Success at Iowa

Resources Plan for the UI

Board of Regents | 4/12/18
Higher Ed Funding FY 2018

Map showing state funding levels with specific states highlighted in yellow.
FY 1998 vs. FY 2018

State of Iowa Budget
- FY 1998 – $4.36 billion
- FY 2018 – $7.26 billion
  - $2.9 B

Consumer Price Index June ’97–June’17
53%

Support from the state for the University of Iowa
- FY 1998 – $223 million
- FY 2018 – $216 million (originally)
- FY 2018 – $211 million (now)
  - $12 M
New budget allocation model

- Two year process to create new budget model
  - New model informed by UI’s Collegiate Economic Analysis (CEA)
  - Shifts the power, responsibility, and incentives from the central admin to the colleges and units
  - Local decisions will provide better opportunities for students, faculty, and staff
  - Implementation to begin for FY 19
FY 18 Impact & Action

Impact

• 90 days to absorb a $5.49 million reduction

Action

• Building moratorium until Sept 12th 2018 (limited exceptions)
  • Projects that have been bid and awarded or are already in the construction phase
  • Projects addressing specific patient safety, public safety, or code requirements
  • Emergency projects (typically related to critical/time-sensitive facility repairs)
FY 19 Impact & Action

Impact

• Projected no additional state funding

Action

• Reduce or eliminate activities previously supported by the state
  • State funding previously supported centers and institutes that served the state, region, and nation
  • Continued generational disinvestment requires further evaluation to determine financial feasibility of these operations
  • Using the new Budget Allocation Model to determine next steps
UI Ranking and Reputation

U.S. News & World Report Rankings
(Public Institutions)

#24 University of Iowa

#17 Avg of UI Peer Set

#19 Avg of UI Peer Set

#31 University of Iowa
UI Strategic Plan 2016–2021

To improve student outcomes the UI must invest in:

• **Student Success**
  Undergraduate Research / Internships / Leadership Development / Capstone Projects / Academic Engagement / And More….

• **Our Faculty**
  Retaining and hiring the best and brightest / Increasing research and scholarship
## UI Ranking and Reputation

<table>
<thead>
<tr>
<th>School</th>
<th>U.S. News Ranking – Public</th>
<th>U.S. News Ranking – Public/Private</th>
<th>Retention Rate</th>
<th>4 Year Grad Rate</th>
<th>Earnings per year (10 years post freshman year)</th>
<th>AAU</th>
</tr>
</thead>
<tbody>
<tr>
<td>UCLA</td>
<td>#1</td>
<td>#21</td>
<td>96%</td>
<td>74%</td>
<td>$59,600</td>
<td>Yes</td>
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<tr>
<td>Michigan</td>
<td>#4</td>
<td>#28</td>
<td>97%</td>
<td>75%</td>
<td>$57,400</td>
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<tr>
<td>UNC - Chapel Hill</td>
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<td>#30</td>
<td>97%</td>
<td>82%</td>
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<tr>
<td>Wisconsin - Madison</td>
<td>#12</td>
<td>#46</td>
<td>95%</td>
<td>57%</td>
<td>$51,000</td>
<td>Yes</td>
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<tr>
<td>Illinois - Champaign Urbana</td>
<td>#14</td>
<td>#52</td>
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<td>71%</td>
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<tr>
<td>Ohio State</td>
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<td>93%</td>
<td>59%</td>
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<tr>
<td>Texas - Austin</td>
<td>#18</td>
<td>#56</td>
<td>95%</td>
<td>52%</td>
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<tr>
<td>Minnesota - Twin Cities</td>
<td>#25</td>
<td>#69</td>
<td>92%</td>
<td>59%</td>
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<tr>
<td>Iowa</td>
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<td>#78</td>
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<td>51%</td>
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<tr>
<td>Indiana</td>
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<td>#90</td>
<td>89%</td>
<td>60%</td>
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<tr>
<td>Arizona</td>
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<td>#124</td>
<td>81%</td>
<td>43%</td>
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<tr>
<td><strong>Average</strong></td>
<td>19</td>
<td>57</td>
<td>93%</td>
<td>63%</td>
<td>$50,910</td>
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</tbody>
</table>

| **UI vs Average (2018)** | 12 | 21 | -7% | -12% | ($1,810) |
| **UI vs Average (2017)** | 14 | 26 |     |      |          |
Impact of Resources

4 Year Graduation Rate vs. Revenue per Student

- UCLA
- Michigan Ann Arbor
- UNC Chapel Hill
- Wisconsin Madison
- Ohio State
- Indiana
- Minnesota Twin Cities
- University of Iowa
- Texas Austin
- Arizona

Revenue Per Student (Net Tuition & State Appropriation/Student Count) vs. 4 Year Graduation Percentage
Predictable Resources = Better Student Outcomes

The Plan:

☑ Control overhead
☑ Ensure expenditures align with strategic plan
☑ Predictable/affordable five-year plan for tuition increases
☑ Invest in strategic plan to deliver on student success goals
Questions?