

# FY10/FY11 BUDGET OVERVIEW

FOR THE MONTANA BOARD OF REGENTS  
MAY 13, 2009



**MONTANA**  
STATE UNIVERSITY  
**BILLINGS**

Access & Excellence





# MSU Billings

## The current situation

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- **Committed to an institutionally balanced and responsible budget**
- **Without additional resources, our ability to respond to additional regional workforce training will be severely limited**
- **Significant reliance on one-time-only funding will result in substantial negative implications that reach beyond tuition**
- **Current and future academic program or student services enhancements are made only through reallocation**
- **Reallocations, efficiencies & reductions are tools to balance budget**
- **Enrollment (4,041 FTE) is stable and is expected to remain so**
- **Lack of depth in key staff positions**
- **Planning for 2012 and beyond remains uncertain because of implications related to OTO funding and tuition freeze**
- **Demographics remain a concern (number of public high school graduates expected to decline by 13% in next decade)**



# MSU Billings

Expenses, revenues and current gap

	FY10	FY11
<b>FY09 NET Base Budget</b>	<b>\$36,113,308</b>	<b>\$37,227,914</b>
<b>Annualized Salaries (excluding Pay Plan Employee Bonuses)</b>	<b>187,656</b>	<b>29,787</b>
<b>Health Insurance Increases</b>	<b>251,394</b>	<b>263,269</b>
<b>Faculty Promotions and Merit/Market Adjustments</b>	<b>113,253</b>	<b>115,907</b>
<b>Utilities</b>	<b>176,737</b>	<b>28,311</b>
<b>New Space O&amp;M</b>	<b>238,547</b>	<b>8,103</b>
<b>State Services, IT Fixed Costs, and Other Operating Inflation</b>	<b>133,726</b>	<b>93,945</b>
<b>Library Acquisitions</b>	<b>13,293</b>	<b>14,357</b>
<b>TOTAL NET Expenditures</b>	<b>\$37,227,914</b>	<b>\$37,781,593</b>
<b>Continuing NET Base Tuition</b>	<b>\$16,035,828</b>	<b>\$16,035,828</b>
<b>Miscellaneous Revenues</b>	<b>320,000</b>	<b>320,000</b>
<b>State HB2, HB13 and HB645</b>	<b>20,050,115</b>	<b>20,371,237</b>
<b>HB2 Reduction</b>	<b>(332,446)</b>	<b>(337,465)</b>
<b>NR PLA Share</b>	<b>35,667</b>	<b>53,385</b>
<b>TOTAL NET Revenues</b>	<b>\$36,109,164</b>	<b>\$36,442,985</b>
<b>REMAINING REVENUE GAP</b>	<b>\$ (1,118,750)</b>	<b>\$ (1,338,608)</b>



# MSU Billings

The impacts of a tuition freeze in next biennium

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- **Reduction in library acquisitions (books, materials, collections)**
- **Reductions in travel, marketing and communications budgets**
- **Reductions in supply and equipment-purchase budgets**
- **Reductions in summer and intersession budgets**
- **Consolidation of departments and stand-alone programs**
- **Continuation of hiring freeze**
- **Elimination of general fund support for international studies program**
- **Shift of funding for some programs and positions to self-support**
- **Reduction in course offerings/sections; increase in class size**
- **Elimination of low-enrolled courses**
- **Elimination of HVACR and Medical Assisting programs at COT (FY11)**
- **Elimination of 10.50 FTE FY administrative support/classified positions**
- **Elimination of 4.0 FTE FY administrative positions**
- **Reorganization of College of Education**
- **Elimination of 10.75 FTE AY faculty lines**
  - **Fixed term, adjuncts, lecturers and part-time / 5.75 in 2010; 5.0 in 2011**