

Budget Overview/Projection

Fiscal Year 2004

DKB:7/30/02, revised 10/03/02, 12/01/02, 1/17/03

Assumed Variables Used Re Projection

Enrollment: FY04=14,325 held steady

State Allocation based on MnSCU estimate for FY04 reduced by 3%, 5% or reduced to FY 01 Allocation level (approx.-10%)

All Staffing Levels Held Constant

Salary Increases @ 5% FY 04 for planning purposes

Fringe Increases from 28% to 29% of salaries in FY04

Utilities Increase 3% in FY04

Credit Card Expense adjusted for web-site payment

Legal Costs Increase \$200,000 FY03, FY 04

MnSCU Policy regarding reserves - requires 5% reserve, adjusted to 3.0% FY 04

Issues Pending

Contract Settlement Costs for FY 04

Legal Settlement Costs

Economic Recession

State Allocation Estimate for FY 04