

# WESTERN ILLINOIS UNIVERSITY BOARD OF TRUSTEES

September 21, 2012

## Resolution No. 12.9/1 FY2013 All-Funds Budget

**Resolution:**

**WHEREAS** Western Illinois University must prepare an annual all-funds budget for Appropriated, University Income Funds, and All Other Funds for the Illinois Board of Higher Education, Illinois State Legislature and the Governor; and,

**WHEREAS** the Fiscal Year 2013 all-funds budget requires Western Illinois University Board of Trustees approval prior to submission; and,

**WHEREAS** the *Fiscal Year 2013 All-Funds Budget* presented today advances the goals of the University's Strategic Plan, Higher Values in Higher Education, on both Western Illinois University campuses, and statewide strategic planning goals for higher education, as identified in IBHE's *Illinois Public Agenda for College and Career Success*; and,

**WHEREAS** the *Fiscal Year 2013 All-Funds Budget* presented today maintains Western Illinois University's public commitments to conservative fiscal management and public accountability to students, their families, and state taxpayers:

**THEREFORE** be it resolved that the Board of Trustees approves the Fiscal Year 2013 All-Funds Budget as presented in the *Fiscal Year 2013 All-Funds Budget* document which will be provided at the Board of Trustees meeting, and be it further resolved that the President be authorized to make technical adjustments in these budgets if necessary.

## Fiscal Year 2013 All-Funds Budget

To ensure full budgetary disclosure within Illinois public universities, the Illinois Board of Higher Education requires each public university Board of Trustees to approve a proposed budget for the upcoming fiscal year. The plan must include all sources of university funds categorized by State Appropriated Funds, University Income Funds, Auxiliary Services Funds, and All Other Non-Appropriated Funds. The budget approved by the Western Illinois University Board of Trustees is submitted to the Illinois Board of Higher Education, Illinois State Legislature, and the Governor.

The following table presents Western Illinois University's *Fiscal Year 2013 All-Funds Budget* to be approved by the Western Illinois University Board of Trustees.

Western Illinois University Fiscal Year 2013 All-Funds Budget					
	State Appropriated	University Income	Auxiliary Facilities System	Other Non- Appropriated	Total
Personal Services	\$ 46,109,600	\$ 57,190,400	\$ 14,500,000	\$ 14,470,000	\$ 132,270,000
Medicare	800,000	700,000	200,000	150,000	1,850,000
Contractual Services	2,500,000	8,500,000	21,580,000	14,000,000	46,580,000
Travel	-	1,000,000	100,000	750,000	1,850,000
Commodities	263,400	1,700,000	700,000	2,000,000	4,663,400
Equipment	400,000	2,200,000	900,000	2,000,000	5,500,000
Awards & Grants and Matching Funds	-	2,300,000	500,000	26,000,000	28,800,000
Telecommunication Services	150,000	500,000	200,000	380,000	1,230,000
Operation of Automotive Equipment	180,000	161,800	100,000	600,000	1,041,800
Permanent Improvements	-	600,000	400,000	300,000	1,300,000
CMS Health Insurance	1,744,800	-	200,000	900,000	2,844,800
Other	-	-	14,620,000	450,000	15,070,000
<b>Total FY2013 Operating Budget</b>	<b>\$ 52,147,800</b>	<b>\$ 74,852,200</b>	<b>\$ 54,000,000</b>	<b>\$ 62,000,000</b>	<b>\$ 243,000,000</b>

Statewide budgeting for higher education follows a two-step process. Prior to the start of the fiscal year, the Western Illinois University Board of Trustees must approve a preliminary spending plan for the next fiscal year beginning July 1. Table 1 presents the *Western Illinois University Preliminary Spending Plan* for fiscal years 2011, 2012 and 2013. This plan was approved by Western Illinois University Board of Trustees in June (*Resolution No. 12.6/4*).

Table 2 presents the All-Funds Budget approved by the Western Illinois University Board of Trustees for Fiscal Years 2011, 2012, and 2013. Differences in values budgeted for the *Fiscal Year 2013 Preliminary Spending Plan* (Table 1) and the *Fiscal Year 2013 All-Funds Budget* (Table 2) are due to the following factors.

- The *Fiscal Year 2013 Preliminary Spending Plan*, approved by the Western Illinois University Board of Trustees in June 2012, was based on projected student enrollment. The *Fiscal Year 2013 All-Funds Budget*, presented today, is based on actual Fall 2012 enrollment.
- Western Illinois University bases institutional budgets on previous fiscal year expenditures. The *Fiscal Year 2013 Preliminary Spending Plan*, approved by the Western Illinois University Board of Trustees in June 2012, was based on estimated Fiscal Year 2012 expenditures. The *Fiscal Year 2013 All-Funds Budget*, presented today, is based on actual Fiscal Year 2012 expenditures.
- At the time of presenting the *Fiscal Year 2013 Preliminary Spending Plan* to the Western Illinois University Board of Trustees, the State's *Fiscal Year 2013 Appropriated Funds Budget* had not been enacted. The University's *Fiscal Year 2013 All-Funds Budget* includes the *Fiscal Year 2013 Appropriated Funds Budget* signed into law by the Governor.

### Fiscal Year 2013 Spending Priorities

Following a fiscally conservative model, Western Illinois University's annual budget preparation process uses the previous year's budget and Strategic Plan priority and resource allocation decisions as base. This practice successfully supports advancement of the *University Mission Statement* and attainment of institutional goals and priorities stated in *Higher Values in Higher Education*.

As guided by *Higher Values in Higher Education*, funds will be applied to the University's highest priorities, including increasing faculty and staff salaries to meet and exceed the average of peer institutions, support for academic programs, deferred maintenance and support for student scholarships and retention efforts.

Pending Board approval, the University will continue to aggressively pursue Strategic Plan priorities. Personal services, Medicare, and CMS health insurance expenditures totaling \$136.5 million represent 56.3 percent of the University's Fiscal Year 2013 planned all-funds budget expenditures, followed by items supporting the academic mission of the University: contractual services (primarily utilities and food service), awards and grants (student financial aid), and equipment.

### Integrated Planning, Budgeting, and Accountability Reporting Processes

Because Western Illinois University engages in integrated planning, budgeting, and accountability reporting processes, the *Fiscal Year 2013 All-Funds Budget* report should be read in conjunction with The *Fiscal Year 2014 Appropriated Operating and Capital Budget Recommendations* to the Illinois Board of Higher Education identifying how funding will create sustainability for instructional, research, and service activities that directly contribute to Illinois' knowledge-based economy through successful implementation of *Higher Values in Higher Education*.

Table 1  
Western Illinois University  
Fiscal Year 2011 Through FY2013 Preliminary Spending Plan

	State Appropriated	University Income	Auxiliary Facilities System	Other Non- Appropriated	Total
Fiscal Year 2011					
Personal Services	\$ 50,335,900	\$ 48,164,100	\$ 15,450,000	\$ 12,000,000	\$ 125,950,000
Medicare	600,000	750,000	180,000	160,000	1,690,000
Contractual Services	3,000,000	8,387,900	20,200,000	10,300,000	41,887,900
Travel	-	900,000	75,000	650,000	1,625,000
Commodities	322,000	1,478,000	600,000	1,700,000	4,100,000
Equipment	-	2,500,000	700,000	1,000,000	4,200,000
Awards & Grants and Matching Funds	-	1,000,000	575,000	19,500,000	21,075,000
Telecommunication Services	180,000	370,000	225,000	250,000	1,025,000
Operation of Automotive Equipment	-	150,000	120,000	300,000	570,000
Permanent Improvements	-	300,000	75,000	300,000	675,000
CMS Health Insurance	1,744,800	-	200,000	625,000	2,569,800
Other	-	-	12,300,000	400,000	12,700,000
Total FY2011 Operating Budget	\$ 56,182,700	\$ 64,000,000	\$ 50,700,000	\$ 47,185,000	\$ 218,067,700
Fiscal Year 2012					
Personal Services	\$ 50,000,000	\$ 50,500,000	\$ 15,450,000	\$ 12,000,000	\$ 127,950,000
Medicare	800,000	525,000	180,000	160,000	1,665,000
Contractual Services	2,500,000	9,500,000	20,700,000	10,300,000	43,000,000
Travel	-	1,000,000	75,000	650,000	1,725,000
Commodities	387,900	1,500,000	600,000	1,700,000	4,187,900
Equipment	500,000	2,500,000	700,000	1,000,000	4,700,000
Awards & Grants and Matching Funds	-	1,000,000	575,000	19,500,000	21,075,000
Telecommunication Services	100,000	400,000	225,000	250,000	975,000
Operation of Automotive Equipment	150,000	11,900	120,000	300,000	581,900
Permanent Improvements	-	800,000	575,000	300,000	1,675,000
CMS Health Insurance	1,744,800	-	200,000	625,000	2,569,800
Other	-	-	12,600,000	400,000	13,000,000
Total FY2012 Operating Budget	\$ 56,182,700	\$ 67,736,900	\$ 52,000,000	\$ 47,185,000	\$ 223,104,600
Fiscal Year 2013					
Personal Services	\$ 46,109,600	\$ 56,000,000	\$ 15,000,000	\$ 13,000,000	\$ 130,109,600
Medicare	800,000	825,000	200,000	160,000	1,985,000
Contractual Services	2,500,000	9,500,000	22,000,000	11,300,000	45,300,000
Travel	-	1,000,000	100,000	700,000	1,800,000
Commodities	263,400	1,500,000	800,000	1,800,000	4,363,400
Equipment	400,000	2,250,000	900,000	1,600,000	5,150,000
Awards & Grants and Matching Funds	-	2,000,000	600,000	27,000,000	29,600,000
Telecommunication Services	150,000	400,000	300,000	280,000	1,130,000
Operation of Automotive Equipment	180,000	136,700	100,000	500,000	916,700
Permanent Improvements	-	700,000	800,000	300,000	1,800,000
CMS Health Insurance	1,744,800	-	200,000	625,000	2,569,800
Other	-	-	14,425,000	400,000	14,825,000
Total FY2013 Operating Budget	\$ 52,147,800	\$ 74,311,700	\$ 55,425,000	\$ 57,665,000	\$ 239,549,500

Table 2  
Western Illinois University  
Fiscal Year 2011 Through Fiscal Year 2013 All-Funds Budget

	State Appropriated	University Income	Auxiliary Facilities System	Other Non- Appropriated	Total
Fiscal Year 2011					
Personal Services	\$ 50,000,000	\$ 50,500,000	\$ 15,450,000	\$ 12,000,000	\$ 127,950,000
Medicare	800,000	525,000	180,000	160,000	1,665,000
Contractual Services	2,500,000	9,500,000	20,700,000	10,300,000	43,000,000
Travel	-	1,000,000	75,000	650,000	1,725,000
Commodities	387,900	1,500,000	600,000	1,700,000	4,187,900
Equipment	500,000	2,500,000	700,000	1,000,000	4,700,000
Awards & Grants and Matching Funds	-	1,000,000	575,000	19,500,000	21,075,000
Telecommunication Services	100,000	400,000	225,000	250,000	975,000
Operation of Automotive Equipment	150,000	11,900	120,000	300,000	581,900
Permanent Improvements	-	800,000	575,000	300,000	1,675,000
CMS Health Insurance	1,744,800	-	200,000	625,000	2,569,800
Other	-	-	12,600,000	400,000	13,000,000
Total FY2011 Operating Budget	\$ 56,182,700	\$ 67,736,900	\$ 52,000,000	\$ 47,185,000	\$ 223,104,600
Fiscal Year 2012					
Personal Services	\$ 49,500,000	\$ 52,500,000	\$ 15,000,000	\$ 13,000,000	\$ 130,000,000
Medicare	800,000	825,000	200,000	160,000	1,985,000
Contractual Services	2,500,000	9,600,000	21,800,000	11,300,000	45,200,000
Travel	-	1,000,000	100,000	700,000	1,800,000
Commodities	263,500	1,700,000	800,000	1,800,000	4,563,500
Equipment	400,000	2,500,000	900,000	1,600,000	5,400,000
Awards & Grants and Matching Funds	-	2,000,000	600,000	27,000,000	29,600,000
Telecommunication Services	150,000	400,000	300,000	280,000	1,130,000
Operation of Automotive Equipment	180,000	136,700	100,000	500,000	916,700
Permanent Improvements	-	800,000	800,000	300,000	1,900,000
CMS Health Insurance	1,744,800	-	200,000	625,000	2,569,800
Other	-	-	14,425,000	400,000	14,825,000
Total FY2012 Operating Budget	\$ 55,538,300	\$ 71,461,700	\$ 55,225,000	\$ 57,665,000	\$ 239,890,000
Fiscal Year 2013					
Personal Services	\$ 46,109,600	\$ 57,190,400	\$ 14,500,000	\$ 14,470,000	\$ 132,270,000
Medicare	800,000	700,000	200,000	150,000	1,850,000
Contractual Services	2,500,000	8,500,000	21,580,000	14,000,000	46,580,000
Travel	-	1,000,000	100,000	750,000	1,850,000
Commodities	263,400	1,700,000	700,000	2,000,000	4,663,400
Equipment	400,000	2,200,000	900,000	2,000,000	5,500,000
Awards & Grants and Matching Funds	-	2,300,000	500,000	26,000,000	28,800,000
Telecommunication Services	150,000	500,000	200,000	380,000	1,230,000
Operation of Automotive Equipment	180,000	161,800	100,000	600,000	1,041,800
Permanent Improvements	-	600,000	400,000	300,000	1,300,000
CMS Health Insurance	1,744,800	-	200,000	900,000	2,844,800
Other	-	-	14,620,000	450,000	15,070,000
Total FY2013 Operating Budget	\$ 52,147,800	\$ 74,852,200	\$ 54,000,000	\$ 62,000,000	\$ 243,000,000