Budget Model Discussion

Faculty Senate – November 4th, 2015
Updating MSU Budget Process Working Group

- Nancy Cornwell, Director of Special Projects in University Communications
- Chris Fastnow, Director of Planning & Analysis
- Jeff Heys, Department Head in Chemical & Biological Engineering
- Terry Leist, Vice President of Administration & Finance
- Doralyn Rossmann, Assoc. Professor in Library & Faculty Senate Representative
- Leslie Schmidt, Assistant Vice President for Research

- Budget Office – Project support and research
Desired Outcomes

• Provide resources for strategic priorities
• Provide transparency
• Provide incentives to reward progress toward MSU’s strategic priorities
• Be dynamic, flexible and predictable
• Provide adequate time for planning
• Respond to change
• Enable effective decision-making at the appropriate organizational levels
General Fund Expenditures by Program

- Instruction
- Academic Support
- Student Services
- Research
- Public Service
- Institutional Support
- Operation & Maintenance of Plant

Source: Budget Office
Instructional/Instructional Support Formula

TT Salaries + Other Instructional Salaries + Student Support + Operating

Forecasted SCH/Benchmark SCH per instructor type × OSU Benchmark Salaries

NOTE: Forecasted SCH is weighted for Undergrad and Grad differences
Instructional/Instructional Support Formula

\( TT \text{ Salaries} + \text{Other Instructional Salaries} + \text{Student Support} + \text{Operating} \)

\( \text{Total Majors} \times \text{Support Cost per Major} \)

Note: Support cost per major could be based on the current MSU average, a national benchmarks if it can be found, or something brilliant suggested by the audience.
Instructional/Instructional Support Formula

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TT \text{ Salaries} + Other \text{ Instructional Salaries} + Student \text{ Support} + \text{Operating}
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\frac{\text{Total Forecasted SCH}}{\text{Total Benchmark SCH}} \times \text{Operating Cost per FTE}
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Questions?

If you have additional questions or suggestions after today’s meeting, please contact Kathy Attebury at attebury@montana.edu or ext. 4391.