



Members In Attendance

Steve Berberich, Sarah Costello, Mark Denney, Michelle Giles, Tim Michael, Joan Pedro, Carol Pruitt, Laura Wilder

Members Absent

Pat Cuchens, Nick Kelling, Dan Maxwell, Darius Randle, Deja Sero, Gene Shan, Leigh Ann Shelfer, Paul Withey, Chloris Yue

Alternates Present

Cindy Cook, Karen Fiscus, Kathryn Matthew, Pat McCormack

Guest

Ximena Flandes, Cindy Saltzman, Jamie Hester, Brian Stephens, Heather Kanenberg

Information/Discussion Items

- Budget Development Timeline
VP Mark Denney reviewed the Budget Development Timeline for the FY2020 Initiatives with the committee (see below).



Budget Development

TIMELINE

Timeline

- Draft Budget Document
 - Due to Chancellor: COB June 17
- Budget Presentation
 - AT UHS June 27, 10:00 AM
- No time to do detailed presentation across campus

When we last checked in on Penelope.....

- Total "A" Initiatives: \$5M
 - Pay Plan 1.7M
 - All Other 3.3M
- Projected Resources: \$2 M

But.... The State helped a bit

- Total: 11.7% increased funding
 - Formula:
 - Primarily due to our increased enrollment in 2018
 - Rate increased only \$0.03 per Semester Credit Hour
 - Non Formula:
 - Prior Biennium "Hold Harmless" was retained
 - EXCEPT: Downward Expansion (now called Expansion) was reduced approx. 30%
 - A change in the Small school funding helped us as well

Net Result

- | | | |
|-----------------------------|---------|------------------------|
| • Total "A" Initiatives: | \$5M | |
| • Pay Plan | 1.7M | |
| • All Other | 3.3M | |
| • Current Actual Resources: | \$3.7 M | |
| • Uses: | | |
| • Pay Plan | 1.7M | |
| • Other "A" Initiatives: | 2.0M | (approx. 2/3 capacity) |

What else is impacting these decisions:

- **Fund Balance**
 - Remember: Projected to use close to \$6Million of our beginning \$9 Million fund balance
 - Note: On approx. \$120M in annual E&G revenue, \$9 M = 7.5% fund bal, goal is min = 10%, good = 15%, safe = 20%
- **How is FY 19 progressing?**
 - Very early to predict with 100% accuracy, but projection is \$2M surplus
 - Meaning \$9M will go to \$11M or 9.2%
 - Short of the 10% I would like to get to, but close,
 - Goal is to crest 10% in FY 20, requiring \$12M reserve

Take away from FY 19 Analysis:

- **We can have a Balanced Budget (no deficit, no surplus)**
 - Looking to beat budget by \$1 M
 - Past history:
 - FY18: Beat Budget by \$7M,
 - FY19: Beat Budget by \$7M
 - **We were conservative on enrollment**
 - FY 20 budget: slightly better than flat
 - Current projection: 2 – 3 % growth

What does that mean for the initiatives?

- After we fund the Pay Plan (\$1.7 M)
- We can probably fund \$1.5M of the remaining \$3.3M
- How is that looking:
 - By the Chancellor's Priorities
 - (these are very rough, will firm up this week and next)
 - Student Access and Success: \$434K
 - Academic and Research Excellence, National Competitiveness 528K
 - Infrastructure and Administration 467K
 - Community Advancement 91K
 - Total \$1,521K

VP Denney said he would follow up with this committee when the final budget has been approved by the Chancellor and Board of Regents and will distribute a copy to the university community.

With no further business to discuss, this meeting was adjourned.