Fiscal Year 2011 Operating Budget

Presented to the Board of Governors
June 18, 2010
By President Michael T. Nietzel and CFO Nila Hayes
State Appropriations Summary

• State appropriation for all expenditures was reduced by $4.68 million for FY2011 to $85.31 million
  • General Revenue Funds $73.90 million
  • Lottery Proceeds Funds 7.67 million
  • Federal Budget Stabilization Funds 3.74 million
• The MSU budget reflects $82.75 million
  • 3% for governor’s holdback is not budgeted
• State appropriation by fund
  • Springfield $77.29 million
  • West Plains 5.37 million
  • Defense and Strategic Studies .09 million
Springfield Operating Fund Summary

$ 77.2 million in Operating Revenue
$ 78.5 million in Non-Operating Revenue (net of transfers)
$155.7 million in Total Revenue

$150.8 million in Operating Expenses
$ 4.2 million in Non-Operating Expenses
$155.0 million in Total Expenses

$ .7 million increase in Net Assets
Designated Fund Summary

- $14.6 million in Operating Revenues
- $17.2 million in Operating Expenses
- $2.3 million in Non-Operating Revenues (Expenses)
- Decrease Net Assets by $.24 million
Auxiliary System Summary

• Operating Revenues
  • Increase of $1.72 million
    • Tuition and Fees - $135 thousand
      (Health Center, Transit and Recreation Center)
    • Sales and Services - $1.45 million
      – Bookstore - $.28 million
      – Residence Life - $1.89 million
      – Transit - $.05 million
      – All others plan a reduction of $.77 million
  • Cost of Scholarships decreases $125 thousand for Intercollegiate Athletics
Auxiliary System Summary

- Operating Expenses
  - $358.2 thousand increase
    - ($113.6) thousand – Salaries and Wages
    - $108.5 thousand – Other Personnel (e.g. graduate assistant wages and part-time employees)
    - $115.7 thousand – Fringe Benefits
    - $149.3 thousand – Utilities
    - $98.3 thousand – Supplies and Services
Auxiliary System Summary

- Non-Operating Revenues and Expenses
  - $698.5 thousand increase in Net Expenses
    - Decrease Gifts and Investment Income - $133.9 thousand
    - Increase Debt Service Transfers - $798.9 thousand
    - Decrease Plant Fund Transfers - $663.9 thousand
    - Decrease Operating Transfers - $429.6 thousand

- Overall increase in Auxiliary Net Assets of $3.5 million
West Plains Summary
Operating and Non-Operating Revenues

• Increase in Tuition and Fees - $374,230
• Increase in Auxiliary Income - $41,514
• Decrease in Non-Operating Revenue - $410,392
  • Decrease State Appropriations - $292,177
  • Decrease Gifts - $75,000
  • Decrease Investment Income - $1,500
  • Increase in Debt Service and Operating Transfers - $41,715
West Plains Summary

Operating Expenses

• $214,894 increase
  • $77,779 for Salaries and Wages
  • $40,673 for Other Personnel
  • $73,927 for Fringe Benefits
  • $22,515 for Utilities, Supplies and Services

• Increase in Net Assets of $164,641
Fiscal Year 2011
Budget Summary

Revenues

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating Revenues</td>
<td>$160,041,195</td>
<td>61.73%</td>
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<tr>
<td>Non-Operating Revenues</td>
<td>$97,556,639</td>
<td>38.27%</td>
</tr>
<tr>
<td>Net Revenues</td>
<td>$257,597,834</td>
<td>100.00%</td>
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</tbody>
</table>

Tuition and Fees, net of $46.7 M 26.68%
Scholarships
Grants and Contracts 15.86%
Sales/Services-Educational 3.75%
Sales/Services-Auxiliaries 15.41%
Other Revenue 0.42%
State Appropriations 32.13%
Gifts 3.02%
Investment Income 0.30%
Transfers 2.43%

Total Revenues 100.00%
Revenue

- Tuition and Fees, net of $46.7 M Scholarships, $68,764,979
- Grants and Contracts, $40,849,620
- Sales/Services-Educational, $9,662,740
- Sales/Services-Auxiliaries, $39,685,531
- Gifts, $7,786,016
- Investment Income, $765,352
- Transfers, $6,249,781
- State Appropriations, $82,755,490
- Other Revenue, $1,078,325
- Investment Income, $765,352
- Transfers, $6,249,781
- Tuition and Fees, net of $46.7 M Scholarships, $68,764,979
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- Transfers, $6,249,781
- State Appropriations, $82,755,490
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### Fiscal Year 2011

**Budget Summary**

#### Expenses

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
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<tbody>
<tr>
<td>Operating Expense</td>
<td>$232,581,164</td>
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<tr>
<td>Non-Operating Expense</td>
<td>$19,965,220</td>
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<tr>
<td>Net Expenses</td>
<td>$252,546,384</td>
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</tbody>
</table>

#### Percentage Breakdown

- Faculty and Staff Salaries: 45.09%
- Other Personnel: 4.83%
- Benefits: 13.37%
- Utilities: 2.79%
- Bad Debt Expenses: 0.07%
- Supplies and Services: 25.94%
- Transfers: 7.91%

**Total Expenses**: 100.00%
Expenses

- Faculty and Staff Salaries, $113,862,424
- Other Personnel, $12,207,954
- Benefits, $33,762,192
- Utilities, $7,044,881
- Supplies and Services, $65,519,229
- Transfers, $19,965,220
- Bad Debt Expenses, $184,484

Total Expenses: $227,817,439
Fiscal Year 2009
Expenses by Function

- Instruction: 35%
- Auxiliary Enterprises: 13%
- Scholarships and fellowships: 5%
- Depreciation: 6%
- Operation and maintenance of plant: 8%
- Institutional support: 8%
- Research: 6%
- Public service: 4%
- Student services: 5%
- Academic support: 10%