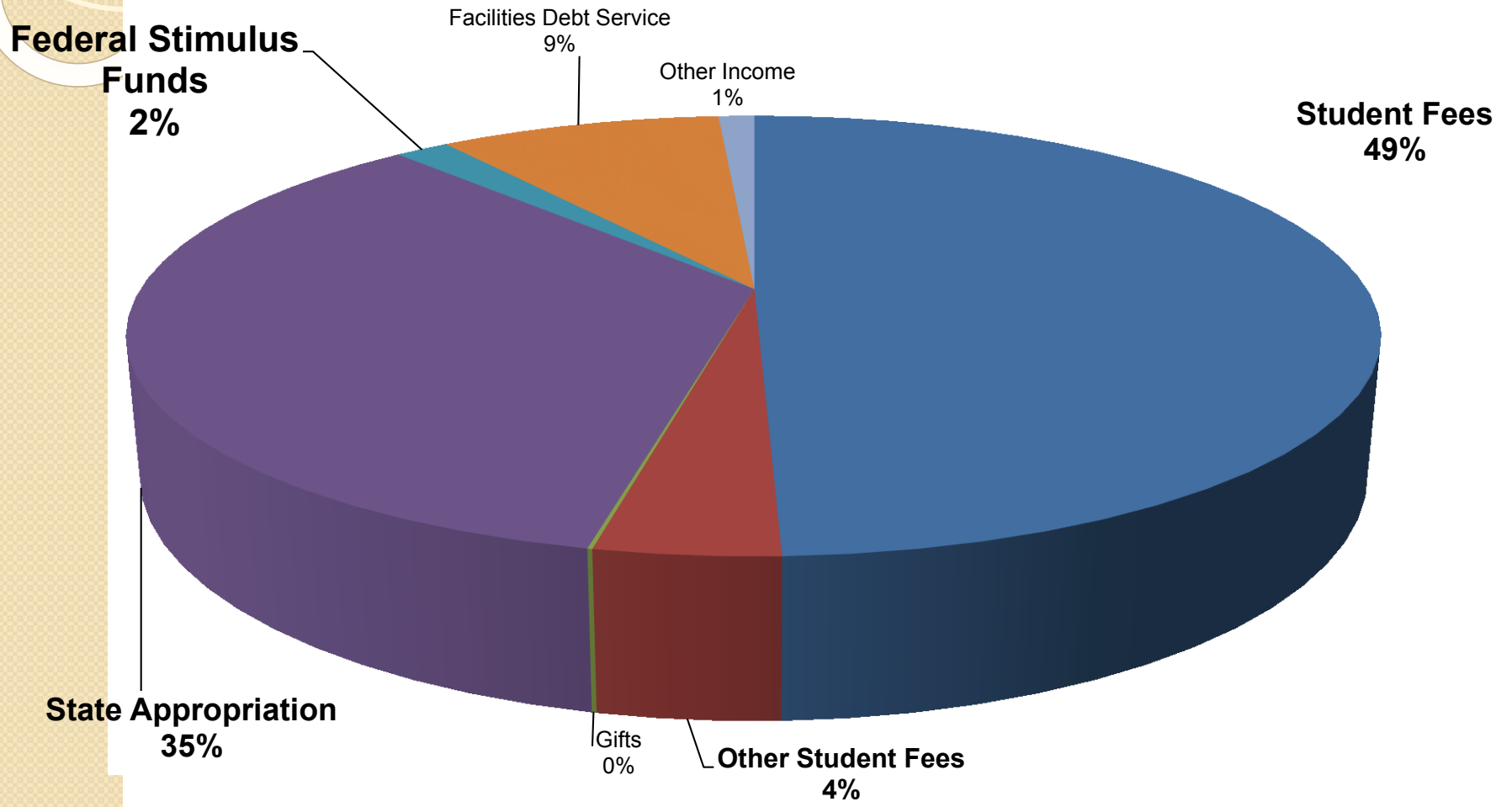
FY 2010 – II Budget

• Revenue Budget	\$ 64,845,694
• Expenditure Budget	<u>64,971,655</u>
◦ Base Deficit	\$ (125,961)

FY 2011-12 Budget Issues

- Unbudgeted 1% Raise = \$ 343,193
- Adjunct Faculty Raises = \$ 46,000
- Base Deficit = \$ 125,961
- Faculty Advertised Positions = \$ 27,077
- Faculty Promotions = Unknown /Varies
- Faculty Travel – Restore = \$ 66,612
- Other Travel – Restore = \$ 27,890
- Other Budget Requests

General Fund Budget FY 2009-10



Faculty Promotions - FY 2011 - 12

- Lecturer to Senior Lecturer \$ 2,000
- Promotion to Associate
 Professor / Librarian \$ 3,000
- Promotion to
 Professor / Librarian \$ 4,500

Note: Old rates were \$ 1,000, \$ 1,500 and \$ 2,000 respectively.

Operational Plan Budget Goals

- 1.5 Increase Financial Aid
- 2.1 Faculty Salary & Compression Issues
- 2.1.3 & 8.3.2 Increase faculty travel budgets
- 2.2.1 Graduate Student Research funding
- 2.2.2 Graduate Student Assistantships
- 2.2.3 Marketing Funds – Grad Programs

Budget Challenges – FY 2011-12

- FY 2011-12 & FY 2012-13 possible state funding reduction from 2011 Legislature.
- Meeting needs of increased student enrollment with state funding reductions.
- Gauge how much of enrollment increase is temporary outcome of unemployment rate and prepare for the re-adjustment.
 - ie – the budget needs to expand and contract as necessary to meet the enrollment level.

Long Term Budget Planning

- Process for making budget cuts.
- Strategic Plan / Operational Plan that helps prioritize resource allocation.
- Possible implementation of RCM.
- Ongoing communication groups or networks for discussion of campus and budgetary issues.



- **Questions??**

