



# FY 2013-14 General Fund Continuation Budget Illustration November 15, 2012



# Continuation Budget Illustration

- Demonstrates magnitude of choices if University General Fund revenues do not increase from over current fiscal year
- Definition of “mandatory” used in this illustration is extremely limited
- Allocates resulting reductions, due to mandatory expenses, proportionately across all components of the budget



# Illustration Assumptions

- No changes in enrollment, tuition rates, inflation or state support
- Governor's classified compensation and benefits plan is approved
- Statutory PERA contribution increases
- About 23 percent of operating expenses are beyond our control such as leases and postage rates
- Utility rates increase at 4 percent annually
- Insurance rates increase at 2 percent annually
- Other critical expenses were not defined as mandatory



# Current Landscape

## Governor's FY 2013-14 Budget Request

- \$30 million funding increase for higher education operating budgets
  - ✓ CU receives just over \$9 million per current plan
- \$5.3 million for need-based state financial aid for all institutions
- \$25.4 million for statewide higher education controlled maintenance, of which CU receives up to \$8 million



# Current Landscape

## Additional Considerations

- The Consumer Price Index (CPI) is estimated to increase by 3.1% in 2013
- Enrollment will not be static. Each campus will see changes in undergraduate, graduate, in-state, out-of-state students and international students
- Enrollment growth drives costs to maintain current service levels
- Campuses will also submit recommendations to address other needs such as compensation, quality and other priorities



# Next Steps

- In February, the FY 2013-14 budget will be presented to the Board of Regents for consideration
- The February meeting will include a strategic planning presentation on long-term funding for higher education in Colorado



# CU Summary Table

General Fund Expenditure Categories	FY 2012-13	FY 2013-14 General Fund Budget Illustration					Active Assumption Cells
	GF Budget	Mandatory Increases	Reductions	GF Budget Illustration	Dollar Change	Percent Change	
Classified Salaries	\$104,487,839	\$3,134,635	(\$1,210,005)	\$106,412,469	\$1,924,630	1.84%	3.0%
Classified Benefits	\$36,340,219	\$1,090,207	(\$419,415)	\$37,011,011	\$670,792	1.85%	3.0%
Unclassified Salaries	\$404,127,570	\$0	(\$4,482,097)	\$399,645,473	(\$4,482,097)	(1.11%)	0.0%
Unclassified Benefits	\$129,936,846	\$1,299,368	(\$1,463,459)	\$129,772,755	(\$164,091)	(0.13%)	1.0%
Hourly Compensation	\$7,500,339	\$0	(\$80,861)	\$7,419,478	(\$80,861)	(1.08%)	0.0%
Compensation Subtotal	\$682,392,813	\$5,524,210	(\$7,655,836)	\$680,261,187	(\$2,131,626)	(0.31%)	
Operating Expense*	\$156,776,692	\$4,232,971	(\$1,772,910)	\$159,236,752	\$2,460,060	1.57%	2.9%
Controlled Maintenance**	\$6,900,000	\$0	(\$82,869)	\$6,817,131	(\$82,869)	(1.20%)	0.0%
Financial Aid	\$71,744,118	\$0	(\$795,268)	\$70,948,850	(\$795,268)	(1.11%)	0.0%
Library Expense	\$18,369,507	\$0	(\$203,276)	\$18,166,231	(\$203,276)	(1.11%)	0.0%
Utilities	\$40,610,737	\$1,624,429	(\$491,170)	\$41,743,996	\$1,133,259	2.79%	4.0%
ICCA***	\$39,720,523	\$0	(\$458,686)	\$39,261,837	(\$458,686)	(1.15%)	0.0%
Insurance	\$9,781,349	\$195,627	(\$117,222)	\$9,859,754	\$78,405	0.80%	2.0%
Operating Subtotal	\$343,902,926	\$6,053,027	(\$3,921,401)	\$346,034,552	\$2,131,626	0.62%	
<b>Total General Fund Expenditures</b>	<b>\$1,026,295,739</b>	<b>\$11,577,237</b>	<b>(\$11,577,237)</b>	<b>\$1,026,295,739</b>	<b>\$0</b>	<b>0.00%</b>	



# Boulder

General Fund Expenditure Categories	FY 2012-13	FY 2013-14 General Fund Budget Illustration					Active Assumption Cells
	GF Budget	Mandatory Increases	Reductions	GF Budget Illustration	Dollar Change	Percent Change	
Classified Salaries	\$62,043,216	\$1,861,296	(\$740,766)	\$63,163,746	\$1,120,530	1.81%	3.0%
Classified Benefits	\$21,301,066	\$639,032	(\$254,325)	\$21,685,773	\$384,707	1.81%	3.0%
Unclassified Salaries	\$212,746,635	\$0	(\$2,540,093)	\$210,206,542	(\$2,540,093)	(1.19%)	0.0%
Unclassified Benefits	\$77,096,560	\$770,966	(\$920,496)	\$76,947,030	(\$149,530)	(0.19%)	1.0%
Hourly Compensation	\$4,028,166	\$0	(\$48,094)	\$3,980,072	(\$48,094)	(1.19%)	0.0%
Compensation Subtotal	\$377,215,643	\$3,271,294	(\$4,503,774)	\$375,983,163	(\$1,232,480)	(0.33%)	
Operating Expense*	\$109,430,481	\$2,954,623	(\$1,306,547)	\$111,078,557	\$1,648,076	1.51%	2.7%
Controlled Maintenance**	\$5,000,000	\$0	(\$59,698)	\$4,940,302	(\$59,698)	(1.19%)	0.0%
Financial Aid	\$50,974,297	\$0	(\$608,609)	\$50,365,688	(\$608,609)	(1.19%)	0.0%
Library Expense	\$11,451,164	\$0	(\$136,721)	\$11,314,443	(\$136,721)	(1.19%)	0.0%
Utilities	\$21,163,238	\$846,530	(\$252,679)	\$21,757,089	\$593,851	2.81%	4.0%
ICCA***	\$20,206,882	\$0	(\$241,260)	\$19,965,622	(\$241,260)	(1.19%)	0.0%
Insurance	\$4,570,651	\$91,413	(\$54,571)	\$4,607,493	\$36,842	0.81%	2.0%
Operating Subtotal	\$222,796,713	\$3,892,566	(\$2,660,086)	\$224,029,193	\$1,232,480	0.55%	
<b>Total General Fund Expenditures</b>	<b>\$600,012,356</b>	<b>\$7,163,860</b>	<b>(\$7,163,860)</b>	<b>\$600,012,356</b>	<b>\$0</b>	<b>0.00%</b>	



# Colorado Springs

General Fund Expenditure Categories	FY 2012-13	FY 2013-14 General Fund Budget Illustration					Active Assumption Cells
	GF Budget	Mandatory Increases	Reductions	GF Budget Illustration	Dollar Change	Percent Change	
Classified Salaries	\$7,709,626	\$231,289	(\$71,621)	\$7,869,293	\$159,667	2.07%	3.0%
Classified Benefits	\$3,276,694	\$98,301	(\$30,440)	\$3,344,555	\$67,861	2.07%	3.0%
Unclassified Salaries	\$45,460,127	\$0	(\$422,318)	\$45,037,809	(\$422,318)	(0.93%)	0.0%
Unclassified Benefits	\$11,877,741	\$118,777	(\$110,343)	\$11,886,176	\$8,435	0.07%	1.0%
Hourly Compensation	\$1,493,900	\$0	(\$13,878)	\$1,480,022	(\$13,878)	(0.93%)	0.0%
Compensation Subtotal	\$69,818,088	\$448,367	(\$648,601)	\$69,617,854	(\$200,234)	(0.29%)	
Operating Expense*	\$12,023,748	\$324,641	(\$111,699)	\$12,236,690	\$212,942	1.77%	2.7%
Controlled Maintenance**	\$400,000	\$0	(\$3,716)	\$396,284	(\$3,716)	(0.93%)	0.0%
Financial Aid	\$5,267,232	\$0	(\$48,932)	\$5,218,300	(\$48,932)	(0.93%)	0.0%
Library Expense	\$1,623,842	\$0	(\$15,085)	\$1,608,757	(\$15,085)	(0.93%)	0.0%
Utilities	\$2,452,241	\$98,090	(\$22,781)	\$2,527,550	\$75,309	3.07%	4.0%
ICCA***	\$3,263,891	\$0	(\$30,321)	\$3,233,570	(\$30,321)	(0.93%)	0.0%
Insurance	\$937,149	\$18,743	(\$8,706)	\$947,186	\$10,037	1.07%	2.0%
Operating Subtotal	\$25,968,103	\$441,474	(\$241,240)	\$26,168,337	\$200,234	0.77%	
<b>Total General Fund Expenditures</b>	<b>\$95,786,191</b>	<b>\$889,841</b>	<b>(\$889,841)</b>	<b>\$95,786,191</b>	<b>\$0</b>	<b>0.00%</b>	



# Denver

General Fund Expenditure Categories	FY 2012-13	FY 2013-14 General Fund Budget Illustration					Active Assumption Cells
	GF Budget	Mandatory Increases	Reductions	GF Budget Illustration	Dollar Change	Percent Change	
Classified Salaries	\$10,696,454	\$320,894	(\$85,835)	\$10,931,512	\$235,058	2.20%	3.0%
Classified Benefits	\$3,621,559	\$108,647	(\$29,062)	\$3,701,144	\$79,585	2.20%	3.0%
Unclassified Salaries	\$75,407,023	\$0	(\$605,115)	\$74,801,908	(\$605,115)	(0.80%)	0.0%
Unclassified Benefits	\$19,951,216	\$199,512	(\$160,102)	\$19,990,627	\$39,411	0.20%	1.0%
Hourly Compensation	\$1,368,978	\$0	(\$10,986)	\$1,357,992	(\$10,986)	(0.80%)	0.0%
Compensation Subtotal	\$111,045,230	\$629,053	(\$891,099)	\$110,783,183	(\$262,047)	(0.24%)	
Operating Expense*	\$20,922,675	\$564,912	(\$167,897)	\$21,319,690	\$397,015	1.90%	2.7%
Controlled Maintenance**	\$0	\$0	\$0	\$0	\$0	0.00%	0.0%
Financial Aid	\$12,808,333	\$0	(\$102,782)	\$12,705,551	(\$102,782)	(0.80%)	0.0%
Library Expense	\$3,478,065	\$0	(\$27,910)	\$3,450,155	(\$27,910)	(0.80%)	0.0%
Utilities	\$954,410	\$38,176	(\$7,659)	\$984,928	\$30,518	3.20%	4.0%
ICCA***	\$4,783,501	\$0	(\$38,386)	\$4,745,115	(\$38,386)	(0.80%)	0.0%
Insurance	\$300,000	\$6,000	(\$2,407)	\$303,593	\$3,593	1.20%	2.0%
Operating Subtotal	\$43,246,984	\$609,089	(\$347,042)	\$43,509,031	\$262,047	0.61%	
<b>Total General Fund Expenditures</b>	<b>\$154,292,214</b>	<b>\$1,238,141</b>	<b>(\$1,238,141)</b>	<b>\$154,292,214</b>	<b>\$0</b>	<b>0.00%</b>	



# Anschutz Medical Campus

General Fund Expenditure Categories	FY 2012-13	FY 2013-14 General Fund Budget Illustration					Active Assumption Cells
	GF Budget	Mandatory Increases	Reductions	GF Budget Illustration	Dollar Change	Percent Change	
Classified Salaries	\$24,038,543	\$721,156	(\$311,782)	\$24,447,917	\$409,374	1.70%	3.0%
Classified Benefits	\$8,140,900	\$244,227	(\$105,588)	\$8,279,539	\$138,639	1.70%	3.0%
Unclassified Salaries	\$70,513,785	\$0	(\$914,571)	\$69,599,214	(\$914,571)	(1.30%)	0.0%
Unclassified Benefits	\$21,011,329	\$210,113	(\$272,519)	\$20,948,923	(\$62,406)	(0.30%)	1.0%
Hourly Compensation	\$609,295	\$0	(\$7,903)	\$601,392	(\$7,903)	(1.30%)	0.0%
Compensation Subtotal	\$124,313,852	\$1,175,497	(\$1,612,363)	\$123,876,986	(\$436,866)	(0.35%)	
Operating Expense*	\$14,399,788	\$388,794	(\$186,767)	\$14,601,816	\$202,028	1.40%	2.7%
Controlled Maintenance**	\$1,500,000	\$0	(\$19,455)	\$1,480,545	(\$19,455)	(1.30%)	0.0%
Financial Aid	\$2,694,256	\$0	(\$34,945)	\$2,659,311	(\$34,945)	(1.30%)	0.0%
Library Expense	\$1,816,436	\$0	(\$23,559)	\$1,792,877	(\$23,559)	(1.30%)	0.0%
Utilities	\$16,040,848	\$641,634	(\$208,051)	\$16,474,431	\$433,583	2.70%	4.0%
ICCA***	\$11,466,249	\$0	(\$148,718)	\$11,317,531	(\$148,718)	(1.30%)	0.0%
Insurance	\$3,973,549	\$79,471	(\$51,537)	\$4,001,483	\$27,934	0.70%	2.0%
Operating Subtotal	\$51,891,126	\$1,109,899	(\$673,033)	\$52,327,992	\$436,866	0.84%	
<b>Total General Fund Expenditures</b>	<b>\$176,204,978</b>	<b>\$2,285,396</b>	<b>(\$2,285,396)</b>	<b>\$176,204,978</b>	<b>\$0</b>	<b>0.00%</b>	



# System Office

General Fund Expenditure Categories	FY 2012-13	FY 2013-14 General Fund Budget Illustration					Active Assumption Cells
	GF Budget	Mandatory Increases	Reductions	GF Budget Illustration	Dollar Change	Percent Change	
Classified Salaries	\$3,042,919	\$91,288	(\$70,021)	\$3,064,186	\$21,267	0.70%	3.0%
Classified Benefits	\$852,017	\$25,561	(\$19,606)	\$857,972	\$5,955	0.70%	3.0%
Unclassified Salaries	\$19,455,107	\$0	(\$447,682)	\$19,007,425	(\$447,682)	(2.30%)	0.0%
Unclassified Benefits	\$5,447,430	\$54,474	(\$125,351)	\$5,376,553	(\$70,877)	(1.30%)	1.0%
Hourly Compensation	\$408,907	\$0	(\$9,409)	\$399,498	(\$9,409)	(2.30%)	0.0%
Compensation Subtotal	\$29,206,380	\$171,322	(\$672,069)	\$28,705,633	(\$500,747)	(1.71%)	
Operating Expense*	\$10,514,144	\$283,882	(\$241,941)	\$10,556,084	\$41,940	0.40%	2.7%
Controlled Maintenance	\$0	\$0	\$0	\$0	\$0	0.00%	0.0%
Financial Aid	\$0	\$0	\$0	\$0	\$0	0.00%	0.0%
Library Expense	\$0	\$0	\$0	\$0	\$0	0.00%	0.0%
Utilities	\$0	\$0	\$0	\$0	\$0	0.00%	4.0%
ICCA	\$0	\$458,806	\$0	\$458,806	\$458,806	0.00%	0.0%
Insurance	\$0	\$0	\$0	\$0	\$0	0.00%	2.0%
Operating Subtotal	\$10,514,144	\$742,688	(\$241,941)	\$11,014,891	\$500,747	4.76%	
<b>Total General Fund Expenditures</b>	<b>\$39,720,524</b>	<b>\$914,011</b>	<b>(\$914,011)</b>	<b>\$39,720,524</b>	<b>\$0</b>	<b>0.00%</b>	

