

INDIANA UNIVERSITY OF PENNSYLVANIA

FY2013-14 Educational and General Budget

****Excludes Carryovers Sources and Uses****

Budget Assumptions: FY2014 Enrollment for Fall 14,800 Tuition Increase 3.0%	FY2012-13 SPRING REVISION	FY2013-14 UPDATED ORIGINAL BUDGET	FY2012-13 vs. FY2013-14	
			VARIANCE INCREASE/ (DECREASE)	PERCENTAGE INCREASE/ (DECREASE)
NEW SOURCES				
Revenues:				
General Appropriation	47,850,700	48,172,224	321,524	0.7% 1
Performance Funding	5,130,520	4,560,978	(569,542)	-11.1% 2
Tuition	107,356,373	107,245,947	(110,426)	-0.1% 3
Instructional Fee	12,719,000	12,916,000	197,000	1.5% 4
Technology Fee	5,735,000	5,719,000	(16,000)	-0.3% 5
Registration Fee	884,000	855,000	(29,000)	-3.3% 6
Student Service Fee	3,000,000	3,950,000	950,000	31.7% 7
Other Student Fees	214,000	214,000	-	0.0%
Other Revenue:				
Student Aid Administrative Expense Reimbursement	175,000	210,000	35,000	20.0% 8
Facilities and Administration Cost Reimbursement	773,015	775,000	1,985	0.3%
Investment Income	1,000,000	900,000	(100,000)	-10.0% 9
Miscellaneous	5,000	10,000	5,000	100.0%
TOTAL NEW SOURCES	\$ 184,842,608	\$ 185,528,149	\$ 685,541	0.4%

Budget Assumptions: FY2014 Enrollment for Fall 14,800 Tuition Increase 3.0%	FY2012-13 SPRING REVISION	FY2013-14 UPDATED ORIGINAL BUDGET	FY2012-13 vs. FY2013-14	
			VARIANCE INCREASE/ (DECREASE)	PERCENTAGE INCREASE/ (DECREASE)
NEW USES				
Personnel:				
Faculty	58,984,862	59,311,032	326,170	0.6% ¹⁰
Management	11,295,991	11,749,160	453,169	4.0% ¹⁰
University Administrator	1,876,042	1,915,568	39,526	2.1% ¹⁰
Staff (Clerical, Fiscal, Custodial, and Maintenance)	12,309,050	12,268,833	(40,218)	-0.3% ¹⁰
Other (Security, Supervisory Security, and Coaches)	2,285,946	2,313,263	27,316	1.2% ¹⁰
Payouts and Shift Differential	1,385,000	1,385,000	-	0.0%
Overtime	214,035	214,035	-	0.0%
Summer School	5,234,813	5,433,311	198,498	3.8% ¹¹
Student Employment	4,079,295	4,087,320	8,026	0.2%
Benefits	36,361,485	38,620,988	2,259,503	6.2% ¹²
Waivers- Graduate Assistant and Teaching Associates	91,403	91,403	-	0.0%
Waivers - Employee	1,722,434	1,850,000	127,566	7.4% ¹³
Subtotal Personnel:	135,840,356	139,239,912	3,399,556	2.5%
Operating:				
Administrative Computing System Maintenance	518,158	552,151	33,993	6.6% ¹⁴
Bad Debt Expense	1,160,000	1,194,800	34,800	3.0% ¹⁵
Residential Revival - Phase I Amenity Space	289,192	291,271	2,079	0.7%
Harrisburg Charges	2,675,918	2,847,595	171,677	6.4% ¹⁶
Utilities	6,688,501	6,663,774	(24,727)	-0.4%
Waivers (BOG, International, Sr Citizen, E-Univ)	3,800,000	3,956,880	156,880	4.1% ¹⁷
Instructional Technology	5,735,000	5,719,000	(16,000)	-0.3%
Educational Services	4,574,000	4,630,000	56,000	1.2%
Doctoral Enhancement	222,000	222,000	-	0.0%
Library	20,000	30,000	10,000	50.0% ¹⁸
Off Campus	464,305	466,605	2,300	0.5%
Fairman Centre	468,000	463,000	(5,000)	-1.1%
Other Special Allocations	885,242	937,522	52,280	5.9% ¹⁹
Departmental Operating - Base Budgets	4,566,720	4,476,840	(89,880)	-2.0%
Carryover Reserve	2,410,723	1,306,412	(1,104,311)	-45.8%
Overhead/Administrative Expense Chargebacks	(4,846,981)	(4,846,981)	-	0.0%
Subtotal Operating:	29,630,777	28,910,869	(719,908)	-2.4%
Transfers:				
Academic Facilities Renovation Program (AFRP)	763,548	763,548	-	0.0%
Debt Service Payments	753,000	936,000	183,000	24.3% ²⁰
KCAC New Debt Payment	2,200,000	2,236,000	36,000	1.6%
Performance Funding	2,232,432	2,232,432	-	0.0%
Performance Funding Reallocation	(1,322,785)	(1,322,785)	-	0.0%
Facilities and Administration (Indirect) Allocations	323,015	258,725	(64,290)	-19.9% ²¹
Research Institute Services	785,000	791,275	6,275	0.8%
Graduate Assistant Waivers	3,308,134	3,564,497	256,363	7.7% ²²
Transfers to Designated Reserves	3,697,160	3,458,674	(238,486)	-6.5% ²³
Admissions - Base Adjustment	205,000	205,000	-	0.0%
Deferred Maintenance (TCC and Facilities Fee)	2,050,829	2,074,829	24,000	1.2%
Facilities Fee Recreation	402,310	402,310	-	0.0%
Other	2,288,247	2,297,366	9,119	0.4%
Strategic Initiatives Reserve	1,180,357	-	(1,180,357)	-100.0%
Subtotal Transfers:	18,866,247	17,897,871	(968,376)	-5.1%
TOTAL NEW USES	184,337,380	186,048,653	1,711,273	0.9%
NEW SOURCES LESS NEW USES	505,228	\$ (520,504)	(1,025,732)	
Divisional Excess Reduction Targets - Net	(505,228)	(556,879)	(51,651)	
Use of One-Time Funding Sources	-	1,077,383	1,077,383	
NET SOURCES LESS USES	-	\$ -	\$ -	

INDIANA UNIVERSITY OF PENNSYLVANIA

FY2013-14 Educational and General Budget

Budget Footnotes

1. FY2012-13 Level State Appropriation Funding with Allocation Formula Adjustment. This Resulted in an Increase of \$321,524.
2. Performance Funding is Projected to be the Same Level Funding as FY2011-12.
3. Tuition is Based on an Overall 3% Rate Increase and Fall Enrollment of 14,800.
4. Instructional Fee Increased by the 3% Increase in Tuition and Undergraduate Technology Fee. The Total Instructional Fee was Adjusted for the Change in Enrollment. The Two Components of the Instructional Fee are the Educational Service Fee (ESF) and the Facilities Fee. Assessments are Shown Below:
 - a. Undergraduate Instructional Fee - 10% of Tuition and Technology Fee
(Based on a Reduction of 190 In-State Undergraduates)
 - b. Graduate Masters Instructional Fee - 15% of Tuition and Technology Fee
(Based on a Reduction of 10 In-State Graduates)
 - c. Graduate Doctoral Instructional Fee - 20% of Tuition and Technology Fee
(No Change in Doctoral Enrollment)
 - d. Off Campus Instructional Fee - 10% of Tuition and Technology Fee
(No Change in Enrollment)
5. The Technology Fee Rate Increased by 3% for Full-Time Undergraduates and was Adjusted for the Decline of 190 students. There was not an Increase for Part-Time Undergraduate and All Graduate Students.
6. There was No Change in the Registration Fee. Revenue Declined as a Result of the Decrease in Enrollment.
7. The Student Service Fee Increased as a Result of the Council of Trustees Approving a \$3 Per Credit Hour Increase in Both the Undergraduate and Graduate Rate.
8. Based on a Projected Increase in Perkin's Loans Awarded in FY2013-14.
9. Based on Interest Rates Remaining Flat and a Lower Cash Balance.
10. Salary and Wage Increase: SEE ATTACHMENT I
Note: Monetary Fluctuations can be a Result of Different Pay Levels for Replacement Personnel.
11. Per the Current Collective Bargaining Agreement with APSCUF, the Pay Scale Moved from 60% of the Fall 2005 Per Credit Level to 53% of the Fall 2012 Per Credit Level.
12. The Increase in Employee Waivers is Based on an Updated May 2013 Projection which Looked at the Actuals for FY2012-13.
13. Benefit Increase Based on PASSHE Assumptions with IUP's Mix of Steps and Participation Levels :
 - a. Increase Prior to Permanent Reductions - 8.9%
 - b. Increase After Permanent Reductions - 6.2%
14. Includes First Year Expenses of New Software for the Banner Mobile App (\$28,800).

15. Increase at Same Rate as the Tuition Increase - 3%.
16. Includes an Increase in the Chancellor's Assessment which is Based on Last Year's Increase in Tuition Revenue. Also, an Additional \$116,364 was Added to Pay for IUP's Portion of the New State Initiative for the Data Warehouse Application. Other Charges Increased by 3% per PASSHE Assumptions.
17. Includes New Initiative "Summer II Sutton Scholarship Waivers" (\$42,880) and a 3% Increase for Tuition.
18. Based on the Actual Library Fines Collected in the Prior Year (FY2012-13).
19. Reflects the Actual Increase in the FY2013-14 Cooperating Teachers Stipends and a 25% Increase in IUP's Contract with West Penn Allegheny Hospital (\$100,000 to \$125,000) for the Nursing Program.
20. Projected the Early Retirement of Debt for the Cogeneration Smokestack and Engine Retrofit in FY2013-14. This Increased the Final Payment by \$105,000, from \$250,000 to \$355,000. Also, in Prior Years, the Budget for Punxsutawney Commons Debt Reflected a Lower Amount than the Actual Payment by \$78,000. This was the Result of an Excess Fund Balance. This Year's Budget Reflects the Actual Debt Payment (Increased from \$70,000 to \$148,000).
21. Per the Affiliation Agreement, the Base Funding of \$775,000 will be Escalated by the Consumer Price Index for All Items. This Increase will be Funded from the Actual IUP F&A (Indirect) Revenue Received. Therefore, the Decrease Reflects the Increased Support and a Projected Decrease in Indirect Revenue Collected.
22. Listed Below are Three Changes to this Year's Allocation:
 - a. Includes an Additional \$210,000 for a One-Time New Initiative of Graduate Assistant Waivers.
 - b. Includes an Increase of 3% for the FY2013-14 Tuition Rate Change.
 - c. Includes a Decrease which Resulted from Student Affairs using \$37,431 for FY2013-14 Permanent Savings Reductions.
23. Reflects the Elimination of the Furniture Reserve (\$400,000) and the Projected Increase of \$161,514 in IUP's SAP Payment.

Updated Original Budget Indiana University of Pennsylvania Basic Budget Assumptions - FY2013-14

1. FY2012-13 Level State Appropriation Funding with Allocation Adjustment Resulting in an Increase of \$321,524
2. Enrollment Projection - 14,800
3. Tuition Increase - 3.0%
4. Technology Fee Increase - 3.0%
5. Salary and Wage Increases Based Upon Current CBA(s)
Non Represented Employees - (Management) - 3.0%
6. a. Benefit Increase Prior to Permanent Reductions - 8.9%*
b. Benefit Increase After Permanent Reductions - 6.2%*
7. Utility Increase - 5.0% (Less E&G Share of Revenue Which is Projected to be \$359,152)
8. The Following Changes were Incorporated into the Budget Projection:
 - A. Personnel Budget Based Upon the SAP PBM Position Control System
 - B. Assumed a 3% Increase in Bad Debt Expense
 - C. Increase in the Student Service Fee - Additional Revenue of \$950,000
 - D. Performance Funding Expense Kept at FY2011-12 Level
 - E. \$210,000 for Additional Graduate Assistants - One-Time
 - F. New Item for Multi-University Enrollment Application - \$100,000 (5-Year Commitment)
 - G. Strategic Initiative Reserve has been used to Offset the Budget Deficit.
 - H. Permanent Elimination of Furniture Reserve for \$400,000

*Benefit Rates are Based Upon the Latest PASSHE Assumptions and the New Position Budget Management System.