

UNIVERSITY OF NEBRASKA AT KEARNEY

BUDGET OVERVIEW

2017-18

Jon C. Watts
Vice Chancellor
Business and Finance

September 2017

FUND DEFINITIONS

- GENERAL FUND
 - State tax revenue allocated to the University.
- CASH FUNDS
 - Derived from tuition, fees, investment income, and other miscellaneous income.
- FEDERAL FUNDS
 - Provided by federal agencies for research, grants and contracts, and student aid programs.
- REVOLVING FUNDS
 - Self-generated from departmental sales, charges for housing, food services, etc.
- TRUST FUNDS
 - State and private gifts, grants, and contracts, non-federal student aid programs, etc.

2017-2018 OPERATING BUDGETS

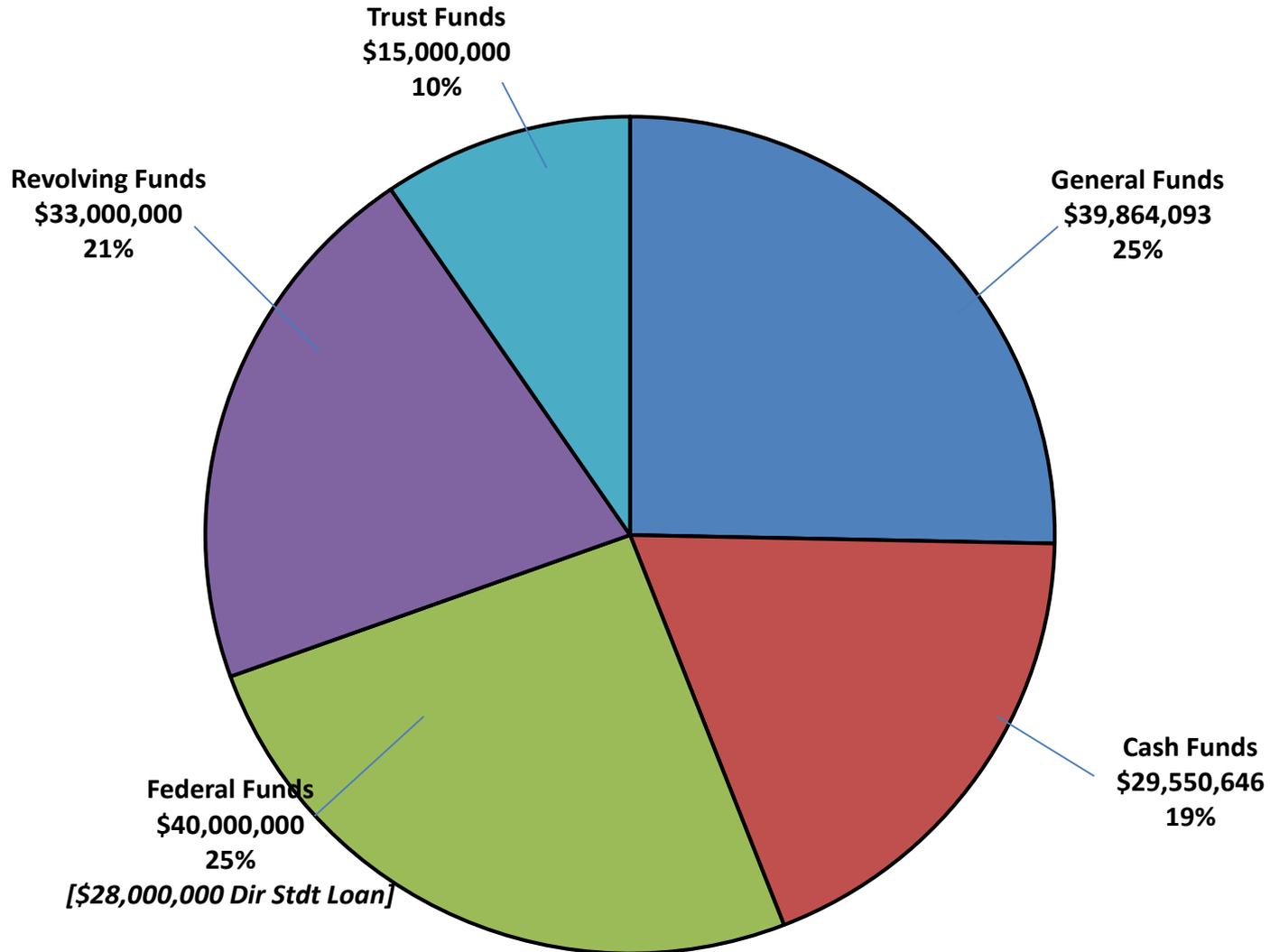
Estimated Revenue by Source

GENERAL FUNDS	\$39,864,093
CASH FUNDS (includes \$140,000 Indirect Costs)	\$29,550,646
FEDERAL FUNDS	\$40,000,000
REVOLVING FUNDS	\$33,000,000
TRUST FUNDS	\$15,000,000
TOTAL	\$157,414,739

Operating Budgets

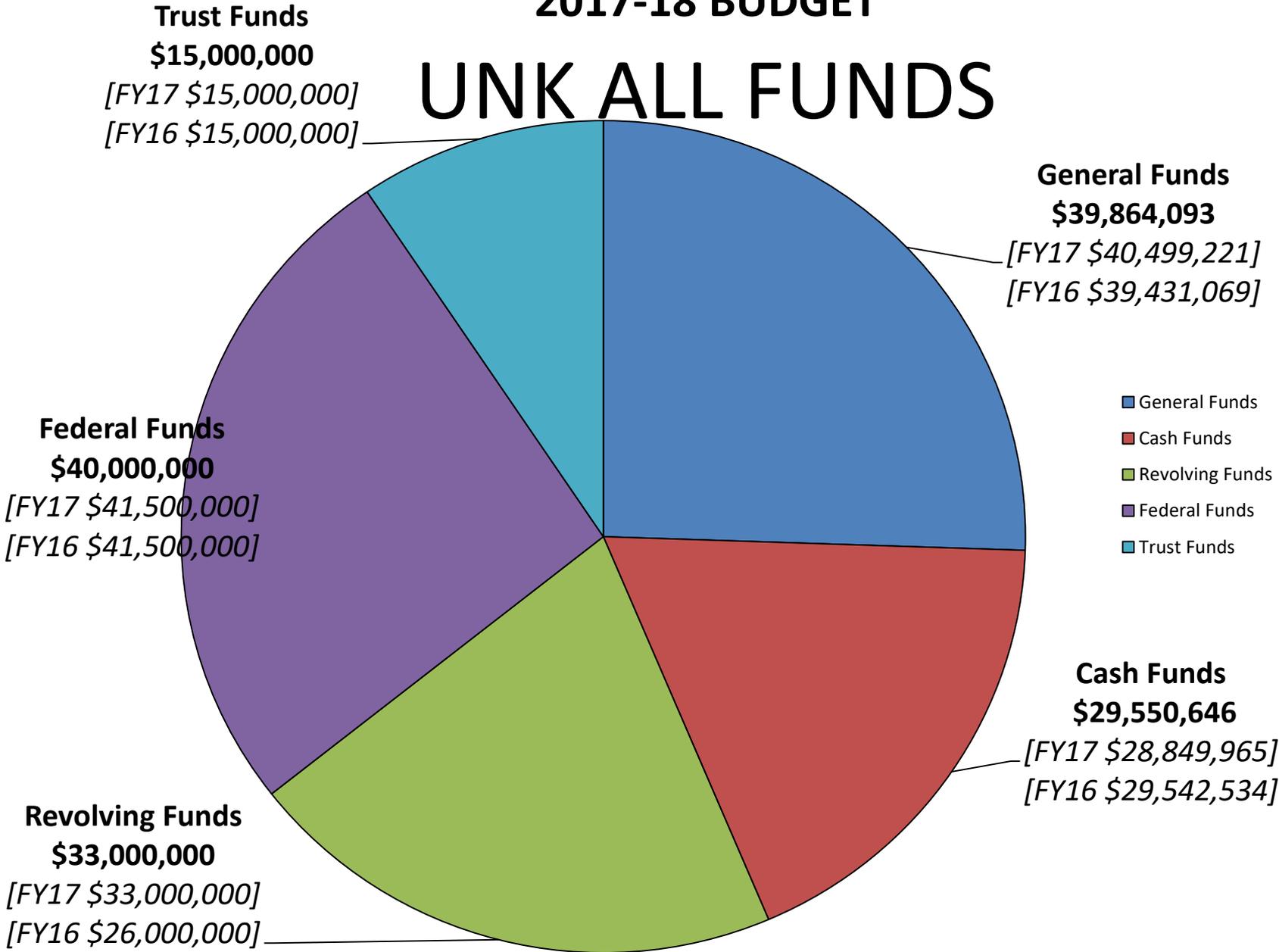
	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
<i>Estimated Revenue by Source:</i>						
GENERAL FUNDS	\$34,867,838	\$36,393,192	\$37,825,894	\$39,431,069	\$40,499,221	\$39,864,093
CASH FUNDS	\$28,847,364	\$29,507,439	\$29,411,636	\$29,542,534	\$28,849,965	\$29,550,646
(includes \$140,000-\$170,000 Indirect Costs)						
FEDERAL FUNDS	\$40,800,000 *	\$41,000,000 *	\$41,500,000 *	\$41,500,000 *	\$41,500,000 *	\$40,000,000 *
REVOLVING FUNDS	\$23,460,000	\$24,185,000	\$24,900,000	\$26,000,000	\$33,000,000	\$33,000,000
TRUST FUNDS	\$7,700,000	\$8,100,000	\$14,000,000	\$15,000,000	\$15,000,000	\$15,000,000
TOTAL	\$135,675,202	\$139,185,631	\$147,637,530	\$151,473,603	\$158,849,186	\$157,414,739
*Federal - Direct Student Loan	\$ 28,104,519	\$ 28,693,286	\$ 29,000,000	\$ 29,000,000	\$ 29,000,000	\$ 28,000,000

University of Nebraska at Kearney 2017-2018 Est REVENUE by Source

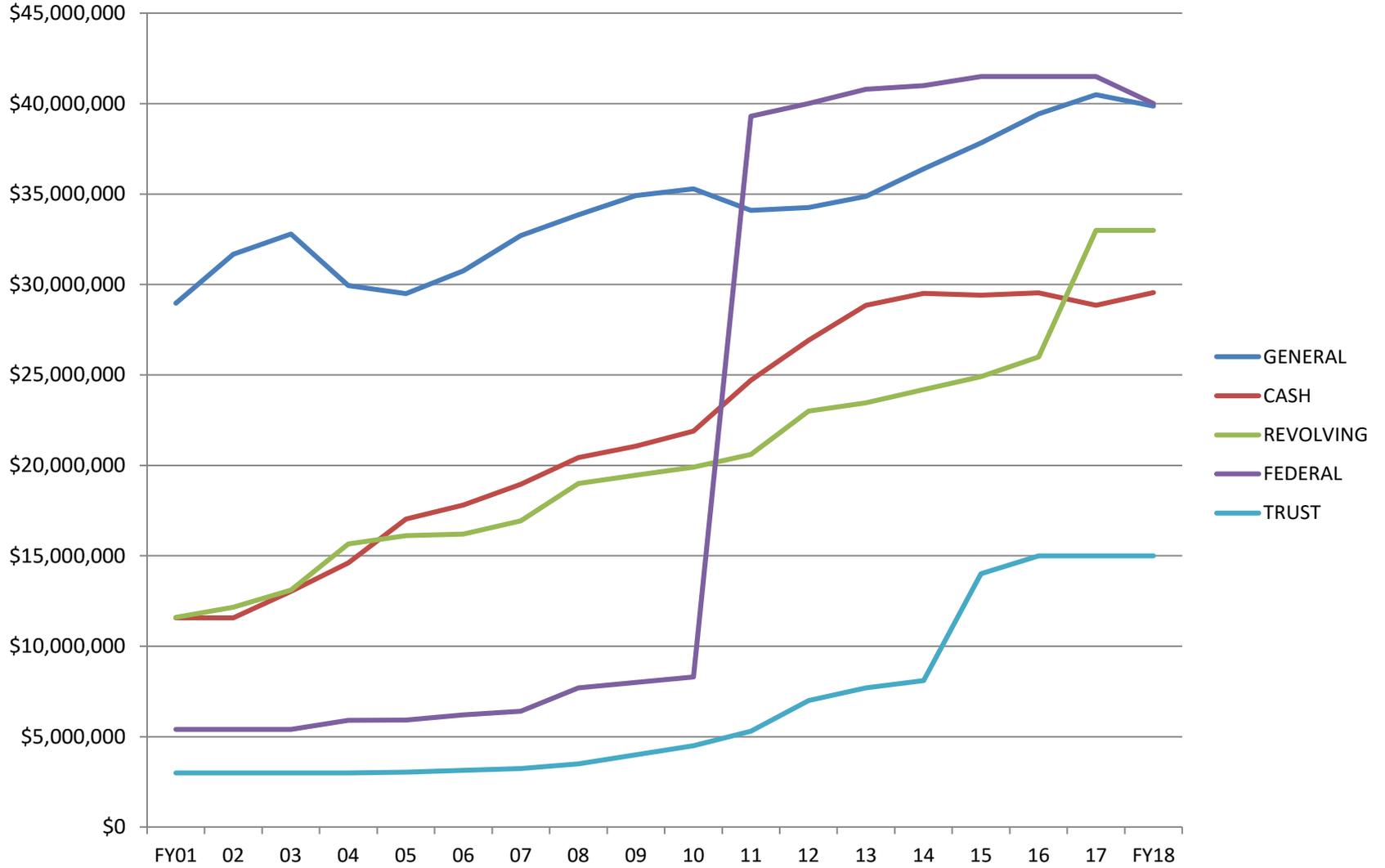


2017-18 BUDGET

UNK ALL FUNDS



UNK ALL FUNDS BUDGET HISTORY



2017-18 University of Nebraska at Kearney**Budgeted Revenue by Fund Source**

Federal Funds	40,000,000
Revolving Funds	33,000,000
General Funds	39,864,093
Trust Funds	15,000,000
Cash Funds	29,550,646
Total Estimated Funding	\$157,414,739

2017-18 University of Nebraska at Kearney**Estimated Expenditures by Spending Category**

10-Instruction	45,023,049
20-Research	1,568,474
30-Public Service	2,121,820
40-Academic Support	8,997,842
50-Student Services	7,436,639
60-Institutional Administration	9,817,910
70-Physical Plant Operations	8,692,705
80-Student Financial Support	42,009,532
90-Independent Operations	22,920,648
00-Other Non-Expenditures	8,826,120
Total Budgeted Expenditures	\$157,414,739

State Aided Budget 2017-18

(State and University Generated – Unrestricted & Designated)

- **General Fund** **\$39,864,093**

- **Cash Fund** **\$29,410,646**

- **TOTAL** **\$69,274,739**

State Aided Budget

(State & University Generated – **Unrestricted**)

- **General Fund:**

- State Appropriation of Tax \$'s \$39,864,093

- **Cash Funds:**

- Gross Tuition \$38,649,178
 - Remissions (\$ 7,965,369)
 - Refunds/Uncollect (\$ 1,079,029)
 - Student Fees \$ 247,000
 - Misc Other Cash \$ 690,000
 - U-Wide Debt Svc (\$ 1,131,134) \$29,410,646
 - TOTAL** **\$69,274,739**

UNIVERSITY OF NEBRASKA AT KEARNEY

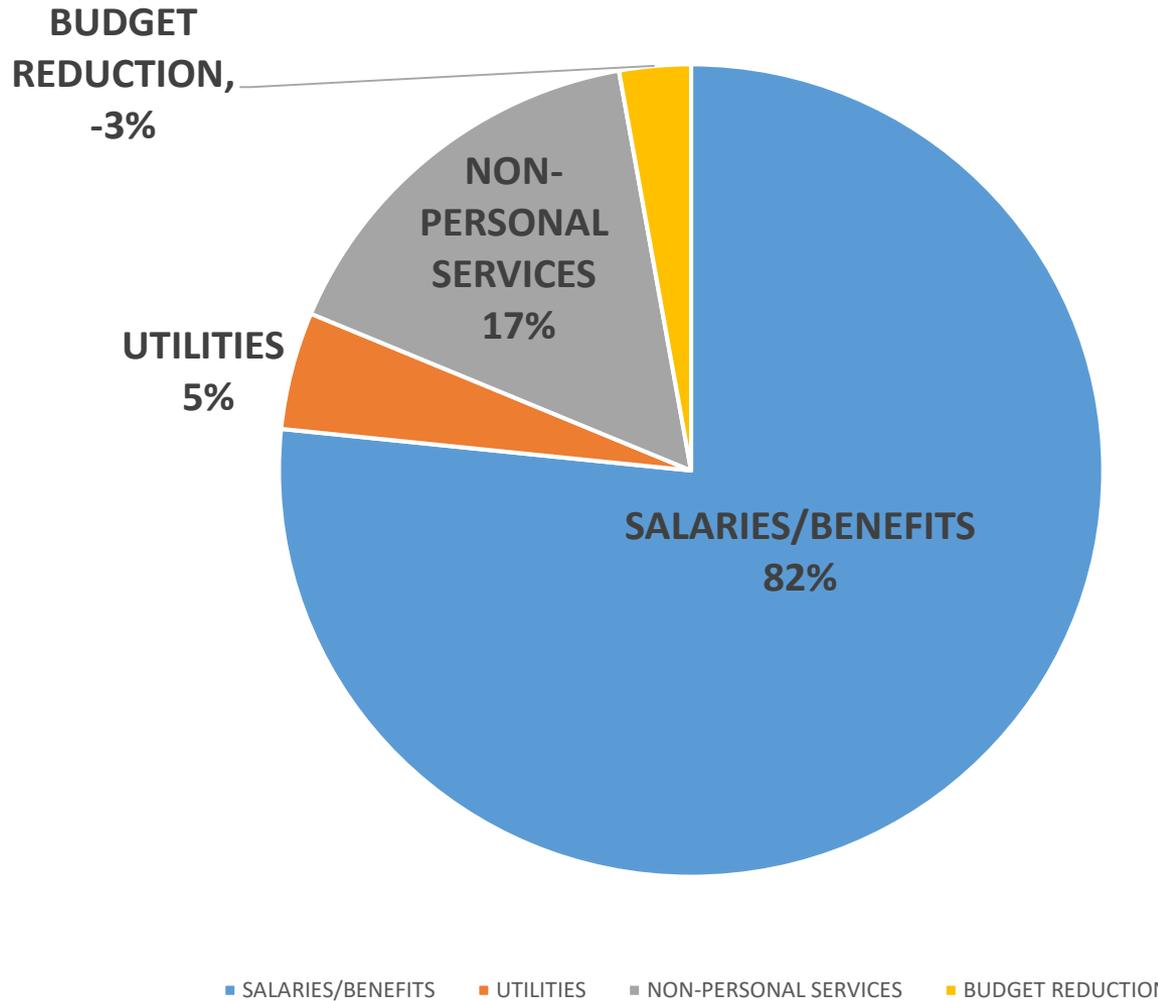
2017-18 BUDGET

	<u>Amount</u>	<u>% of Total</u>
SALARIES	43,042,146	
BENEFITS	13,521,906	
PERSONAL SERVICES	\$ 56,564,052	82%
UTILITIES	3,186,138	5%
NON-PERSONAL SERVICES	11,579,796	17%
BUDGET REDUCTION	(2,055,247)	-3%
TOTAL BUDGET	\$ 69,274,739	100%

FUNDING SOURCE:

General Fund	\$ 39,864,093	58%
Cash Fund	29,410,646	42%
TOTAL BUDGET	\$ 69,274,739	100%

UNIVERSITY OF NEBRASKA AT KEARNEY 2017-18 BUDGET



UNIVERSITY OF NEBRASKA AT KEARNEY

State Aided Budget

	2001-02		2002-03		2003-04		2004-05		2005-06		2006-07		2007-08		2008-09	
	Budget	% of														
Revenue Budget:																
General Fund	31,676,315	73.2%	31,583,598	70.8%	29,938,302	67.3%	29,489,468	63.5%	30,753,739	63.5%	32,705,096	63.4%	33,849,888	62.6%	34,919,679	62.6%
Cash Fund	11,573,457	26.8%	13,030,397	29.2%	14,577,432	32.7%	16,959,287	36.5%	17,672,788	36.5%	18,855,172	36.6%	20,257,670	37.4%	20,903,706	37.4%
GRAND TOTAL	43,249,772	100.0%	44,613,995	100.0%	44,515,734	100.0%	46,448,755	100.0%	48,426,527	100.0%	51,560,268	100.0%	54,107,558	100.0%	55,823,385	100.0%

	2009-10		2010-11		2011-12		2012-13		2013-14		2014-15		2015-16		2016-17	
	Budget	% of														
Revenue Budget:																
General Fund	35,292,044	61.9%	34,097,172	58.2%	34,260,675	56.1%	34,867,838	54.9%	36,393,192	55.4%	37,825,894	56.4%	39,431,069	57.3%	40,499,221	58.5%
Cash Fund	21,729,346	38.1%	24,537,940	41.8%	26,758,143	43.9%	28,687,364	45.1%	29,337,439	44.6%	29,251,636	43.6%	29,372,534	42.7%	28,679,965	41.5%
GRAND TOTAL	57,021,390	100.0%	58,635,112	100.0%	61,018,818	100.0%	63,555,202	100.0%	65,730,631	100.0%	67,077,530	100.0%	68,803,603	100.0%	69,179,186	100.0%

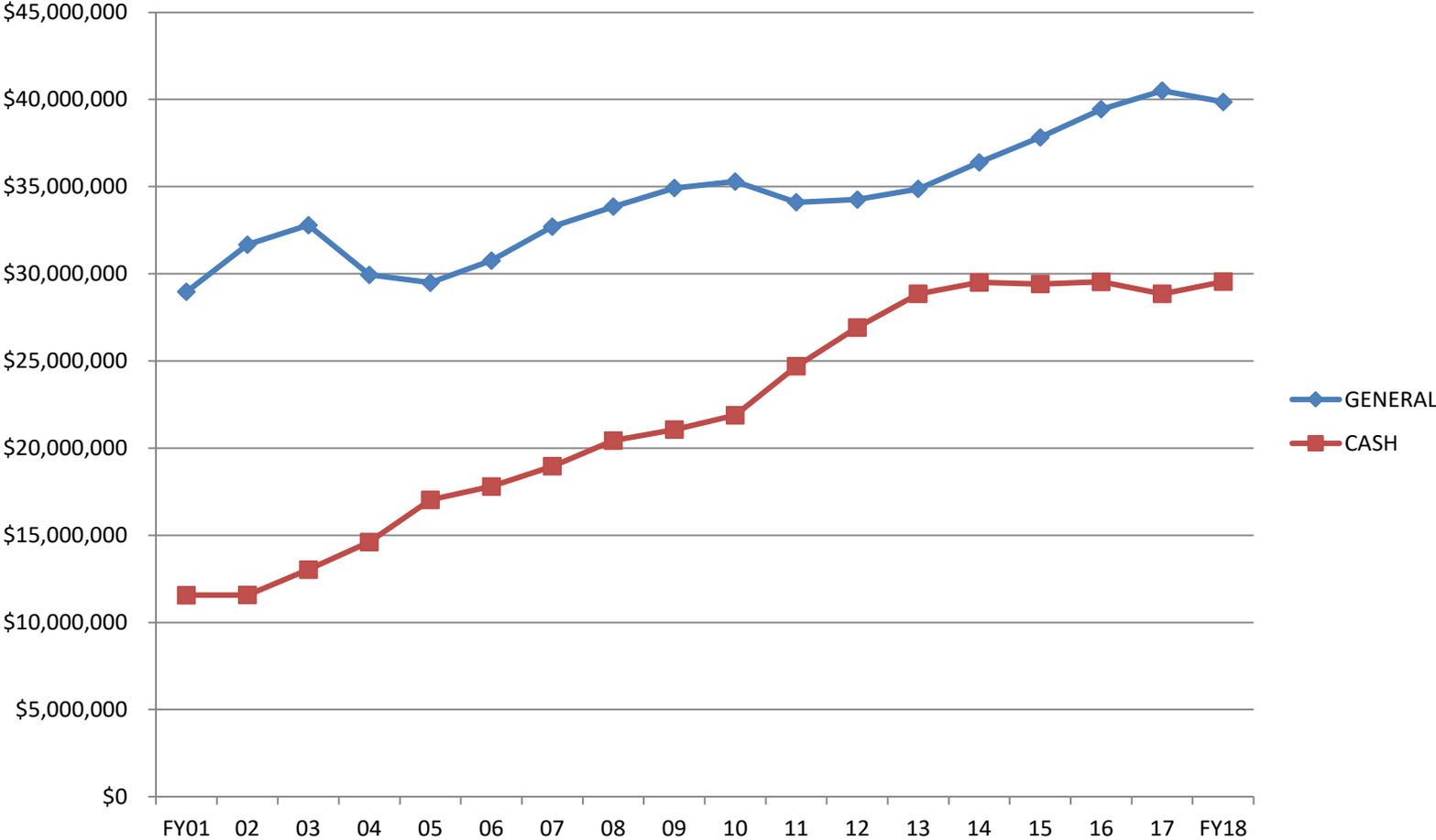
	2017-18	
	Budget	% of

Revenue Budget:		
General Fund	39,864,093	57.4%
Cash Fund	29,550,646	42.6%
GRAND TOTAL	69,414,739	100.0%

STATE AIDED BUDGET

FY 2017-18

University of Nebraska at Kearney



UNK Allocation	2016-17	2017-18	% Change FY17 to FY18
1. State-Aided Revenues			
State Appropriation - General Fund	\$ 40,499,221	\$ 39,864,093	-1.57%
Cash Fund:			
Net Tuition	28,814,199	29,604,780 *	2.74%
Student Fees	256,900	247,000	
Other Cash	740,000	690,000	
Subtotal Cash Fund	\$ 29,811,099	\$ 30,541,780	
Less LB 1100/605 Debt Service (U-Wide Transfer)	\$ (1,131,134)	\$ (1,131,134)	
TOTAL ESTIMATED REVENUE	\$ 69,179,186	\$ 69,274,739	
2. Expenditures			
July 1 Base	68,803,603	69,179,186	
Program of Excellence FY17 General Fund		453,724	
Cash Shortfall (2015-16 cash actuals vs. budget)	(1,125,545)		
Adjusted Base	67,678,058	69,632,910	
Increases			
Salary Pool FY18 Increase 2% Faculty 1.75% NonFaculty	1,233,766	795,649	
Corresponding Benefits	166,396	104,123	
Health Insurance	275,610	630,000	
Workers Compensation	-	(33,835)	
Programs of Excellence	-	-	
College Bound Nebraska/Need-Based Aid	36,000	80,000	
Other Operating	-	94,000	
Distance Education Tuition Increase	324,320	1,694,828	
Online Worldwide (pilot model becomes permanent)	-	(631,000)	
Projected 2016-17 Enrollment Decline	(293,711)		
Utilities	-	-	
Internal Audit Restructuring	-	(101,519)	
Budget Response Team (BRT) Spending Savings		(311,000)	
Budget Cut - UNK Share	(241,253)		
SUBTOTAL New Expenses	\$ 1,501,128	\$ 2,321,246	
TOTAL ESTIMATED EXPENDITURES	\$ 69,179,186	\$ 71,954,156	
3. Revenue Less Expenses		\$ (2,679,417)	

* **1% Increase in Tuition = \$296,048**

Cash Shortfall (2016-17 cash actuals vs. budget) <\$744,247>
Projected 2017-18 Enrollment Decline <\$1,000,000>

University of Nebraska at Kearney
 2017-18 General Operating Budget
STATE-AIDED FUNDS
(Non-Revolving)

Unit- benefits separated

	FY18 Base Budget			% OF BASE BUDGET
	Personal Services	NonPersonal Services	2017-18 BASE BUDGET	
Chancellor's Office & General	\$ 637,517	\$ 96,435	\$733,952	1.06%
Alumni	4,782	75,000	79,782	0.12%
Intercollegiate Athletics	1,753,388	249,418	2,002,806	2.89%
Communications & Community Relations	507,718	143,865	651,583	0.94%
<i>Subtotal</i>	<i>\$ 2,903,405</i>	<i>\$ 564,718</i>	<i>\$ 3,468,123</i>	<i>5.01%</i>
Academic Affairs Office & General, incl Honors	\$2,119,010	\$237,866	\$2,356,876	3.40%
College of Business & Technology	6,192,504	376,187	6,568,691	9.48%
College of Education	5,257,242	449,962	5,707,204	8.24%
College of Fine Arts & Humanities	6,345,191	473,884	6,819,075	9.84%
College of Natural & Social Sciences	8,222,317	515,838	8,738,155	12.61%
Graduate Studies/Sponsored Programs/RSC	1,099,896	179,631	1,279,527	1.85%
eCampus	395,539	40,126	435,665	0.63%
Summer School	1,172,746		1,172,746	1.69%
Information Tech Svcs	975,261		975,261	1.41%
Library	1,518,858	625,935	2,144,793	3.10%
Student Affairs, incl Intramurals	702,010	34,782	736,792	1.06%
Enrollment Management (Adms/FinAid/AdvCareer/1st Yr)	1,516,556	339,526	1,856,082	2.68%
Student Aid	-	1,619,000	1,619,000	2.34%
<i>Subtotal</i>	<i>\$ 35,517,130</i>	<i>\$ 4,892,737</i>	<i>\$ 40,409,867</i>	<i>58.33%</i>
Business & Finance	\$4,531,138	\$2,060,148	\$6,591,286	9.51%
Utilities		\$3,186,138	\$3,186,138	4.60%
Benefits/DE Reclass/Alloc to Depts	13,521,906	\$3,248,693	\$16,770,599	24.21%
Campus Enhancement/Priority Funds	\$90,473	\$793,500	\$883,973	1.28%
<i>FY18 Est Enrollment Changes <\$1,000,000></i>				
<i>FY17 Regular Enrollment Budgeted to Actual <\$744,247></i>				
<i>Budget Response Team (BRT) Savings <\$311,000></i>				
Permanent Base Budget Reduction FY18		(\$2,055,247)	(\$2,055,247)	-2.97%
SUBTOTAL BASE BUDGET	\$ 56,564,052	\$ 12,690,687	\$ 69,254,739	99.97%
Indirect Costs Rsch Incentive Alloc-Campus		\$20,000	\$20,000	0.03%
	\$ 56,564,052	\$ 12,710,687	\$ 69,274,739	100.00%
Indirect Costs Rsch Incentive Alloc-to Depts		\$140,000	\$140,000	
TOTAL BASE BUDGET	\$ 56,564,052	\$12,850,687	\$ 69,414,739	

FUNDING SOURCE:

GENERAL FUND	\$ 39,864,093
CASH FUND	29,410,646
TOTAL BASE BUDGET	\$ 69,274,739

Current Year Allocation

Personnel/Non-Personnel Percentages FY18

◆ Academic & Student Affairs	58.33%
- Distance Learning - Dept Alloc's	2.89%
◆ Business & Finance Division	14.11%
◆ Chancellor's Division	5.01%
◆ Campus Enhancement/Priorities	1.28%
◆ Benefits	21.32%
◆ Indirect Costs Research Incentive	0.03%
◆ Budget Reduction	<u>-2.97%</u>
TOTAL	100.00%

Current Year Allocation
Personnel/Non-Personnel Base Budget FY18

◆ Academic & Student Affairs	\$40,409,867
- Distance Learning - Dept Alloc's	\$ 2,000,000
◆ Business & Finance Division	\$ 9,777,424
◆ Chancellor's Division	\$ 3,468,123
◆ Campus Enhancement/Priorities	\$ 883,973
◆ Benefits	\$14,770,599
◆ Indirect Costs Research Incentive	\$ 20,000
◆ Budget Reduction	<u>\$ (2,055,247)</u>
TOTAL	\$69,274,739

UNIVERSITY OF NEBRASKA AT KEARNEY

DISTANCE EDUCATION BUDGET

	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Gross Income	\$ 6,030,498	\$ 8,066,343	\$ 9,426,570	\$ 10,032,916	\$ 11,402,280	\$ 12,602,165	\$ 13,562,086	\$ 15,556,197
Net Income	\$ 5,368,767	\$ 6,414,180	\$ 8,100,628	\$ 8,804,777	\$ 10,189,941	\$ 11,200,143	\$ 12,317,089	\$ 14,011,917
Allocated to Depts	\$ 799,100	\$ 1,195,000	\$ 1,500,000	\$ 1,755,000	\$ 1,930,000	\$ 1,930,000	\$ 1,930,000	\$ 2,000,000

BUDGET REDUCTION HISTORY

• 2001-02 Special Session	(\$ 288,246) (FY02)
• 2001-02 Special Session	(\$ 592,303) (FY03)
• 2001-02 April	(\$ 536,116) (FY03)
• 2002-03 July 1	(\$1,208,572)
• 2003-04 July 1	(\$1,675,828)
• 2004-05 July 1	(\$ 86,335)
• 2005-06 July 1	(\$ 531,021)
• 2006-07 July 1	\$ 0
• 2007-08 July 1	(\$ 243,893)
• 2008-09 July 1	(\$ 385,401)
• 2009-10 July 1	(\$ 794,059)
• 2009-10 Special Session	(\$ 342,763)
• 2010-11 July 1	(\$1,086,478)
• 2011-12 July 1	(\$ 368,430)
• 2012-13 July 1	\$ 0
• 2013-14 July 1	\$ 0
• 2014-15 July 1	\$ 0
• 2015-16 July 1	(\$ 176,764)
• 2015-16 Enrollment/Revenue Decline-Add'l Reduction	(\$ 988,880)
• 2016-17 July 1	(\$ 241,253)
• 2017-18 July 1	(\$2,055,247)
TOTAL	(\$11,601,589)

TUITION INCREASE HISTORY

	<u>Tuition</u>
• 2001-02	10.0%
• 2002-03	10.0%
• 2003-04	14.9%
• 2004-05	12.0%
• 2005-06	4.9%
• 2006-07	5.9%
• 2007-08	6.0%
• 2008-09	6.0%
• 2009-10	4.0%
• 2010-11	6.0%
• 2011-12	5.0%
• 2012-13	3.75%
• 2013-14	0.00% Res; 3% NonRes
• 2014-15	0.00% Res; 3% NonRes
• 2015-16	1.75%
• 2016-17	2.50%
• 2017-18	5.40%

REVENUE BOND BUDGET

(Designated/Restricted)

2017-18

LESS OPERATION & MAINTENANCE (\$9,589,000)

LESS FOOD COSTS (\$4,969,000)

Available for Debt Service \$3,291,000

Bond Interest Committed \$1,834,213

Debt Service Charge 1.79

University of Nebraska at Kearney
2017-18 General Operating Budget

REVENUE BOND (Auxiliary/Revolving)

	FY18 Base Budget			
	Personal Services	NonPersonal Services	2017-18 BASE BUDGET	% OF BASE BUDGET
<i>Unit -benefits separated</i>				
Chancellor				
Intercollegiate Athletics Pre-Season Meals	\$0	\$20,000	\$20,000	0.12%
<i>Subtotal</i>	\$0	\$20,000	\$20,000	0.12%
Academic Affairs				
Information Technology Svcs	\$30,295	\$244,066	\$274,361	1.67%
Student Affairs (incl Intramurals)	\$1,162,491	\$932,982	\$2,095,473	12.78%
<i>Subtotal</i>	\$1,192,786	\$1,177,048	\$2,369,834	14.46%
Business & Finance (Incl Food Svcs & Principle/Interest Payments)	\$2,559,324	\$7,856,620 **	\$10,415,944	63.54%
Utilities	\$0	\$1,693,839	\$1,693,839	10.33%
Benefits	\$1,480,112	\$0	\$1,480,112	9.03%
Campus Enhancement/Priority Funds*	\$275	\$412,209	\$412,484	2.52%
TOTAL BASE BUDGET	\$5,232,497	\$11,159,716	\$16,392,213	100.00%

* Funding accumulation will be used for future revenue bond projects.

** Food Svc Exp's \$4,969,000; Principle/Interest Payments \$1,834,213

ROOM & BOARD INCREASE HISTORY

	<u>ROOM/Sem</u>		<u>BOARD/Sem</u>		<u>Per Year</u>
• 2001-02	\$1,008	+\$88	\$ 943	+\$53	\$3,902
• 2002-03	\$1,071	+\$63	\$1,007	+\$64	\$4,156
• 2003-04	\$1,146	+\$75	\$1,072	+\$65	\$4,436
• 2004-05	\$1,289	+\$143	\$1,206	+\$134	\$4,990
• 2005-06	\$1,376	+\$87	\$1,287	+\$81	\$5,326
• 2006-07	\$1,469	+\$93	\$1,374	+\$87	\$5,686
• 2007-08	\$1,550	+\$81	\$1,450	+\$76	\$6,000
• 2008-09	\$1,635	+\$85	\$1,530	+\$80	\$6,330
• 2009-10	\$1,725	+\$90	\$1,690	+\$160	\$6,830
• 2010-11	\$1,820	+\$95	\$1,783	+\$93	\$7,206
• 2011-12	\$1,911	+\$91	\$1,868	+\$85	\$7,558
• 2012-13	\$2,007	+\$96	\$1,962	+\$94	\$7,938
• 2013-14	\$2,107	+\$100	\$2,060	+\$98	\$8,434
• 2014-15	\$2,212	+\$105	\$2,163	+\$103	\$8,880
• 2015-16	\$2,300	+\$88	\$2,250	+\$87	\$9,230
• 2016-17	\$2,392	+\$92	\$2,340	+\$90	\$9,594
• 2017-18	\$2,416	+\$24	\$2,363	+\$23	\$9,688

**QUESTIONS OR COMMENTS SHOULD BE SUBMITTED
TO VICE CHANCELLOR Jon C. Watts
AT Wattsjc@UNK.EDU**