A Very Brief Look at Finances
Basically There are Two Sources of Funds

1. General Revenue (GR)
2. Tuition (& Fees)
Other Legislative Funding
(derived from GR)

- PO&M dollars are provided per additional building gross square foot, for utilities and maintenance.

- Dollars are provided for annual salary increases and increases in employer benefit costs.

- Dollars are provided for unique institutional programs or program enhancements.

- Dollars may be taken away due to budget reductions.
Legislative Funding

- In general, funds are only provided for growth, that is an increase in student credit hours.

- There has been variation over the years in the funding formula used and the method used to calculate growth.
The timeline for submission of the SUS Legislative Budget Request (LBR):

- **March:** The Board of Governors approves the operating LBR Policy Guidelines
- **April:** Chancellor provides technical instructions and requests Boards of Trustees/Universities to submit their operating LBR issues
- **June:** Boards of Trustees/Universities submit operating LBR issues to Chancellor
- **July:** Board of Governors’ staff reviews and prepares operating LBR; Continue discussions with universities
- **August:** Board of Governors approves the operating LBR
- **October:** LBR is submitted to the Governor and Legislature
Tuition Dollars

- The Legislature authorizes the level of tuition increases (BOT’s may be given local authority for other than undergraduate in-state increases). This issue of who sets tuition has not been completely resolved.
# Tuition & Fees Budget (2006-07)

Undergraduate in-state student attending Fall, Spring, Summer:

\[
\text{Tuition + fees} = \frac{\text{Tuition}}{\text{Fees}}
\]

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount</th>
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<tbody>
<tr>
<td>Tuition</td>
<td>$2,211</td>
</tr>
<tr>
<td>Fees</td>
<td>$1,012</td>
</tr>
<tr>
<td>Technology</td>
<td>$110.40</td>
</tr>
<tr>
<td>Financial Aid</td>
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<tr>
<td>Activ &amp; Svc</td>
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<td>Athletic</td>
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<td>Health</td>
<td>$138.50</td>
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<td>Access/Trans</td>
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FTE Enrollment Funding (Incremental Increase)

- Instructional Productivity
- Research
- Public Service
- Instructional Support

- Academic Administration
- Library staffing
- University support
- Student services
- Student Financial Aid
FTE Formula Funding

- **INSTRUCTION:** 1 faculty line (“instructional”) per ~ 27 Student FTEs
- **RESEARCH:** 1 faculty line per 12 instructional faculty
- **PUBLIC SERVICE:** 1 faculty line per 50 instructional faculty
- **ACADEMIC ADMINISTRATION:** 1 faculty line per 13 instructional faculty
- **INSTRUCTIONAL SUPPORT:** 1 support position per 3 faculty lines
- **LIBRARY STAFFING:** 1 library position per—
  - 300 lower level FTE
  - 150 upper level FTE
  - 75 graduate I FTE
  - 50 graduate II FTE
FTE Formula Funding (continued)

- UNIVERSITY SUPPORT: $1,397 per student FTE
- STUDENT FINANCIAL AID: $267.74 per student FTE
- STUDENT SERVICES: $484 per weighted student (headcount)
- ACADEMIC ADVISING: 1 support position per 300 student headcount
FTE Enrollment Funding

- Additional dollars are provided by the formulas per each incremental student FTE added to the Enrollment Plan.

- Additional dollars are based on estimated costs by course levels (lower: 40 sch, upper: 40 sch, graduate I: 32 sch, and graduate II: 32 sch levels).

- Costs are higher from the lower level on through the graduate II level; dollars provided are higher accordingly:

<table>
<thead>
<tr>
<th>Level</th>
<th>Formula Generated</th>
<th>Actually Appropriated</th>
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<tbody>
<tr>
<td>Lower</td>
<td>$7,227</td>
<td>$5,926</td>
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<tr>
<td>Upper</td>
<td>$10,046</td>
<td>$8,238</td>
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<tr>
<td>Graduate I</td>
<td>$15,057</td>
<td>$12,347</td>
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<tr>
<td>Graduate II</td>
<td>$26,655</td>
<td>$21,857</td>
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</table>
Academic Undergraduate Budget
(per 40 Lower Division Credit Hours)

Tuition $2,211
+ General Revenue $5,926

Total Revenue $8,037

Expenditures

Classes
Advisors
Libraries
Technology
Utilities shortfall
Unfunded mandates

Salaries

Teaching equipment
Administrative support
Student Services
Financial Aid
Faculty start-up
equipment
Waivers