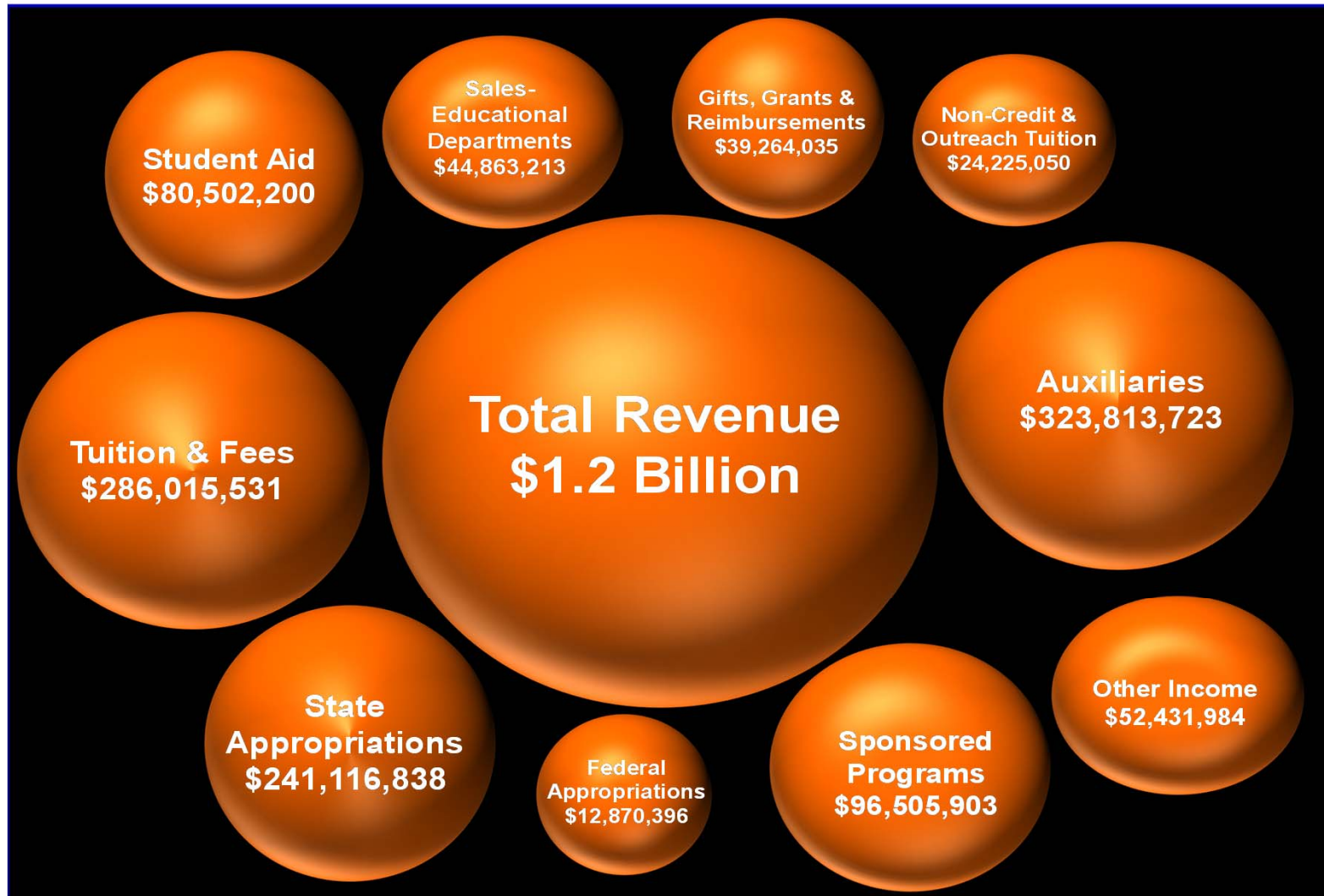

University Budget Committee Meeting July 24, 2014

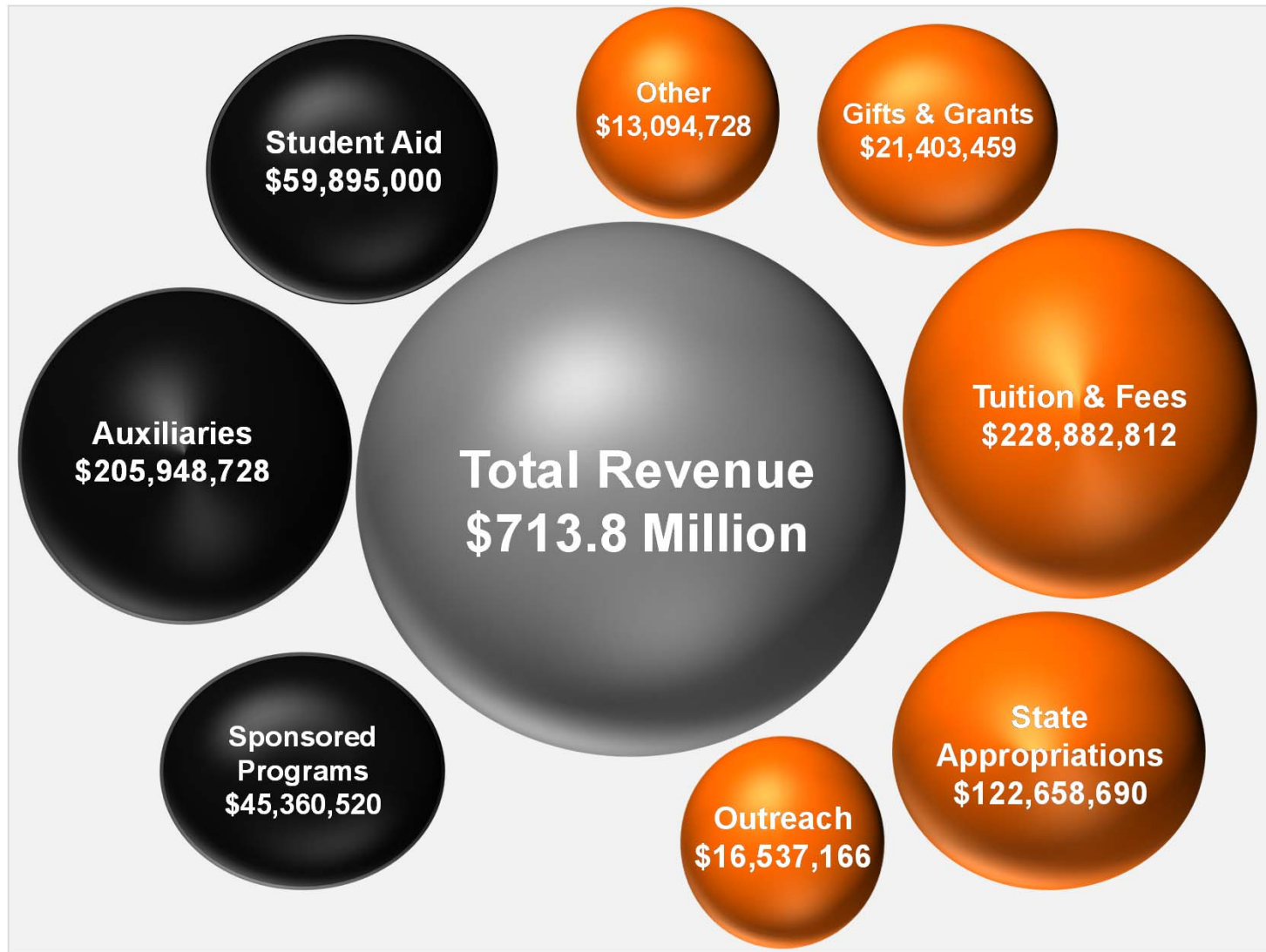


America's Brightest **ORANGE**

Sources of Revenue - All Agencies



Sources of Revenue – General University



Total Operating Budget Summary

	GU	OAES	OCES	OSUIT	CVHS	OKC	CHS	TULSA	TOTAL
BUDGETED REVENUE									
EDUCATIONAL & GENERAL:									
STATE APPROPRIATIONS	\$ 122,658,690	\$ 26,706,009	\$ 29,142,844	\$ 14,553,129	\$ 10,902,937	\$ 11,663,314	\$ 14,194,766	\$ 11,295,149	\$ 241,116,838
STATE APPROP-GRANTS, CONTR & REIMB	489,397	-	-	123,631	-	310,708	5,500,000	-	6,423,736
FEDERAL APPROPRIATIONS	-	4,775,604	8,094,792	-	-	-	-	-	12,870,396
TUITION & FEES	228,882,812	-	-	14,802,928	8,558,393	13,585,450	10,780,695	9,405,253	286,015,531
GIFTS, GRANTS, REIMBRSMT	20,914,062	4,900,000	-	1,729,492	3,582,416	300,000	852,977	561,352	32,840,299
SALES-EDUC DEPARTMENTS	255,401	-	-	-	1,435,000	-	43,172,812	-	44,863,213
ORGANIZED ACTIVITIES	1,439,250	-	-	-	-	-	-	-	1,439,250
NON-CREDIT PUB SERV PROGRAMS	2,352,884	-	-	-	5,335,000	-	-	-	7,687,884
OUTREACH TUITION	16,537,166	-	-	-	-	-	-	-	16,537,166
OTHER INCOME	9,047,193	6,500,000	5,200,000	76,932	616,169	556,650	4,842,886	746,757	27,586,587
TOTAL BUDGETED REVENUE	402,576,855	42,881,613	42,437,636	31,286,112	30,429,915	26,416,122	79,344,136	22,008,511	677,380,900
PRIOR YEAR BALANCES	-	11,300,000	8,000,000	2,215,166	-	500,000	-	1,390,981	23,406,147
TOTAL EDUCATION & GENERAL	\$ 402,576,855	\$ 54,181,613	\$ 50,437,636	\$ 33,501,278	\$ 30,429,915	\$ 26,916,122	\$ 79,344,136	\$ 23,399,492	\$ 700,787,047
SPONSORED PROGRAMS	45,360,520	19,500,000	4,430,000	2,438,900	11,000,000	2,701,483	11,000,000	75,000	96,505,903
AUX ENT-STUDENT ACTIVITY	205,948,728	1,241,820	1,183,020	19,748,800	190,000	6,172,663	88,081,000	1,247,692	323,813,723
STUDENT AID	59,895,000	-	-	7,307,200	-	13,300,000	-	-	80,502,200
TOTAL FUNDS AVAILABLE	\$ 713,781,103	\$ 74,923,433	\$ 56,050,656	\$ 62,996,178	\$ 41,619,915	\$ 49,090,268	\$ 178,425,136	\$ 24,722,184	\$ 1,201,608,873
BUDGETED EXPENDITURES									
EDUCATIONAL & GENERAL:									
INSTRUCTION	\$ 144,051,380	\$ -	\$ -	\$ 15,256,911	\$ 8,517,023	\$ 15,002,936	\$ 51,061,927	\$ 12,172,762	\$ 246,062,939
RESEARCH	41,860,862	54,181,613	-	-	5,587,234	-	3,671,878	1,037,739	106,339,326
PUBLIC SERVICE	5,274,246	-	50,437,636	-	9,843,514	-	2,697,565	111,691	68,364,652
LIBRARIES	16,893,190	-	-	1,213,694	-	517,188	1,037,789	1,459,660	21,121,521
ACADEMIC SUPPORT	47,561,609	-	-	4,877,156	1,603,610	1,666,248	4,099,018	460,055	60,267,696
STUDENT SERVICES	21,985,901	-	-	2,565,358	253,080	2,618,268	879,657	2,065,279	30,367,543
INSTITUTIONAL SUPPORT	19,268,671	-	-	2,998,044	672,124	3,089,868	6,362,835	2,657,052	35,048,594
PHYSICAL PLANT	43,150,215	-	-	4,590,115	3,923,330	3,015,644	9,333,467	3,185,254	67,198,025
SCHOLARSHIPS & FELLOWSHIPS	62,530,781	-	-	2,000,000	30,000	1,005,970	200,000	250,000	66,016,751
TOTAL EDUCATION & GENERAL	\$ 402,576,855	\$ 54,181,613	\$ 50,437,636	\$ 33,501,278	\$ 30,429,915	\$ 26,916,122	\$ 79,344,136	\$ 23,399,492	\$ 700,787,047
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America's Brightest **ORANGE**

Education & General Budget

Revenue	FY 2015 Budget	% of Total
State Appropriated Funds	\$122,658,690	30.5%
Resident Tuition	52,379,728	13.0%
Nonresident Tuition	110,043,597	27.3%
Student Fees - Mandatory & Academic Service Fees	66,459,487	16.5%
Outreach Tuition	16,537,166	4.1%
Gifts and Grants	23,098,110	5.7%
Other Income	11,400,077	2.8%
Totals	\$402,576,855	100.00%



Education & General Budget

Function	FY 2015 Budget	% of Total
Instruction	\$144,051,380	35.8%
Research	41,860,862	10.4%
Public Service	5,274,246	1.3%
Academic Support - Admin Areas	29,739,733	7.4%
Academic Support - Academic Areas	34,715,066	8.6%
Student Services	21,985,901	5.5%
Institutional Support	19,268,671	4.8%
Operation and Maintenance of Plant	43,150,215	10.7%
Scholarships and Fellowships	62,530,781	15.5%
Totals	\$402,576,855	100.00%



Education & General Budget

Object	FY 2015 Budget	% of Total
Faculty Salaries	\$102,348,841	25.4%
Professional Salaries	50,921,497	12.6%
Classified Salaries and Other Wages	24,038,513	6.0%
Fringe Benefits	55,540,139	13.8%
Professional Services	613,000	0.2%
Personnel Service	<u>\$233,461,990</u>	<u>58.0%</u>
Travel	3,161,177	0.8%
Utilities	17,650,810	4.4%
Supplies and Other Operating Expenses	62,440,046	15.5%
Property, Furniture and Equipment	14,200,554	3.5%
Library Books and Periodicals	9,131,497	2.3%
Scholarships and Other Assistance	<u>62,530,781</u>	<u>15.5%</u>
Totals	\$402,576,855	100.00%

7



America's Brightest **ORANGE**

Sources of New Funds

Tuition & Mandatory Fee Increase	\$1,278,000
Block Tuition	1,384,282
Enrollment Growth	4,165,718
Outreach Funds - Moving to 60/40 Split	2,400,000
Other New Sources of Funds	<u>3,049,000</u>
Total Estimated New/Reallocated Funds	\$12,277,000



Use of New Funds

Mandatory Cost Increases	\$2,541,000
New Faculty Positions	3,243,000
Faculty Promotions and Tenure	291,000
Post-Tenure Review Program	432,000
Information Technology Initiatives	626,000
Academic Student Support	627,000
Compliance Issues	701,000
Additional College Commitments	299,000
Retention Commitments	964,000
Tuition & Fee Waivers	<u>2,553,000</u>
Total Estimated Cost Increases/Loss of Funds	\$12,277,000



Fund Balance

Estimated Fund Balance at June 30, 2014: \$89,844,045

Actual Fund Balance at June 30, 2014: \$92,276,238

SRA-3 Schedule C

Projected Fund Balance at June 30, 2015: \$39,644,045

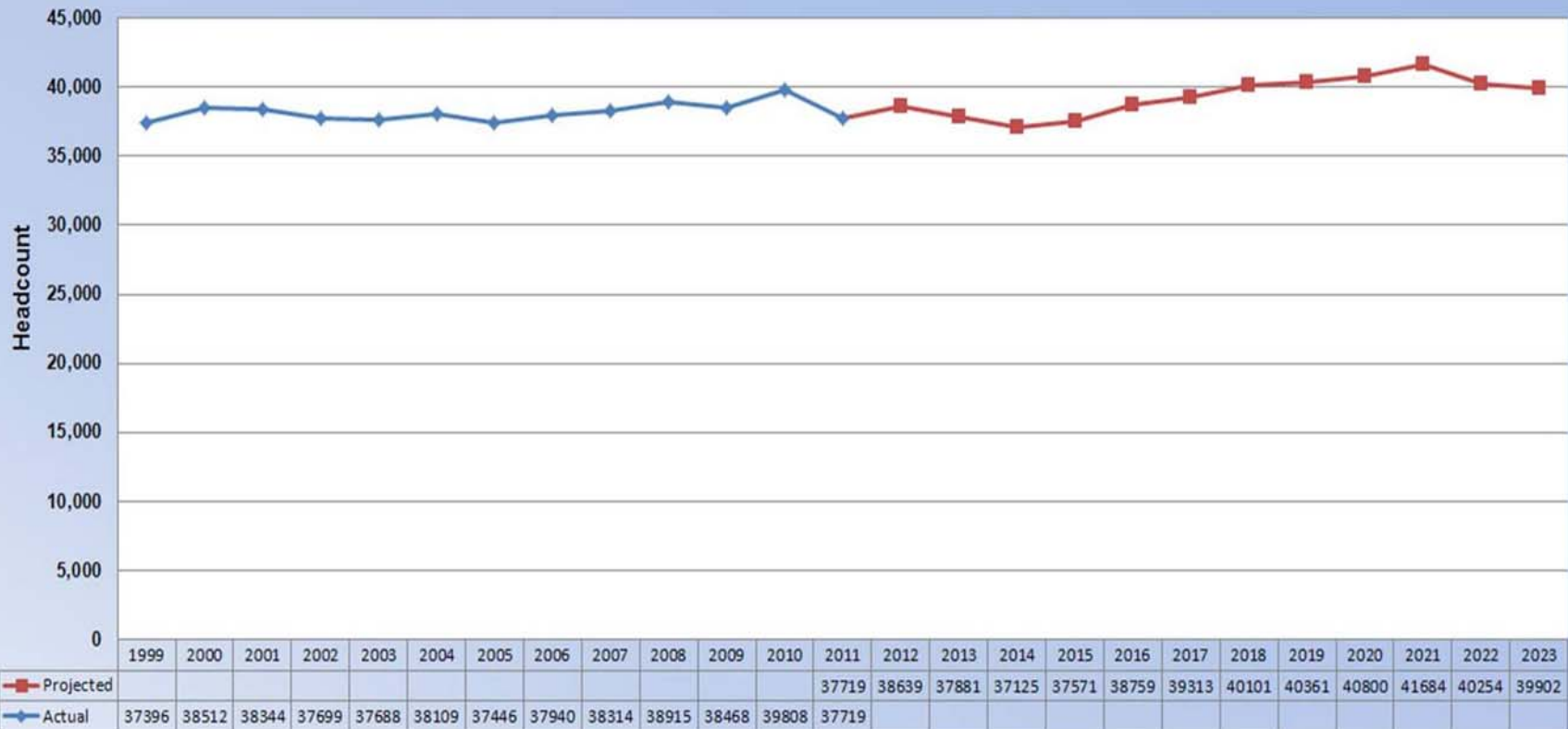


Planning Considerations for FY 2015

- ❖ Utilities and operations for new buildings
- ❖ Managing enrollment growth
- ❖ Implementing block tuition
- ❖ Deploying Student Success Collaborative/“Finish In Four”
- ❖ Associating pay increases with cumulative review
- ❖ Reviewing options to become a self-insured employer
- ❖ State of Oklahoma funding issues for FY 2016



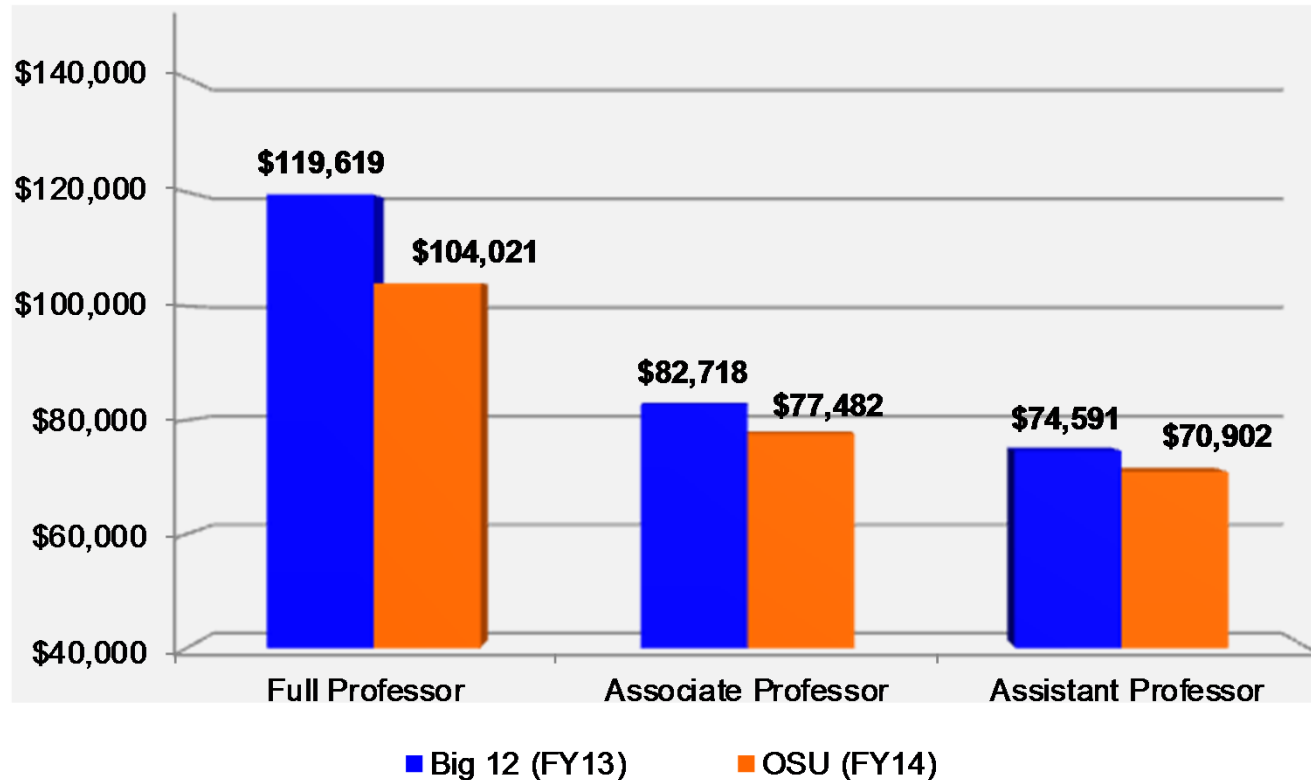
Oklahoma High School Graduates
 Actual: 1999 through 2011
 Projections: 2012 through 2023



Source: Oklahoma State Regents for Higher Education Cohort Survival . State Department of Education.



Average Faculty Salaries By Rank OSU vs. Big 12 Average



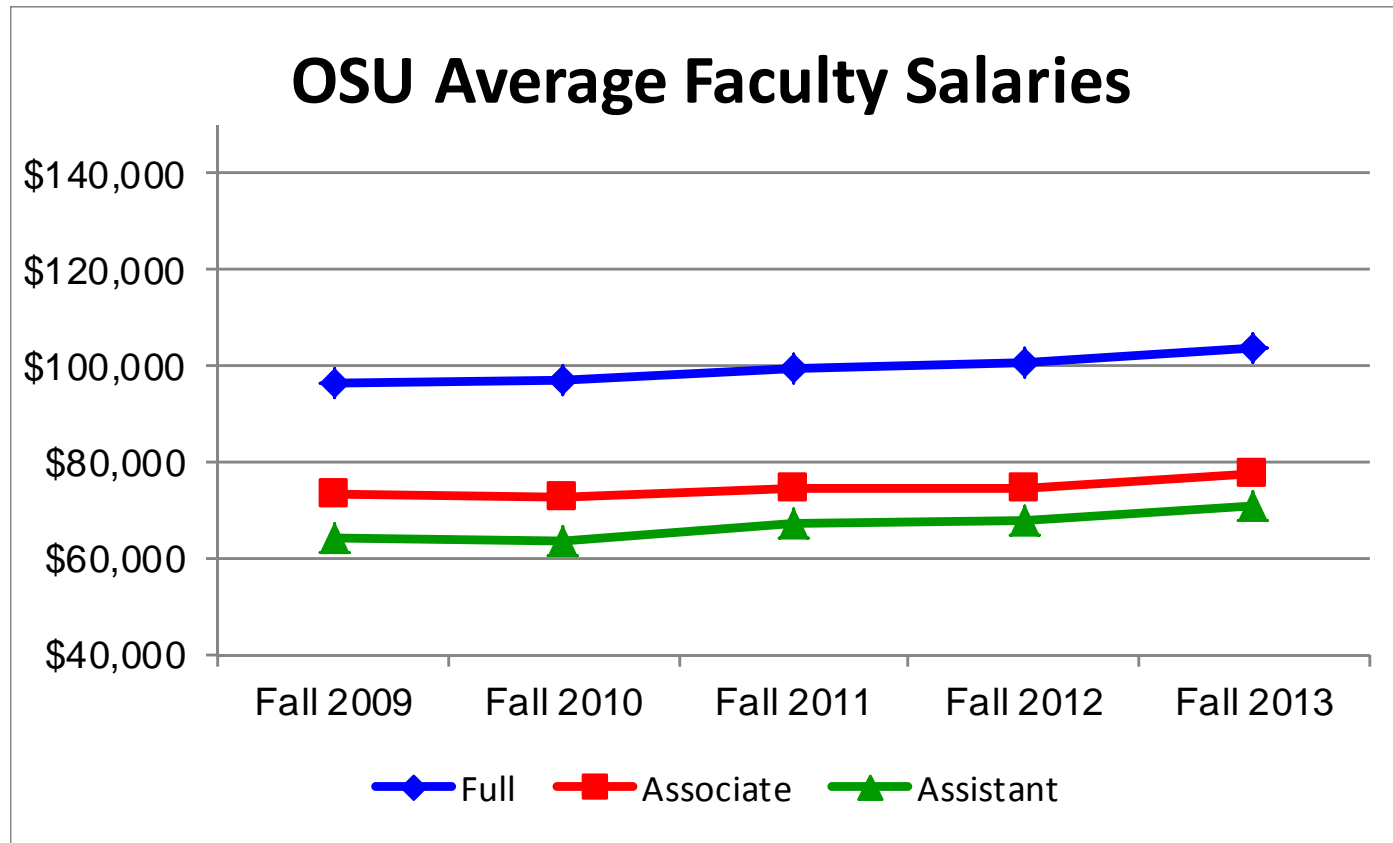
Assistant professors currently hired are being brought in closer to peer average. However, as faculty rank increases, the gap between OSU salaries and Big 12 average salaries continues to increase.

Note: All salaries are converted to 9-10 month equivalents, and exclude all professional programs.

\$\$'s required to get OSU salaries up to the Big 12 Average = \$9.8 million
(includes the cost for salaries + benefits)



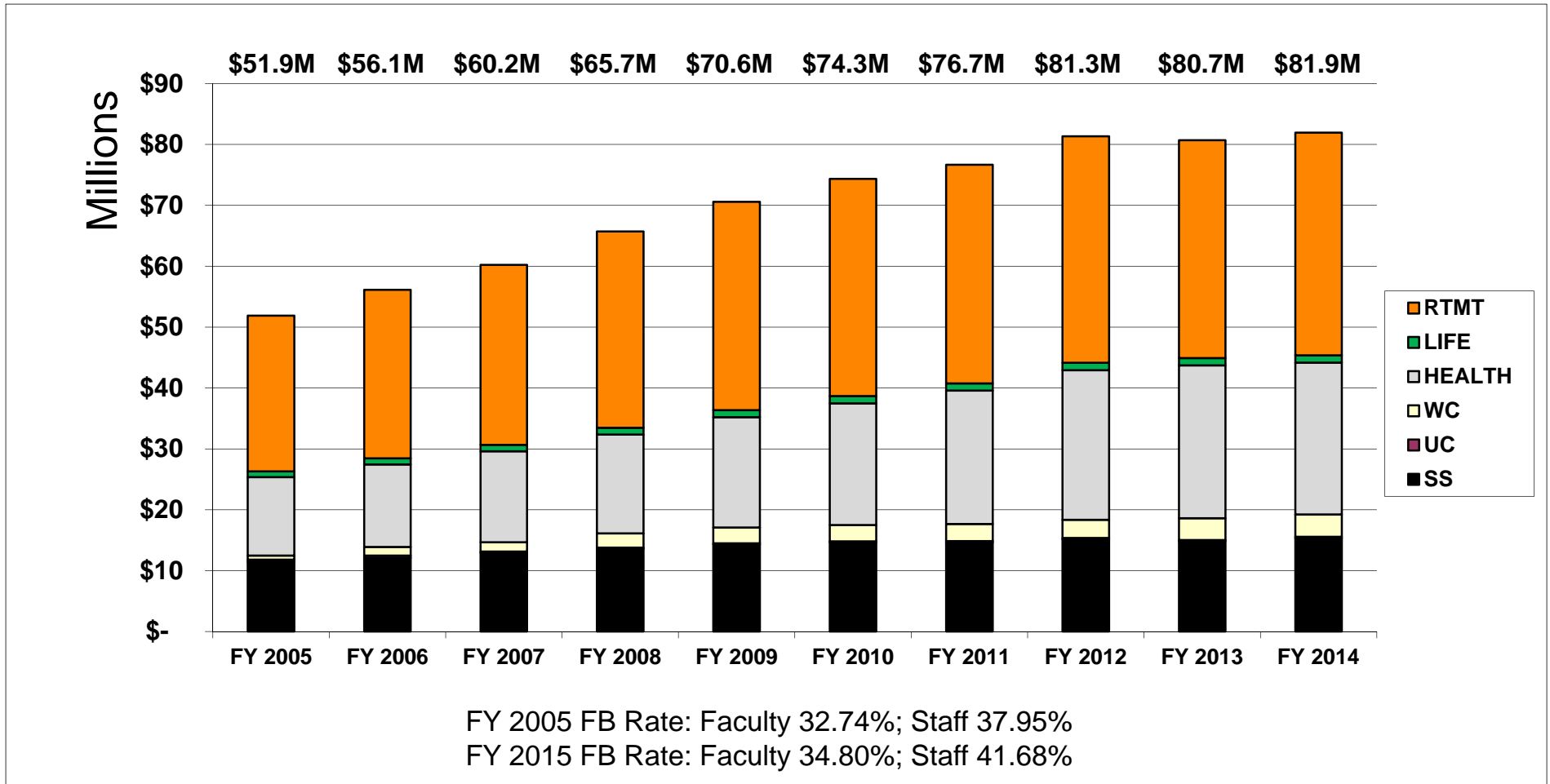
Salary Compression Among Ranks at OSU



By hiring assistant professors closer to peer average, compression issues between assistant and associate professors have become increasingly common.



Cost of Fringe Benefits





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