

The Faculty Advisory Panel on the College Budget

April 11th, 2007

Peter Bohmer, Clarissa Dirks, Amy Gould, and Sarah Pedersen

Purpose:

- Pose standing questions about the budget to the president and vice-presidents
- Meet regularly with the Associate Vice-President for the Academic Budget and other administrators to keep apprised of the current budget considerations
- Keep a continuous dialogue between administrators and faculty

Guiding Question: Is the college's budget so constituted and managed as to further the college's academic mission?

Today's Goals

- A. Provide information about TESC's budget processes
- B. Show the connections between decision makers and budget processes
- C. Discuss 07-09 budget considerations
- D. Identify faculty questions and recommendations for the budget forum

Background

In 1959 the Washington State Legislature enacted the Budgeting and Accounting Act. This act established the basis for Washington's two-year budget cycle, with each biennium beginning July 1 of odd-numbered years.

Budget 101

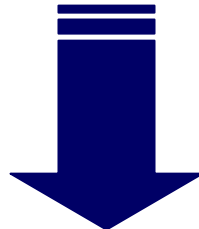
Overview of the 07-09 Request Process

EVERGREEN FORMULATES ITS REQUEST

(Winter and Spring of Even Years - Example: 2006)

The President and Vice Presidents in conjunction with the divisional budget staff identify divisional/institutional funding needs through discussions with divisional deans, directors and managers.

The Executive Director of Operational Planning and Budget provides the necessary details for assembling the request.



The Internal Decision Making Process

Board of Trustees

President

Exec. Director of Operational Planning and Budget (Steve Trotter)

Advancement V.P. (Lee Hoemann)

Student Affairs V.P. (Art Constantino)

Academic V.P. and Provost (Don Bantz)

Finance and Admin. V.P. (John Hurley)

Operations Officer (Sharon Harrison)

Admin. Asst. for Budget (Bill Zaugg)

Exec. Assoc. (Holly Colbert-Joseph)

Assoc. V.P. Acad. Planning and Budget (Walter Niemiec), Budget Dean (Ken Tabbutt) and Library Dean (Lee Lyttle)

Budget 101 – The Process

EVERGREEN APPROVES ITS REQUEST

**Board of Trustees work session with senior staff.
(June 16, 2006)**

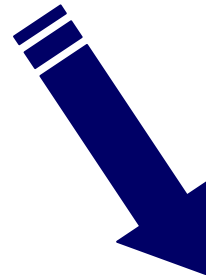
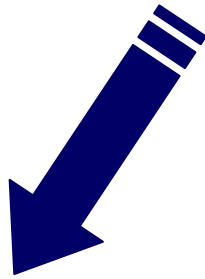
**The President recommends the final biennial funding plan to
the Board of Trustees for approval.
(June 30, 2006)**

**Board of Trustees approves the request.
(July 12, 2006)**

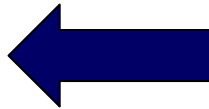


Budget 101 – The Process

**EVERGREEN SUBMITS ITS REQUEST
(September 6, 2006)**



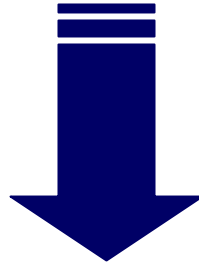
**Governor's Office of
Financial Management
(OFM)**



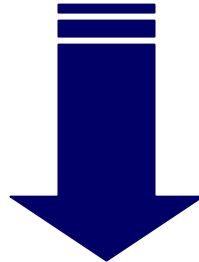
**Higher Education
Coordinating Board
(HECEB)**

Budget 101 – The Process

**Governor releases her 2007-2009
budget recommendations
(December 22, 2006)**

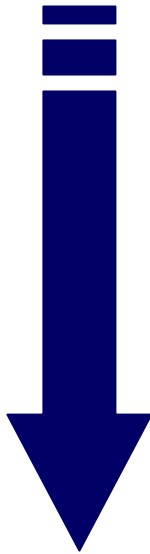


Legislature



Budget 101 – The Process

**Legislative session
begins
(January 8, 2007)**



**Internal
discussions
between the
President, VP's,
budget staff and
BOT are ongoing
until final BOT
approval in June
2007**



Budget 101 – The Process

House and Senate Activities (March 1- April 21, 2007)

- testimonies to defend, amend, Governors budget
- debates between the House/Senate and Governor
- new budgets emerge (House, Senate, Final Conference)

Legislative session ends. (April 22, 2007)

- Governor signs final statewide biennial budget or
- Special Session called if impasse

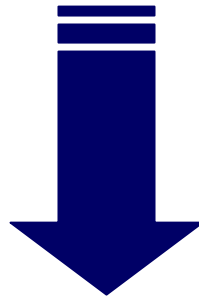


Budget 101 – The Process

Board of Trustees Work Session **(May 8, 2007)**

- **Reviews TESC 2007-2009 Spending Plans in light of final conference budget from the legislature.**
- **Recommends changes to the President.**

Board of Trustees approves the 2007-2009 Spending Plans
(June 14, 2007)



Budget 101 – The Process

**THE NEW BIENNIUM BEGINS
(July 1, 2007)**



**Evergreen allocates budget resources
within legislative authority**



**Evergreen manages its finances within the framework of the
institutional allocations**

Sample Budget 2007-2009

\$ \$ \$ \$ \$ \$ \$ \$

Sample Budget 2007-2009

**Available from 05/07
for the 07/09 Biennium**

A

Year	2007-08	2008-09
Hold Back Contingency	\$608,000	\$608,000
Strategic Initiative Fund	\$513,335	\$513,335
Total:	\$1,123,335	\$1,123,335

**Projected New
Revenue from the
State and
Undergraduate
Tuition Increases**

B

Year	2007-08	2008-09
Proviso	\$400,000	\$400,000
Enrollment Growth	\$248,916	\$944,800
Tuition Increases	\$781,061	\$1,882,470
Total:	\$1,429,977	\$3,227,270

Total Available

C

A + B Total:	\$2,553,312	\$4,350,605
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Sample Budget 2007-2009

Total Available

C

A + B Total: \$2,553,312 \$4,350,605

**Total
Mandatory
Expenditures**

D

Year	2007-08	2008-09
Proviso	\$485,912	\$673,357
Hold Back	\$0	\$528,593
Student Financial Aid	\$530,000	\$852,461
Rate Increases	\$365,000	\$365,000
Total:	\$1,380,912	\$2,419,411

**Total Available
After
Mandatory
Expenditures**

E

C - D Total: \$1,172,400 \$1,931,194

Sample Budget 2007-2009

**Total Available
After
Mandatory
Expenditures**

E

C - D Total: \$1,172,400 \$1,931,194

Needed Expenditures

**Not Including Other
Potential
Expenditures:**

	Year	<u>2007-08</u>	<u>2008-09</u>
Tier I Under Review		\$1,338,834	\$1,338,834
Tier II Currently Tabled		\$1,997,025	\$1,997,028
Total:		\$3,335,859	\$3,335,862

- Faculty union contract implications
- Exempt staff compensation review
- Diversity, Sustainability, and First Year Studies - implementation of DTFs additional recommendations

Current Negotiations

	Governor	Governor	House	House	Senate	Senate
	2007-08	2008-09	2007-08	2008-09	2007-08	2008-09
Total Estimated Revenues	\$4,477,230	\$7,208,305	\$4,441,884	\$7,084,785	\$4,724,504	\$7,202,285
Mandatory Expenditures	\$3,309,912	\$4,925,330	\$3,286,912	\$4,902,330	\$3,851,912	\$5,787,330
Net → Projected Available	\$1,167,318	\$2,282,975	\$1,154,927	\$2,182,455	\$872,592	\$1,414,955

QUESTIONS AND RECOMMENDATIONS???

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