Purpose and Goals

- Integration of Budget, Planning and Assessment
- Building a Minnesota State Reallocation Process
Historical Trends

- Enrollment
- State Allocation and Tuition
- Changes in CPI Index
- Staffing Levels
- Square Footage
Minnesota State University, Mankato
FY78-FY07 Fall Headcount
Minnesota State University, Mankato
FY99-FY08 FYE Students
Minnesota State University, Mankato
Changes in Consumer Price Index
Minnesota State University, Mankato
Changes in General Fund Square Footage

History of Square Footage

- FY80
- FY82
- FY87
- FY89
- FY93
- FY94
- FY98
- FY01
- FY04
- FY07
- FY09

- 900,000
- 1,200,000
- 1,500,000
- 1,800,000
Planning/Budget Considerations

How much growth is required to balance budget?

How much new budget is needed to fund growth?
- Enrollment Management Funding Model

Can we accomplish the second issue while still balancing the budget? Will reallocation be required to accomplish both objectives?
Discussion of Key Concepts
(Definitions)

- Fiscal Years
- Reallocation
- Reduction
- Enrollment Choices
Reallocation Model Development
Brainstorming

- Higher Education Reallocation Models
  - University of Michigan
  - Washington State University
  - Brigham Young University

- Levels of Reduction

- Elements of the Model
Reallocation Models

- **University of Michigan**
  - Forced 2% reallocation each year
    - All areas receive 98% of prior year budget
    - 2% set aside for Strategic Investments

- **Washington State University**
  - Areas submit 3% Reduction and 3% Investment Plans
    - Highest Priority Investments are funded by Lowest Priority Reductions

- **Brigham Young University**
  - Areas submit requests for new base funding from central pool
    - Any new funding requires an equal match from the division’s current base budget
Group Discussion Questions

- What type of processes could be developed to identify target areas for reallocation? How do you make hard reallocation decisions in a shared governance model?

- Are there potential areas within the budget that could be reviewed to positively impact the overall budget?

- What are some examples of processes which could be reengineered to create savings for strategic reallocation?