

Meeting Minutes – COB Budget Committee Meeting

Location: Glass Hall, Conference Room 400

Date: 02/14/17

Time: 8:00 – 9:30 AM CT

Attendance

- All committee members except Carole Hale present

Summary of Guiding Principles

Four things we will keep in mind when making future budget decisions. These are the foundations we will use when making decisions.

- Quality
- Growth
- Affordability
- People

Notes

Tuition/fees – fund 62% of MSU budget

State – funds 38% of MSU budget

FY17

- Withhold – 7.1% (6.3 million)
- Covered with one-time funds from reserve.
- COB portion – \$77,000
- Academic Affairs portion – \$1.7 million

FY18

- 130 million cut from higher ed, including 70 million from core budgets
- 9% cut in state funding for all 4 year universities
- Overall, is about a 5% cut of our total MSU budget
 - 7.5 million cut for Springfield campus
 - 3.5 million with tuition/fee increase (in state to \$210 per credit hour)
 - 4 million across all units, with \$2 million from academic affairs

COB

- Increase of 890 students since 2012
- FY17 Operating Budget
 - Total – 19.3 million
 - Salary/Benefits – 18.7 million (96%)
 - One-time total carry forward funds – 5.2 million (4 million currently available)
 - Ongoing salary savings – \$227,000 (unallocated salary)
 - Reserves – all carry forward funds, combined, across campus
 - Out of one-time money

- Summer salary of \$20,000 for new hires
 - Fringe for new hires (on amount of salary about person they replace). Fringe is 35%
 - Summer research grants
- COB paid \$320k last year in Internet Incentive Funds
 - For a targeted 5% at – 1 million
 - Hypothetical 1 – freeze all open faculty line + fringe – 1 million
 - COB has to pay for the furniture for Glass Hall project – about 3 million

Discussion

- Keep instructors
- Get rid of Internet Incentive Fee
- Look at long-term repercussions of short-term decisions
- Look at what we need to do to maintain AACSB accreditation and work around this with hires + possible cuts (faculty/staff)