UNIVERSITY PLANNING BUDGET AND ANALYSIS COMMITTEE (UPBAC)
March 18, 2003

PARTICIPANTS

Members present:
David Dooley
Craig Roloff
Lea Acord
Richard Semenik
Jim Mitchell

Greg Weisenstein
Jerry Bancroft
Bruce Morton
David Gibson
Trevor Blyth

Rich Howard
Bruce McLeod
Allen Yarnell
Warren Jones
Marilyn Wessel

Tom McCoy
Sue Leigland
Sharron Quisenberry
Robert Marley

Members absent:
Diane Wyn
Jim McMillan

Others present:
Joseph Fedock
Clyde Carroll
Kathy Attebury
Ben Sharp

Jim Rimpau
Chris Fastnow
Mark Sheehan

FY04 FTE and Tuition Update

- FY04 FTE and tuition revenue projections reviewed
  - Discussion of projected graduate student enrollment
  - FY03 tuition revenue should be within $30,000-40,000 of reported amount
  - Possible review of tuition flat spot by UPBAC in future years

Cost of Education Allocation Model

- Roloff reviewed Cost of Education (COE) Allocation Model
  - COE model favors redistribution of funds from larger universities to smaller campuses
  - COE model does not fund enrollment growth
  - Regents Tuition Policy Committee does not recommend this approach

FY04 Macro Analysis

- Kathy Attebury reviewed line items in FY04 macro analysis
  - Brief discussion of OLP and IDC funds
  - Update on these accounts will be provided in near future
  - MSU receiving less state funding while student enrollments are increasing
  - MSU is investing in recruiting out of state students
  - Need to provide services to these additional students
  - Unfunded salary increase ($0.45/hour) will impact budget
  - Board of Regents could restrict tuition increases
  - How to proceed with budget reductions if necessary
    - At what level will decisions be made: Department? College? Executive?
    - Across the board reductions
    - Differential reductions
    - Reductions based on percentage of budget
    - What criteria will be used to determine reductions?
    - What data will be necessary?
  - Develop budget strategy that preserves quality for students
    - Limit enrollment (raise admission standards)
    - Change in resident/non-resident ratio
Agenda for March 25 Meeting

- ITAC report
- Budget amendment discussion
- FY 04 budget discussion