

# **General Education Fund**

**FY 2004**

- **November 2003 Expenditure Reduction of \$8.5 million – reversion to state**
- **Higher reductions assigned to non-academic units (2.5% non-academic vs. 2.0% academic)**
- **Reallocation of \$720,000 from non-academic to collegiate budgets**

# **General Education Fund**

**FY 2004**

- **General Education Fund Task Force  
Established: \$12 million in programmatic  
budget reductions targeted for FY 2005 -  
FY 2007**
- **Task Force includes faculty, staff and  
student elected leadership. Chair:  
Professor Jonathan Carlson, College of  
Law**
- **Report to President: End of April 2004**

# General Education Fund

**FY 2004**

- **March 2004 expenditure reduction of \$3 million**
- **Lower than anticipated growth in tuition and indirect cost recoveries revenue**
- **Higher reductions assigned to non-academic units (.83% non-academic vs. .66% academic)**

# **General Education Fund**

**FY 2004**

- **Tuition and fee payment schedule changes: Summer 2004 – Improved cash flow in FY 2004**

# **General Education Fund**

## **FY 2005**

- **Programmatic Reductions: First-year savings from the General Education Fund Task Force recommendations**
- **Most savings spread over 3 years**
- **First-year savings (FY 2005) will be critical, but limited due to timing**

# **General Education Fund**

## **FY 2005**

### **Tuition Revenue Assumptions**

- **Incorporate FY 2004 tuition revenue experience as baseline**
- **Level enrollment and constant mix using Board-approved tuition rate increases**
- **Board approved professional college tuition supplements**
- **Student Financial Aid: 17% of projected tuition revenue**

# **General Education Fund**

## **FY 2005**

### **Indirect Cost Recovery Assumptions**

- **Incorporate FY 2004 indirect cost recovery revenue experience**
- **Approved indirect cost rate unchanged: 47.5 %**
- **Increase in adjusted budget 4%**

# **General Education Fund**

**FY 2005**

## **Salary Policy**

- **Full payment of collective bargaining agreements**
- **Modeling allocation based on 1.7% average increase for non-bargaining employees (faculty and professional staff)**
- **Lower fringe benefit rates: \$3.7 million savings**



# **General Education Fund**

## **Other FY 2005 Expense Issues of Concern**

- **COGS bargaining agreement**
- **Library Acquisitions inflation**
- **Utility Inflation – coal and natural gas prices**
- **Increases in property insurance premiums**
- **Partial restoration of building renewal budget**

# **General Education Fund**

## **FY 2005 and Beyond**

- **Additional savings from General Education Fund Task Force Recommendations**
- **Engage in rigorous Strategic Planning Process**
- **Focus on benchmarks and Strategic Planning Process for restoring faculty salary vitality (including recruitment and retention)**
- **Additional focus on student involvement to improve student experience**