WSU Budget Forum
April 21, 2009
Purpose of Budget Forums

- Allow WSU All-University Facilities and Finance Committee to present pending budget actions for review and comment
  - Process for feedback to WSU administration to guide development of the FY10-11 biennial budget
  - Final session
WSU Budget Principles
(Adopted December 2008)

- Winona State University will be guided by its mission statement and look at the good of the whole. Budget decisions will be based on a consistent set of data and communication will be transparent and inclusive. Winona State University will:
  1. Provide classes that allow students to complete their educational programs in a timely manner
  2. Maintain its commitment to our faculty and staff

As we strive to accomplish the above during these hard times, we will:
  - Maintain a physical environment that meets the health and safety needs of the University community
  - Provide services and activities that support student success
  - Remain committed to high quality affordable education
  - Work to increase the efficiency and effectiveness of our operations
  - Create and enhance revenue stream
  - Not exempt any unit of the university from making needed sacrifices
FY2010/11 WSU Budget Planning Factors
Governor’s March 09 Budget Recommendation

- Governor’s revised budget proposal for FY10-11
  -$161.8 million cut to MnSCU in FY10-11 ($601,514 million base) **12.0%** reduction
  -$130.4 million stimulus to MnSCU in FY10-11 ($665,883 million base) **2.4%** reduction
  -$0 million stimulus to MnSCU in FY12-13 ($600,694 million base) **9.7%** reduction

- American Recovery and Reinvestment Act (ARRA) provides if states fund higher education to FY2006 levels, stimulus funds can restore to higher of FY08/FY09 levels

- **12%** Reduction to WSU’s state appropriation is approximately **$4 Million**
## FY2010/11 WSU Budget Planning Factors

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<tbody>
<tr>
<td>Actual</td>
<td>600,694</td>
<td>665,883</td>
<td>662,417*</td>
<td>600,694</td>
<td>600,694</td>
<td>1,201,388</td>
<td>608,597</td>
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<td>Governor - March 2009</td>
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<td>65,000</td>
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<td>Total</td>
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<td>665,694</td>
<td>665,694</td>
<td>1,331,388</td>
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*FY09 base after unallotment
FY2010/11 WSU Budget Planning Factors

- **Facts:**
  - Budget status entering FY10 (-$1,325,000)

- **Assumptions:**
  - +4% tuition rate change
  - +200 FTE enrollment base adjustment
  - +1% salary settlement
  - 5% health insurance
  - +3% inflation
Implemented Budget Actions

- Eliminate five unfilled positions: $268,210, base cut
- Reduce Administration: $330,120, base cut*
- Reduce Repair and Betterment budget: $697,000, one time
- Governor’s Salary Saving program/Donate Pay, one time *
- Early Separation Incentive (IFO MOA)*
- Reduce Operation Budgets: $521,212, base cut*

* Budget Development Suggestion
## Reduce Operating Budgets

<table>
<thead>
<tr>
<th>Division</th>
<th>Submitted 7% Reduction Amount</th>
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<tbody>
<tr>
<td>President’s Office</td>
<td>$9,967</td>
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<tr>
<td>Provost / Academic Affairs</td>
<td>$275,490</td>
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<tr>
<td>Information Technology</td>
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<td>University Advancement</td>
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<td>Student Life and Development</td>
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<td>Finance and Administrative Services</td>
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<tr>
<td>Athletics</td>
<td>$10,856</td>
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<tr>
<td><strong>Total</strong></td>
<td><strong>$521,212</strong></td>
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</tbody>
</table>
Additional Budget Actions

- Sustainability initiatives*
- Summer session restructuring
- Early Retirement Incentive (ASF MOA)
- Non-contractual release time/extra duty days
- Continue selective hiring
- Shift costs to non-general fund budgets

*Budget Development Suggestion
Cost Reduction/Revenue Generation
Yield To Date—Base Adjustments

Eliminate five unfilled positions: $268,210
Reduce Administration: 330,120
7% operation budget reduction 521,212
Increase summer session enrollment 100,000
Revenue fund cost shift 100,000
Early retirement incentive 600,000
Enrollment base adjustment 1,000,000

Total: $2,919,542

*Need $4 Million adjustment to base to accommodate 12% state appropriation reduction
We Need Your Ideas

• Link to budget suggestion box located on university homepage

• Most current information on budget at
  – President’s page:  
    www.winona.edu/president/index.asp
  – Fiscal Affairs page: 
    www.winona.edu/adminaffairs/index.htm
Way Ahead

• All-University Committee to meet during summer
• Fiscal Affairs available to meet any time to address budget concerns or issues
  • College of Liberal Arts—9 Apr
  • Dept Chairs—10 Apr
  • College of Science and Engineering—May 4
  • College of Business—May 6
QUESTIONS

Apr 21, 2009