Prepare to participate

- You will have an opportunity to provide feedback after the discussion via DirectPoll.
- Participate by loading the following website address into your browser and wait for President Smart's prompts:

http://etc.ch/73ez

Missouri State University

PARTICIPATE

Get out your phone, tablet or laptop to participate.

TURN OFF WIFI

Consider using your data plan instead of WiFi.

Budget Town Hall meeting

President Clif Smart

April 10, 2017

Missouri State University

Changes in the FY18 budget

	Gross	After 3% withholding
Governor's recommended FY18 budget	$83,451,576	$80,948,028
FY17 approved appropriation	$91,649,513	$88,900,028
Reduction	($8,197,937)	($7,952,000)
Allocation		
Springfield campus		($7,484,005)
West Plains campus		($467,995)

Enrollment growth helps with expenses

We can cover some expenses with unbudgeted enrollment growth and interest income increases.

- $2.7 million unbudgeted enrollment growth
- $425,000 interest income increase

Item	Expenses
MOSERS	$2,053,000
Faculty promotions	$190,624
Full professor salary incentive program	$34,100
Utilities increase	$449,000
Other similar increases	$359,243
	$3,085,967

Guiding principles

- Protecting the university's core mission is paramount
  - Academic achievement
  - Scholarship
  - Student success
- Units share in budget reductions
  - All will share in reductions
  - Levels will be strategic and not equal in all areas

Guiding principles

- Enrollment growth will continue to be a priority
- All budget decisions will be made through a transparent process

Missouri State University

Recommended FY18 tuition and fees increases

MISSOURI STATE'S HESFA TRADITIONAL APPROACH

- Increase Missouri resident undergraduate tuition by CPI (2.1 percent)
- Includes $11 student fees
- All others approximately 4.2 percent
- Estimated to increase revenue by $3.4 million
  - Excludes student-approved health center fee
- Includes incremental revenue from FY17 fee resolution amendment

Tuition and fees data

UNDERGRADUATE RESIDENT

	Current	Mid-year increase FY17	Increase FY18	Student-approved health center	Total potential FY18	Percent increase FY18
Tuition per credit hour	$205	$1	$4	—	$210	1.94%
Student fees per semester	$455	$8	$11	$29	$503	—

Based on 2.1 percent CPI

Tuition and fees data

UNDERGRADUATE NON-RESIDENT

	Current	Mid-year increase FY17	Increase FY18	Student-approved health center	Total potential FY18	Percent increase FY18
Tuition per credit hour	$440	$0	$18	—	$458	4.09%
Student fees per semester	$455	$8	$11	$29	$503	—

Based on 2.1 percent CPI

Tuition and fees data

GRADUATE RESIDENT

	Current	Mid-year increase FY17	Increase FY18	Student-approved health center	Total potential FY18	Percent increase FY18
Tuition per credit hour	$258	$0	$10	—	$268	3.88%
Student fees per semester	$455	$8	$11	$29	$503	—

Based on 2.1 percent CPI

Tuition and fees data

GRADUATE NON-RESIDENT

	Current	Mid-year increase FY17	Increase FY18	Student-approved health center	Total potential FY18	Percent increase FY18
Tuition per credit hour	$518	$0	$21	—	$539	4.05%
Student fees per semester	$455	$8	$11	$29	$503	—

Based on 2.1 percent CPI

The budget gap

AFTER TUITION AND FEES INCREASES

$7,484,005 − $3,423,000 = $4,061,005

Expense reductions

NON-ACADEMIC AND PROVOST'S AREAS

Elimination of 20 open positions	$939,628
Reduction in payroll expenses	685,003
Reduction in operating budget supplies and services	429,318
Reduction in facilities/custodial/grounds budget expenses	206,345
Elimination of non-resident tax credit tuition waiver	115,508
Reduction in travel	93,392
Reduction in marketing support	52,700

Expense reductions

NON-ACADEMIC AND PROVOST'S AREAS

Elimination of the Jefferson City Internship Program	$47,000
Outsource ITV infrastructure to MOREnet services	42,000
Elimination of Ozarks Celebration Festival	41,000
Eliminate funding for the Center for Community Engagement	35,419
Reduction in employee and community relations materials	33,296
Reduction of campus building and light pole banners	28,000
Elimination of four billboards	27,600

Expense reductions

NON-ACADEMIC AND PROVOST'S AREAS

Elimination of summer commencement ceremony	$16,058
Reduce the Public Affairs Conference one day	6,500
Eliminate funding for the Veteran's Day breakfast	5,000
Reduction in board meeting costs	5,000
Elimination of participants attending the Governor's Leadership Conference	1,495
Discontinue participation in the Delaware cost study	1,250
Elimination of participants attending the Sue Shearer Leadership Institute	1,000
Total FY18 non-academic and provost area operating budget reductions	**$2,812,512**

The budget gap

AFTER NON-ACADEMIC AND PROVOST'S AREA CUTS

$4,061,005 − $2,812,512 = $1,248,493

Percentage reductions

4.9%

PROVOST AND NON-ACADEMIC REDUCTIONS

1.2%

COLLEGE REDUCTIONS

Questions and discussion

PLEASE WAIT FOR A MICROPHONE

Missouri State University

Why we are here today

- We want your input for how the university should manage the college reductions of $1,248,493
- Choose one of four scenarios
- Respond in a moment with DirectPoll

Online course incentive payments

	Scenario 1	Scenario 2	Scenario 3
Internet credit hours	87,754	87,754	87,754
Incentive per 3 credit hours	$55	$40	$30
Incentive payment	$1,608,823	$1,170,053	$877,540
Fringe benefits	34.6%	34.6%	34.6%
Incentive payment plus fringe benefits	$2,165,476	$1,574,892	$1,181,169
Incentive reductions	**$0**	**$590,584**	**$984,307**

Scenario 1

The colleges, through the coordination of the provost's office, identify expense reductions for the whole $1,248,493.

Budget gap	$1,248,493
Incentive reductions	$0
Total	**$1,248,493**

Scenario 2

- Reduce online course incentive payments to $40 per student.
- The colleges identify expense reductions for the remaining $657,909.

Budget gap	$1,248,493
Incentive reductions	$590,584
Remaining expense reductions	**$657,909**

Scenario 3

- Reduce online course incentive payments to $30 per student.
- The colleges identify expense reductions for the remaining $264,186.

Budget gap	$1,248,493
Incentive reductions	$984,307
Remaining expense reductions	**$264,186**

Scenario 4

None of the above

Questions and discussion

PLEASE WAIT FOR A MICROPHONE

Missouri State University

Voting

PARTICIPATE

Get out your phone, tablet or laptop to participate

TURN OFF WIFI

Consider using your data plan instead of WiFi

BEGIN VOTING

Questions and discussion

PLEASE WAIT FOR A MICROPHONE

Missouri State University

MAKE YOUR MISSOURI STATEMENT™

Missouri State™ UNIVERSITY

Identify your affiliation

FACULTY

STAFF

STUDENT

OTHER

Which is your preferred scenario?

SCENARIO 1

Only expense reductions

SCENARIO 2

$40 incentive

SCENARIO 3

$30 incentive

SCENARIO 4

None of the above