

# Minnesota State University Moorhead

This information has been developed for the FY2007 operating budget discussion - December 2005

Enrollment		
FY2005	FY2006	FY2007
7,009	6,855	6,855

## Academic priorities/work plans/budget solutions

### Academic Priorities

MSU Moorhead's academic priority is maintaining and expanding high-quality learning programs and services, which primarily means providing the courses, with sufficient numbers of instructional seats, to meet the needs of enrolled students.

### Base budget changes

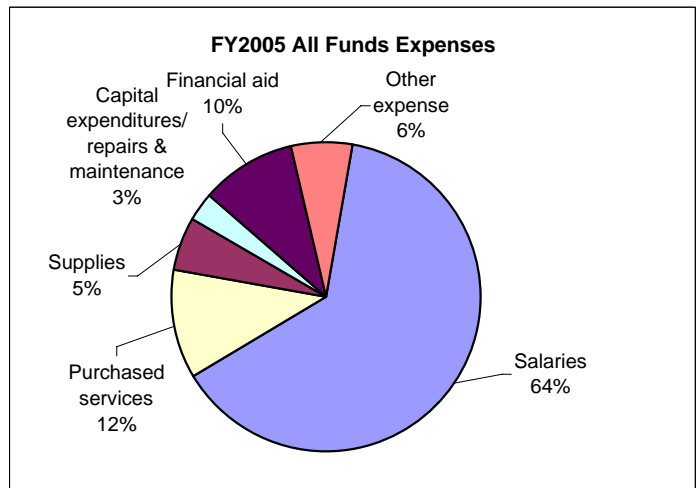
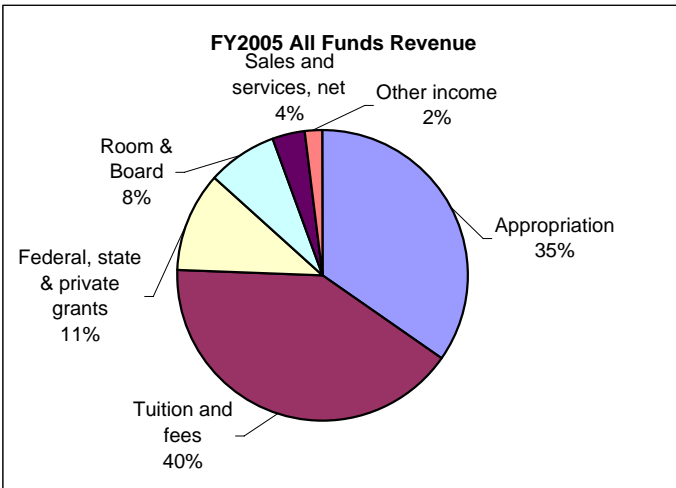
Collective bargaining agreement settlements, other contractual increases (e.g. faculty promotions, career steps, and annual salary equity review), work plan initiative funding, fuel and utility costs, R&R expenditures, etc. are included in expenditure inflation that will add \$2.55M to MSU Moorhead's base budget during FY 2006. In addition, our base allocation will decrease by \$225,554 between fiscal years 2006 and 2007.

### Balancing the budget

MSU Moorhead is projecting an additional \$2.4M in tuition revenue with our tuition request. Due to the changing demographics in our primary service region, MSU Moorhead is projecting enrollment shrinkage of at least 1% in FY 2007. In the event the enrollment decline is greater than 1%, our tuition revenue projection will decline and we anticipate needing to reduce our employment base in order to correct any additional budget deficits of \$315,643 (-2% enrollment decrease), \$631,286 (-3%), or \$946,929 (-4%).

In order to resolve projected budget deficits, MSU Moorhead will hold positions vacant, combine position duties, replace retirements and/or resignations and/or leaves with part-time or temporary help, and selectively reduce expenditure authorization.

At the end of FY 2006, MSU Moorhead will have reached a 3% operating reserve as required by Board Policy 5.10.3



## BUDGETARY DISPLAY

### REVENUES

State Appropriation  
Tuition  
Other  
Carry forward  
**Total Revenues**

FY2006		
General Fund	Other Funds	Total
29,093,827		29,093,827
28,838,566		28,838,566
781,446	26,186,000	26,967,446
		0
<b>58,713,839</b>	<b>26,186,000</b>	<b>84,899,839</b>

FY2007		
General Fund	Other Funds	Total
28,868,273		28,868,273
31,248,652		31,248,652
781,446	26,971,000	27,752,446
126,125		126,125
<b>61,024,496</b>	<b>26,971,000</b>	<b>87,995,496</b>

### EXPENDITURES

Personnel  
Other Operating Costs  
**Total Expenditures**

45,841,256	5,197,000	51,038,256
12,872,583	18,945,000	31,817,583
<b>58,713,839</b>	<b>24,142,000</b>	<b>82,855,839</b>

47,495,815	5,353,000	52,848,815
13,528,681	19,513,000	33,041,681
<b>61,024,496</b>	<b>24,866,000</b>	<b>85,890,496</b>

Revenues/Expense

0 2,044,000 2,044,000

0 2,105,000 2,105,000