Budget Open Forum

Update on University Planning

May 9, 2013
University Planning

- Legislative update
- Comparison of state budget proposals
- Eastern’s budget process
- Campus wide budget survey
- University Budget Committee recommendations
- Next steps
## State Budget Overview

<table>
<thead>
<tr>
<th>Eastern’s Operating Budget</th>
<th>Senate Proposal</th>
<th>House Proposal</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current State Funding, 2011-13 Biennium</td>
<td>$68,089,000</td>
<td>$68,089,000</td>
</tr>
<tr>
<td>Increase in Maintenance Level</td>
<td>$5,165,000</td>
<td>$5,165,000</td>
</tr>
<tr>
<td>General New Enrollments</td>
<td>$1,610,000</td>
<td>$0</td>
</tr>
<tr>
<td>Maintenance and Operations for Patterson Hall</td>
<td>$262,000</td>
<td>$0</td>
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<tr>
<td>Administrative Efficiencies</td>
<td>($346,000)</td>
<td>$0</td>
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<tr>
<td>Performance Funding</td>
<td>$260,000</td>
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<tr>
<td>Improve Graduation Rates</td>
<td>$0</td>
<td>$384,000</td>
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<tr>
<td>New Funding Level, 2013-13 Biennium</td>
<td>$75,040,000</td>
<td>$73,638,000</td>
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</tbody>
</table>

- Senate increases new enrollments levels from 8,734 FTES to 8,860 FTES, no increase in the House
- Tuition authority set at 0% increase in the Senate, 3% increase in the House
Council of Presidents Request to the Legislature
April 2013

- Request maintenance level funding be preserved at the above levels
  - Maintenance level funding covers
    - Utility costs
    - Maintenance and operations of state funded buildings
    - State-approved classified employee contracts

- Ability to keep tuition increases to a minimum depends on:
  - New state investment above maintenance level
  - Absent new investment, tuition levels remain critically important to provide quality education

<table>
<thead>
<tr>
<th>University of Washington</th>
<th>Washington State University</th>
<th>Western Washington University</th>
<th>Eastern Washington University</th>
<th>Central Washington University</th>
<th>The Evergreen State College</th>
</tr>
</thead>
<tbody>
<tr>
<td>$455,896,000</td>
<td>$323,155,000</td>
<td>$89,524,000</td>
<td>$73,254,000</td>
<td>$70,980,000</td>
<td>$38,658,000</td>
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<tr>
<td>Tuition 7%</td>
<td>Tuition 5%</td>
<td>Tuition 7%</td>
<td>Tuition 7%</td>
<td>Tuition 7%</td>
<td>Tuition 9.4%</td>
</tr>
</tbody>
</table>
Council of Presidents Request to the Legislature

• Targeted investment of $50 million in performance initiatives
  – EWU: Student success, STEM expansion ($3.47M)

• Preserve House Bill 1795 (Higher Ed Opportunity Act)
  – Includes tuition-setting authority, accountability/performance framework, reporting requirements, increased financial aid investments

• Avoid unfunded mandates, new and duplicative reporting or performance requirements, or unspecified efficiency reductions
Eastern’s Budget Planning Process- to date

- Biennial budget request submitted to Governor in September 2012
- Unit level planning began in Fall 2012
- Campus wide budget survey completed in October
- Budget plans and requests for new initiatives were submitted in December
- Budget hearings with the President were held in February
- University Budget Committee hearings were held in April
- UBC provided budget recommendations to the President in late April
Results of University Budget Survey

Campus wide survey conducted in October 2012

• Strategic Plan Priorities
  – Highest importance placed on Student Success
  – High importance placed on Institution of Innovation
  – Moderate importance placed on Community Engagement
  – Least importance placed on Visibility

• Ranking of 14 Surveyed Items- By Most Important
  – Invest in student academic success
  – Invest in existing academic programs
  – Salary increases for faculty
  – Salary increases for staff
  – Minimize tuition increases
UBC Recommendations

- Increase tuition rates necessary to sufficiently fund essential services, including compensation
- As a first priority, invest in employee compensation
- Recommended funding allocation in three levels
New Initiative Requests

• Tier 1 funding recommendations that directly relate to the strategic plan areas of student success, emerging enrollment needs, and support for basic campus infrastructure.
  – *Funding level recommended $3.9M (use of new funding)*

• Tier 2 funding recommendations that support the strategic plan for funding new requests for operating funds.
  – *Funding level recommended $900,000 base funds and $525,000 in one time funds*

• Tier 3 recommendations relate to increases in student wages.
  – *Funding level recommended $450,000 in one time funds*
# State Budget Overview: Capital Budget

The House's and the Senate's budget require payment of $23,000 for a share of a 4yr institution facilities assessment study from these funds.

## Capital Budget

<table>
<thead>
<tr>
<th>New Appropriations</th>
<th>Fund</th>
<th>EWU</th>
<th>Senate</th>
<th>House</th>
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</thead>
<tbody>
<tr>
<td>Upgrade/Repair Campus Water System</td>
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<td>$7,511,000</td>
<td>$5,741,000</td>
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<tr>
<td></td>
<td>061</td>
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<tr>
<td>University Science Center, Science 1</td>
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<tr>
<td>University Science Center, Science 2</td>
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<td>$350,000</td>
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<tr>
<td>Riverpoint Building</td>
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<tr>
<td>Minor Works – Preservation</td>
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<tr>
<td>Minor Works – Program</td>
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<tr>
<td></td>
<td>061</td>
<td>$9,000,000</td>
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<td>$0</td>
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<tr>
<td>Preventive Maintenance &amp; Bldg Sys Repair</td>
<td>057</td>
<td>$2,217,000</td>
<td>$2,230,000</td>
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<tr>
<td></td>
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## Reappropriations

<table>
<thead>
<tr>
<th>Reappropriations</th>
<th>Fund</th>
<th>EWU</th>
<th>Senate</th>
<th>House</th>
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<tbody>
<tr>
<td>Patterson Hall Remodel, Phase 2</td>
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<td>$13,885,000</td>
<td>$13,885,000</td>
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<td>Minor Works – Preservation</td>
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<td>Minor Works – Facility Preservation</td>
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<td>$3,855,000</td>
<td>$3,855,000</td>
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</table>

## Capital Budget Totals

- **EWU**: $70,988,000
- **Senate**: $37,651,000
- **House**: $37,705,000
Next Steps

- Legislative process continues
- President’s review of UBC recommendations
- 1st Read 2013-15 budget – May Board of Trustees Meeting
- Approval 2013-15 budget – June Board of Trustees meeting