



# Town Hall Meeting

Budget Allocation  
March 4, 2005



## Historical Perspective

- State rebate in 2000
- Sept. 11, 2001 and the resulting recession
- State budget deficits in 2002



## Historical Perspective

### *Campus cost saving measures*

- Closed Fridays during the summer in '03 and '04
- Held vacant classified positions open for 6 weeks
- Cut repair funds to buildings
- Did not fill 25 vacant faculty positions
- Made cuts to staff positions
- Made cuts to the:
  - Supply and equipment budgets
  - Administrative travel allowance in the contract



## Historical Perspective

### *How we arrived at the FY'04 budget balance:*

- Cost saving measures
- Employment contract settlements
- Utilities savings
- No significant legal or workers compensation settlements
- Collection of accounts receivable debt



## Current Budget Situation

### *Figures used for allocation:*

- FY'04 positive budget balance = \$4.85 million
- Projected FY'05 positive balance = \$6.3 million
- One-time balance
  - Allocated over 3 years
- Structural balance
  - Used to fund positions and other recurring expenses



## One-Time Allocation Process

- Allocated according to strategic planning themes, plus student support
- Process and timeline announced to campus on Nov. 16<sup>th</sup>
- Proposals sent up through VP units, bargaining units and student government
- Initial recommendations shared with campus on Jan. 31<sup>st</sup>



## ● ● ● Consultation Process

- Meet and Confer with bargaining units
- Meetings within operating units
- Student government
- Campus survey



## ● ● ● Survey Results

- Survey conducted week of Feb. 7<sup>th</sup>
- Limited response (100 complete responses)
- No clear mandate from campus
- One area that received multiple mentions was library acquisitions

Full survey results are available at:  
[www.stcloudstate.edu/campusconversations](http://www.stcloudstate.edu/campusconversations)



## ● ● ● One-time Fund Investment

- One-time funds for FY'05 will be available mid-March
- Complete list of one-time fund investments at:  
[www.stcloudstate.edu/budget](http://www.stcloudstate.edu/budget)



## ● ● ● Budget Assumptions

### **Assumed variables used for all projections**

- Health insurance adjustment: FY 06 = 15%, FY 07 = 15%, effective January 2006, January 2007
- Utilities adjustment: FY 06 = 5%, FY 07 = 5%
- Tuition remission graduate student adjustment: consistent with tuition rate
- Debt service based on balance for Centennial and planning for Brown Hall
- Reserve adjusted to maintain 5% balance as required by Board policy



## ● ● ● Budget Variables

### **Issues Pending for FY'06, FY'07**

- Contract Settlement Costs
- State Allocation
- Tuition Rates
- Enrollment
- Supplies and equipment cost increases



## ● ● ● Budget Scenarios

	FY'05	Scenario A		Scenario B		Scenario C		Scenario D	
		FY'06	FY'07	FY'06	FY'07	FY'06	FY'07	FY'06	FY'07
<b>State Appropriation</b>		No change		No change		\$25 million		\$38 million	
<b>Tuition</b>		No change		No change		2% inc.		4% inc.	
<b>Compensation</b>		5% inc.		No change		4% inc.		5% inc.	
<b>Supplies &amp; Equip.</b>		3% inc.		2% inc.		3% inc.		2% inc.	
<b>Enrollment</b>		14,200	14,250	14,200	14,250	14,200	14,250	14,200	14,250
<b>Adjusted Total Revenue</b>	\$117.2	\$117.9	\$117.9	\$117.9	\$117.9	\$121.4	\$122.6	\$123.7	\$126.4
<b>Total Current Expenditures</b>	\$110.4	\$114.4	\$118.8	\$111.7	\$113.1	\$113.6	\$117.1	\$114.4	\$118.8
<b>Additional Expenditures</b>	---	\$4.2	\$5.2	\$4.2	\$5.2	\$4.2	\$5.2	\$4.2	\$5.2
<b>Projected Balance</b>	\$6.8	(\$7)	(\$6.1)	\$2.0	(\$4)	\$3.5	\$3	\$5.1	\$2.4


\*figures in millions



● ● ● **Permanent Allocations**

**Divided into three groups:**

- **Proposed Additions to Base**
  - Begin to restore funding levels to that of FY'03 and FY'04
  - Available for FY'06 after consultation process completed (April 8)
- **Contingent Additions to Base**
  - Enhance operations to provide a better educational environment for our students
  - Available after FY'06 budget is finalized
- **Strategic Investments**
  - Fund opportunities to bring us to the next level as an institution (Governors Initiatives including Center's of Excellence, Health Sciences, Strategic Planning initiatives)
  - Contingent on variables beyond budget scenarios




● ● ● **Permanent Allocations:  
Student Support Initiatives**

**Proposed Additions:**

- Student scholarships
- Student wage increase

**Contingent Additions:**

- Additional student wage increase




● ● ● **Permanent Allocations:  
Academic Distinction**

**Proposed Additions:**

- Student Research Colloquium
- Undergraduate Studies faculty and student development
- 14 academic lines
- Graduate assistant stipends and tuition waiver
- Admissions representative
- Broadcast engineer in Mass Communications

**Contingent Additions:**

- Additional graduate assistants
- Additional accreditation expenses
- Additional Undergraduate Studies faculty and student development




● ● ● **Permanent Allocations:  
Diversity & Social Justice**

**Proposed Additions:**

- Diversity training
- Enrollment Management initiatives
- CARE Initiative
- Advanced Placement Program (APP)

**Contingent Additions:**

- Additional ADA accommodations
- SEVIS coordinator in International Studies
- Enhance Respect and Responsibility training




● ● ● **Permanent Allocations:  
Service Community**

**Proposed Additions:**

- 2 - 75% FTE academic advisors
- Mental health position – Counseling
- All-staff conference
- Campus security officer
- Strength trainer
- Parking software and hardware system - maintenance
- Pay lot parking machines - maintenance

**Contingent Additions:**

- Campus security officer
- Additional 75% FTE academic advisor
- New student kickoff activities
- MN Campus Compact membership (1/2 funded by SL&D)




● ● ● **Permanent Allocations:  
Technology**

**Proposed Additions:**

- Administrative computing development software and hardware - maintenance
- Improved capacity and reliability of test scoring
- E-classroom maintenance

**Contingent Additions:**

- LR&TS equipment
- Computer security technician





## Permanent Allocations: Univ./Community Relations

### Proposed Additions:

- o Alumni magazine
- o 2 development positions

### Contingent Additions:

- o Recruitment-focused advertising
- o Additional development position
- o 75% FTE Athletic Media Relations position
- o KVSC position (restore manager cuts)



## Permanent Allocations: University Infrastructure

### Proposed Additions:

- o Budget support position
- o DARS coordinator in Records and Registration

### Contingent Additions:

- o 2 general maintenance workers
- o 1 trades maintenance worker
- o Strategic planning position
- o Repair & Replacement funding restoration
- o Maintenance vehicles



## Budget Timeline

### March 4, 2005 through April 8, 2005

Publication and consultation of proposed allocations and investments

### April 8 - 30, 2005

Finalize decisions on proposed additions

### Convocation Week 2005

Town Hall meeting to present contingent additions



## Town Hall Meeting

### Questions or Comments?

For a copy of this presentation and complete budget documents discussed go to:

[www.stcloudstate.edu/budget](http://www.stcloudstate.edu/budget)

