



Campus FY '20  
Budget Forum

July 2, 2019

# FY 20 BUDGET HIGHLIGHTS

- Funding Decisions from requests and presentations closely match Strategic Planning & Budget Council recommendations.
- MSU Strategic Plan: ***Empowering Generations***
  - Goal 1: Excellence in Education
  - Goal 2: Recruit and Enroll
  - Goal 3: Retain and Graduate
  - Goal 4: Vibrant and Inclusive campus
  - Goal 5: Community Engagement & Partnerships
  - Goal 6: Creative and Engaged Faculty and Staff



# FY 20 BUDGET HIGHLIGHTS

- Salaries: 2% Increase with minimum of \$120/month and max of \$200/month.
  - Next Fiscal Year (FY21): 2.5% increase
  - No raises for non-benefit employees
- Major Investments across campus for FY20 due to:
  - Energy Savings efforts led to a decreased utilities budget
  - Tuition: 4% increase + one-time 4.4% adjustment for new tuition model (banding 12-18 credits for all modes of delivery)
  - Legislature funded 96% “hold-harmless” funding formula floor and salary increases
  - Significant salary savings and “breakage” due to retirements, vacant positions, etc.
  - Conservative approach the past two years has led to financial reserves to fund high-priority, one-time needs; Projection of deficit bottom line will require use of reserves



<b>FY '19 and FY '20 BUDGET COMPARISON</b>				
		<b>FY '19</b>	<b>FY '20</b>	<b>Incr/</b>
		<b>Budget</b>	<b>Budget</b>	<b>Decr</b>
<b>Revenue</b>				
Tuition		16,284,905	16,685,097	2.5%
State Support		19,508,568	19,320,944	-1.0%
Other - Trust Funds		158,220	121,000	-23.5%
	<b>TOTAL REVENUES</b>	<b>35,951,693</b>	<b>36,127,041</b>	0.5%
<b>Expenses</b>				
Salaries - Base Benefitted		19,998,520	20,361,531	1.8%
Employee Benefits		8,446,001	8,924,863	5.7%
Vacancies and Breakage			(650,000)	
Operating budgets				
	Waivers	1,628,490	1,668,510	2.5%
	Utilities & Insurance	1,900,000	1,600,000	-15.8%
	Departmental Operating Expenses	3,517,987	3,789,694	7.7%
	Debt Service		225,000	N/A
	Contingency - committed	460,695	500,000	8.5%
	<b>TOTAL EXPENSES</b>	<b>35,951,693</b>	<b>36,419,598</b>	1.3%
	Net surplus/(deficit)	<b>0</b>	<b>(292,557)</b>	

## OPERATING BUDGET CHANGES FOR 2019-2021 BIENNIUM

Replace Departmental Course Fees	\$70,400
New Faculty Position – Nursing (with benefits)	85,000
New Faculty position – Early Childhood (with benefits)	85,000
New Accounting Faculty position – FY '21 (with benefits)	100,000
New Cybersecurity position – FY '21 (with benefits)	120,000
College of Business Expenses to Endowment funding	-150,000
Eliminate Humanities vacant position	-100,000
Increase Criminal Justice Faculty at BSC to Full-Time	10,000
Temp Help for Media Resources Center	10,000



Be seen. Be heard. BE INSPIRED.

## OPERATING BUDGET CHANGES FOR 2019-2021 BIENNIUM (cont.)

Additional Nursing Faculty Equity adjustments	\$40,000
Academic Affairs Restructuring	175,000
Sponsored Programs administration	50,000
Faculty Promotions	25,000
Comm Dis. Accreditation mandated adjustments	35,000
Criminal Justice program expenses	5,000
Cybersecurity start-up expenses	30,000
Library Databases/Abstracts	16,000



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## OPERATING BUDGET CHANGES FOR 2019-2021 BIENNIUM (cont.)

New Position – Mental Health Counselor (with benefits)	80,000
Increase Library Custodial Position to Full-Time	15,000
Elimination of CETL Coordinator Position	-60,000
Fund Mandated Background Checks	10,000
New Net Price Calculator for Website	8,000
Additional Marketing Funds	25,000
Women’s Hockey Adjustment	35,000
Facilities Maintenance Budget	<u>120,000</u>
<b>Total Annual Operating Investments (approximate)</b>	<b>\$839,400</b>



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## FY '20 ONE-TIME INVESTMENTS

Hartnett Hall Renovation Study	\$20,000
Steam Line Repair	95,000
Communication Disorders Accreditation needs	75,000
Student Center Planning	15,000
Academic Support Center	60,000
Science Equip. (LCMS, microscopes, etc.)	178,000



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## FY '20 ONE-TIME INVESTMENTS

Minor Upgrades in the Dome	\$40,000
Music Choral Risers	15,000
General Deferred Maintenance (carpet)	132,000
Academic One-Time Needs	100,000
Security Cameras and Replacement Servers	54,000
Cleaning Equipment	6,500
Athletics Training Equipment	<u>30,000</u>

**Total One-Time Investments (approximate) \$820,500**



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## ENERGY EFFICIENCY PROJECTS (UNESCO)

Changeover to LED Lighting

New Windows for Old Main

New Cooling Tower for Student Center

New Rooftop HVAC units for Hartnett Hall

New Window Wall for South Dome Lobby

New Office Heating/Cooling Units for Administration Building

Recommissioning of Old Main Heating and Cooling



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Questions?

Thank You

Have a Wonderful July 4<sup>th</sup>!