UNIVERSITY PLANNING BUDGET AND ANALYSIS
COMMITTEE (UPBAC)
March 1, 2005

PARTICIPANTS

Members present:
David Dooley    Craig Roloff    Sara Jayne Steen    Bruce McLeod
Jeanne Wagner  Shelley McKamey  Bruce Morton    Jim Rimpau
Allen Yarnell  Sue Leigland    Richard Semenik    Elizabeth Nichols
Richard Howard Warren Jones    Robert Marley    Rolf Groseth
Jim Mitchell    Tom McCoy    Blake Rasmussen    Shannon Taylor
Bancroft

Members absent:
Jeff Jacobsen    Greg Weisenstein

Others present:
Greg Young    Joe Fedock    Clyde Carroll    Chris Fastnow
Kathy Attebury    Ben Sharp    Doug Steele    Jeff Adams

• Introductory Remarks
  ➢ Budget development process for FY06 will respond to new developments
    · Significant changes in Regents procedures
      - Degree of decision making by Regents increased
    · Work of tactical groups
      - Over 200 individuals involved
  ➢ Review of Regent’s Budget Process
    ➢ Process began in October 2004 and was completed in January 2005
    ➢ Established base budget level of operations for each campus to provide current
      level of access and quality of service
      · Inflationary and on-going fixed costs considered
      · Full costs of pay plan (wages, health insurance, etc) included
      · Focused on necessary expenditures to maintain quality
      · Each campus developed its own set of proposed investments
      · Formula developed for estimated enrollment growth/decline
    ➢ This dramatic switch in procedures resulted in loss of base expenditure budget
      for MSU
    ➢ This is the new budget process for 2006/07 biennium
      · It is likely that the process will change again in subsequent bienniums
    ➢ Differential tuition across campuses is supported by the Regents

• FY06/07 Budget
  ➢ Setting of appropriate reserve
  ➢ Regents will make adjustments based on increases/decreases in enrollment
  ➢ Will not ask for campus budget amendments
• Increase tuition to fill gap between appropriation and expenditure budget
• Regents will finalize budget at March 2005 meeting

• UPBAC FY06 Budget Development Calendar
  ➢ UPBAC will not meet again until after March BOR meeting
  ➢ Develop list of possible presenters
    · Athletics – April 5
    · Royall – April 5
    · Auxiliaries – April 5
    · IT discussion – April 19
  ➢ Briefing materials will be sent to UPBAC members in advance of these presentations

• Next UPBAC meeting: March 22, 2005