UNIVERSITY PLANNING BUDGET AND ANALYSIS COMMITTEE (UPBAC)
October 31, 2006

PARTICIPANTS

Members present:
David Dooley  Craig Roloff  Shannon Taylor  George Tuthill
Jeanne Wagner  Shelley McKamey  Sue Leigland  Allen Yarnell
Jim Rimpau  Richard Semenik  Susan Agre-Kippenhan  Carl Fox
Doraly Rossmann  Rolf Groseth  Robert Marley  Bruce Morton
Warren Jones  Connie Talbott  Tom McCoy  Larry Baker
Cole Arthun

Members absent:
Jeff Jacobsen  Elizabeth Nichols

Others present:
Geoff Gamble  Doug Steele  Clyde Carroll  Linda Hyman
Ben Sharp  Terry Leist  Chris Fastnow  Greg Young
Kathy Attebury  Cathy Conover  Jeff Adams

• Remarks by President Gamble
  ➢ UPBAC has been an experiment in shared governance that has grown and thrived
  ➢ Decisions informed by data
  ➢ Maintain balance of investments across University
  ➢ Consider alternate revenue sources
    ✓ Importance of student retention
    ✓ Private giving

• Review and Finalize FY07 Budget
  ➢ Summary of Governor’s “Square Deal for Montana”
    ✓ Campuses worked with OCHE and Governor’s Office on this plan
    ✓ Inflationary costs (including pay plan) built into the budget
    ✓ No increase in resident tuition – primary goal of exercise
    ✓ No new funds for new initiatives, only inflationary costs
    ✓ Legislature must approve Governor’s budget proposal
  ➢ Enrollment Update
    ✓ Revenues close to projections, but student mix was somewhat different
    ✓ Decline in transfers
    ✓ Concern about non-resident tuition remaining competitive
    ✓ Possible realignment of off-line FTE (continuing education courses)
      - Equivalent to 240 student FTE
      - For courses applied to degree programs
  ➢ Review of Macroanalysis
    ✓ New commitments:
      - Nursing program expansion – final unbudgeted costs
      - Architecture program expansion
      - Development investments for upcoming campaign
✓ Budget shortfall of $304 K in FY07
  - Percentage of base is small, but significant for MSU because of tight budget situation
  - Proposed re-allocations by executive are one-time-only and reflective of percentage of budget
  - Does not include possible additional revenue for architecture program, or enrollment and/or retention increases
✓ Motion to approve revised FY 07 budget
✓ Motion seconded
✓ Vote: unanimous in favor
➢ Significant budget uncertainty for FY08/09