UNIVERSITY PLANNING BUDGET AND ANALYSIS COMMITTEE (UPBAC)
June 2, 2009

PARTICIPANTS

Members Present:
Jim Rimpau            Allen Yarnell  Craig Roloff  Tom McCoy
Elizabeth Nichols    Larry Baker     Shannon Taylor Shelley McKamey
Wes Lynch             Jeff Jacobsen   Dan Moshavi    Paula Lutz
Tamara Miller         Kevin Thane    Jeff Butler    Susan Agre-Kippenhan
Marvin Lansverk       Cathy Conover  Teresa Snyder Sue Leigland

Members Absent:
Rolf Groseth          Connie Carmack Carl Fox    Robert Marley
David Dooley

Others present:
Terry Leist           Kathy Attebury Doug Steele  Chris Fastnow
Jeff Adams            Megan Bergstedt Terry Dysart  Steve Juroszek
Bob Lashaway          Glen Puffer    Tracy Ellig

******************************************************************************

➢ Fees Update – Craig Roloff
  • Background:
    o MSU fee request was complex and multi-faceted
    o Some Regents believed fees should not increase more than 3%
    o Some program fees had been frozen for over 6 years and required substantial increases
    o Program fee for science programs was pulled due to lack of student support
    o Student fee requested for operations and maintenance of newly renovated facilities
  • Fees approved by Board of Regents at May 28-29 meeting:
    o Mandatory fees
      - All existing mandatory fees and related increases were approved as submitted, except for three student fee increases. These three fees were excluded, and will need more explanation and follow-up review.
    o Non-mandatory fees (course fees, program fees, etc.)
      - All existing fees and related increases were approved as submitted
    o All new fees were excluded from the motion
      - New fees will be submitted for follow-up review (this work has already begun)
    o Resident student increase of 3% at two universities
    o Each campus was authorized to set its own non-resident tuition
      - $600/year increase for non-resident MSU students

➢ Schedule for Budgeting Process – Kathy Attebury
  • Reviewed mandated budgeting deadlines established by OCHE and BOR
  • Extremely tight schedule
  • Interest in approaching budget cuts more strategically, but lack of time restricts that option
FY10/11 Budget Discussion – Jim Rimpau/Craig Roloff

- Review of macroanalysis
  - Architecture expansion final installment - $83,129
    - Will be added to Architecture base budget
    - Increased enrollment in Architecture by 40%
  - Merit pay for faculty is placeholder pending union negotiations
  - Raises on promotion for faculty MSU practice

- $1 million shortfall for FY10
- Fall 09 enrollment indicators are very good
- Proposal to distribute reduction across executives levels based on share of total budget
- Use working groups to develop recommendation to distribute any additional revenue strategically
  - Vertical cuts
- Motion made and seconded that for the short-term distribute reduction by executive and utilize working groups to develop strategy for distribution of additional revenue
  - Friendly amendment accepted that would include suggestions for program reductions (reduced expenditures)

- Discussion
  - Not many options given budgeting deadlines
  - Suggestion that students and faculty be held harmless in the reduction process
    - Students lobbied for tuition increase in order to maintain quality of education
    - Staff should also be held harmless
    - If this principle is accepted, with such a large percentage of budgets dedicated to personal services where will the cuts be made?
    - Must offer classes and services to students, otherwise will lose students and decrease revenue.
  - Subcommittee to look at alternatives other than across the board
    - Report back to UPBAC in mid-July
  - Distribution to other campuses although not officially approved is not expected to change
  - Friendly amendment to motion to include principle that first priority is protecting classes and educational quality
  - UPBAC will not have input in second layer of decision making by executives
  - FY11 budget could be more problematic with the loss of OTO stimulus funds

- Call for vote:
  - 12 (in favor) 7 (opposed) 0 (abstentions)

UPBAC Subcommittees/Working groups

- Membership:
  Paula Lutz, Jeff Jacobsen, Dan Moshavi, Robert Marley, Jeff Butler, Wes Lynch, Craig Roloff, Jim Rimpau, Teresa Snyder

- Next UBPAC meeting will be scheduled in mid-July