INDIANA UNIVERSITY SOUTH BEND

Budget Presentation for Academic Senate Meeting
November 2007

By Karen Clark, Bill O’Donnell and P.N. Saksena
• Karen Clark, Co-chair of the Academic Senate Budget Committee
Duties of the Academic Senate
Budget Committee

• To represent faculty interests in budget matters at IUSB.
• To consult with appropriate administrative officers in preparing the budget each year.
• To consult with the faculty about budget procedures and practices.
• To evaluate present budgetary procedures and to propose modifications as necessary.
• Bill O’Donnell, Vice Chancellor for Administrative and Fiscal Affairs
## South Bend Budget – Summary of General and Restricted Funds, and Auxiliary Enterprises

<table>
<thead>
<tr>
<th>Fund Type</th>
<th>2006-07</th>
<th>2007-08</th>
<th>Percent Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Educational Fund</td>
<td>$56,423,783</td>
<td>$58,811,840</td>
<td>4.2%</td>
</tr>
<tr>
<td>Designated and Other Restricted</td>
<td>1,548,525</td>
<td>1,484,064</td>
<td>-4.2%</td>
</tr>
<tr>
<td>Contracts and Grants</td>
<td>600,000</td>
<td>500,000</td>
<td>-16.7%</td>
</tr>
<tr>
<td>Auxiliary Enterprises</td>
<td>6,248,968</td>
<td>2,885,980</td>
<td>-53.8%</td>
</tr>
<tr>
<td>TOTAL Expenditures</td>
<td>$64,821,276</td>
<td>$63,681,884</td>
<td>-1.8%</td>
</tr>
</tbody>
</table>
IUSB Operating Appropriation – Change from 2006-07 to 2007-08

- Inflation funding (1.4%) $ 318,019
- Enrollment change (14,000)
- Change in Degrees Conferred -0-
- On-Time Degrees -0-
- Equity -0-

» TOTAL $ 304,019
INDIANA UNIVERSITY SOUTH BEND FISCAL YEAR 2007-08

• **New Sources:**
  – Fee Rate Increase 1,786,053
  – State Appropriation 304,019
  – State Appropriation – Debt Service 168,488
  – Other Income 129,497
  
  **Total New Sources** $ 2,388,057

• **New Uses:**
  – Salary & Benefit Increases 915,931
  – General Exp Increases 808,504
  – Debt Service Payments 168,488
  – Reduction in Negative Plugs 580,288
  – Campus Deficit (Negative Plugs) (85,154)
  
  **Total New Uses** $ 2,388,057
• IU South Bend General Expenditure Increases
  – Utilities (101,774)
  – 18/20 Retirement 151,162
  – Accounts Receivable Write-off (No wash-out) 125,000
  – Chancellor’s Merit Award 575,000
  – University Tax 4,101
  – Miscellaneous 55,015

  Total Gen. Exp. Increases $ 808,504
## Percent Increases for Continuing Personnel

<table>
<thead>
<tr>
<th></th>
<th>Academic Overall</th>
<th>Academic With Exclusions</th>
<th>Professional Overall</th>
<th>Professional With Exclusions</th>
<th>Support &amp; Service</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bloomington</td>
<td>4.8%</td>
<td>4.5%</td>
<td>3.3%</td>
<td>3.2%</td>
<td>*</td>
</tr>
<tr>
<td>IUPUI</td>
<td>3.1%</td>
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<tr>
<td>IUPUI without Medicine</td>
<td>3.4%</td>
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<td>3.0%</td>
<td>2.8%</td>
<td>2.6%</td>
</tr>
<tr>
<td>East</td>
<td>3.5%</td>
<td>3.1%</td>
<td>2.8%</td>
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</tr>
<tr>
<td>Kokomo</td>
<td>2.1%</td>
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<tr>
<td>Northwest</td>
<td>2.1%</td>
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<tr>
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<tr>
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* The allocated pool for support and service staff was 2%.
** The allocated pool for support staff was 2%. The average increase for service staff was also 2%.

Note: Figures do not reflect the impact of the Presidential Service Appreciation Bonus.

Trustee Guideline: Overall increases for academic salaries must be equal to or exceed those for staff employees, exclusive of equity, market-driven, promotion, and reclassification adjustments given prior approval by the President. All campuses met the guideline.
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Indiana University South Bend

IUSB Operating Appropriation – Change from 2007-08 to 2008-09

- Inflation funding (2.0%) $454,275
- Enrollment change (14,000)
- Change in Degrees Conferred 96,000
- On-Time Degrees -0-
- Equity -0-

TOTAL $536,275
Fiscal Year 2008-09 Planning

- Salary increases – each 1% in raise = $500,000 needed in base budget including benefits.
- Increased spending for Academic Affairs
- Mandated cut in Administrative Overhead
- Support structure for residential students.
- President’s Fund Assessment
- Uncertainty about future enrollments.
• General Fund Total Appropriations
  – Decreased from 56% of campus revenues to 50% of campus revenues over a 10 year period.

• Student Fees
  – Increased from 38% of campus revenues to 45% of campus general fund revenues.
Source of Income Comparison

General Fund Actual Income

06/30/97

Total State Approp 56%

Other Income 2%

Gifts 0%

Other Student Fees 4%

Student Fees 38%

General Fund Actual Income

06/30/07

Total State Approp 50%

Gifts 0%

Other Student Fees 4%

Student Fees 45%

Other Income 1%
Source of Income Comparison - Debt Service Broken Out

General Fund Actual Income

- State Operating Approp: 48%
- Facilities Debt Service: 8%
- Gifts: 0%
- Other Income: 2%
- Student Fees: 38%

06/30/97

General Fund Actual Income

- State Operating Approp: 40%
- Gifts: 0%
- Other Student Fees: 4%
- Other Income: 10%
- Student Fees: 45%

06/30/07
• General Fund **Operating** Appropriations
  – Decreased from 48% of campus revenues to 40% of campus revenues over a 10 year period.

• Student Fees
  – Increased from 42% of campus revenues to 49% of campus general fund revenues.
Source of Income Comparison - Debt Service Broken Out

General Fund Actual Income

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>Student Fees</th>
<th>Other Student Fees</th>
<th>Gifts</th>
<th>State Appropriation</th>
<th>Facilities Debt Service</th>
<th>Other Income</th>
</tr>
</thead>
<tbody>
<tr>
<td>6/30/1997</td>
<td>$13,593,534</td>
<td>$1,453,018</td>
<td>$62,913</td>
<td>$16,978,704</td>
<td>$2,678,260</td>
<td>$855,891</td>
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<tr>
<td>6/30/1998</td>
<td>$14,218,389</td>
<td>$1,608,359</td>
<td>$43,059</td>
<td>$18,103,506</td>
<td>$3,599,115</td>
<td>$892,019</td>
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<tr>
<td>6/30/1999</td>
<td>$14,854,748</td>
<td>$1,695,995</td>
<td>$87,959</td>
<td>$18,743,457</td>
<td>$3,875,117</td>
<td>$923,847</td>
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<tr>
<td>6/30/2000</td>
<td>$15,166,239</td>
<td>$1,723,671</td>
<td>$98,255</td>
<td>$20,548,108</td>
<td>$4,202,682</td>
<td>$818,763</td>
</tr>
<tr>
<td>6/30/2001</td>
<td>$15,584,895</td>
<td>$1,958,580</td>
<td>$96,624</td>
<td>$21,467,122</td>
<td>$4,329,898</td>
<td>$1,094,713</td>
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<tr>
<td>6/30/2002</td>
<td>$17,505,830</td>
<td>$2,037,849</td>
<td>$77,577</td>
<td>$21,202,979</td>
<td>$4,889,436</td>
<td>$934,538</td>
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<tr>
<td>6/30/2003</td>
<td>$19,841,492</td>
<td>$2,129,565</td>
<td>$63,238</td>
<td>$22,489,345</td>
<td>$4,859,043</td>
<td>$648,858</td>
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<tr>
<td>6/30/2004</td>
<td>$20,924,095</td>
<td>$2,191,415</td>
<td>$66,594</td>
<td>$23,014,419</td>
<td>$4,906,524</td>
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<td>6/30/2005</td>
<td>$22,829,981</td>
<td>$2,308,425</td>
<td>$37,205</td>
<td>$23,014,419</td>
<td>$5,247,419</td>
<td>$884,878</td>
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<tr>
<td>6/30/2006</td>
<td>$24,497,737</td>
<td>$2,038,999</td>
<td>$132,874</td>
<td>$22,660,743</td>
<td>$5,495,632</td>
<td>$708,190</td>
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<tr>
<td>6/30/2007</td>
<td>$25,724,767</td>
<td>$2,021,556</td>
<td>$192,170</td>
<td>$22,395,713</td>
<td>$5,745,933</td>
<td>$672,975</td>
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Budget Committee Members

- Grant Black (B&E)
- Lois Carder (Arts)
- Yi Cheng (LAS)
- Karen Clark (Educ)
- Linda Fisher (Library)
- Robert Kolt (Arts)
- Frances Lanciotti (Prof Staff Council)
- P.N. Saksena (B&E)
- Rolf Schimmrigk (LAS)
• Questions?