

Budget Review and Development Council Meeting
April 3rd, 2013, 9:00 a.m., BA 290
Minutes

Members present (28): Paula Hanson, Alicia Currin, Grady Price Blount, John Kaulfus, Brenda Morris, Blake Shaw, Janet Anderson, Kim Laird, Tim Willett, Luis Franco, Derryle Peace, Daniel Edelman, Tina Livingston, Arlene Horne, Ray Green, Derald Harp, Johnny Kirkpatrick, Dale Funderburk, Linda Openshaw, Ricky Dobbs, William Kuracina, Greg Mitchell, Marshall Campbell, Stephanie Holley, Randy Odom, Sal Attardo, Gail Johnson and Eric Gruver.

- I. Paula Hanson called the meeting to order and presented minutes.

- II. Paula Hanson & Tina Livingston discussed Outcomes Based Funding Presentation.
 - Focus on seven factors, especially time-to-degree, cost-to-degree and persistence factors. Need strategies to improve persistence.
 - Funding only includes undergraduates; TAMUC impact lessened due to a large percentage (40%) of Graduate student body.
 - More information can be obtained through the THECB, Susan Brown.
 - Tina discussed formula funding, fairness between institutions when the model is applied. UT-Austin gained the most benefit: \$2.9 million.

- III. Subcommittee reports from Chairs:
 - Reallocation Model: Paula Hanson.
 - Paula Hanson presented the 1% Budget Reallocation memo, distributed March 26, 2013.
 - Dan Edelman asked if the sub-committee had recommended the reallocation. Paula Hanson clarified that Alicia Currin and she had met with Dr. Jones to clarify his charge and he had provided additional direction that we do the reallocation for at least 1%. The sub-committee only recommended the distribution method. Dr. Jones approved the minimum of 1%. Grady Blount added that the 1% reallocation was in the University Strategic Plan.
 - There was discussion and concern of the impact on faculty salaries.
 - With the 1% reallocation in Academic Affairs, it was recognized that the elimination of some faculty lines was unavoidable.
 - Sal Attardo made a motion to reopen the discussion and clarify the need for reallocation; motion was seconded by Linda Openshaw.
 - Dan Edelman requested the vote to be tabled; it will be addressed at Provost level.

- Department Operating Model: Kim Laird.
 - Reviewed and updated metrics identified as supporting University enrollment and guiding principles.
 - Discussed implementing incentive-based budgeting for any incremental increase in the FY2014 operating budget.
 - Discussed consideration of Responsibility Centered Budgeting sub-units for allocation of incremental operating budget increase, and recommended metrics.
 - Alicia Currin and Kim Laird met on March 26th to discuss the historic development of the current process for operating budgets and potential increase in total operating budget for FY2014.
- Faculty Lines/Adjuncts Model: Dan Edelman/Tina Livingston.
 - Memorandum was presented with solutions to providing a metric driven model for allocation of new faculty lines and developing a plan to reduce reliance on adjunct faculty.
 - Sub-committee recommendation was made.
 - Motion was made by Grady Price Blount, seconded by Tim Willett.
 - Motion to approve was carried unanimously by BRDC committee.
 - The tasks assigned had been completed; therefore the sub-committee is subsequently dismissed.
- Summer School Model: Marshal Campbell.
 - Clarify purpose/result/goal of summer business model: Based on the feedback received from the colleges regarding the courses being offered in the summers from 2006 to 2012, there does not appear to be a noticeable impact to the course schedule due to the initiation of the Summer Business Model.
 - Determine best calculation method: The Summer Business Model calculation is designed to use easily quantifiable metrics to determine the amount of surplus funds generated by Summer School. Although there are components of summer earnings that are not considered in the surplus calculation, it appears that the current calculation provides a reasonable estimate of the surplus.
 - Impact items intentionally not considered in calculation:
 - ✓ Out-of-state tuition/foreign fees
 - ✓ Formula funding
 - ✓ Surplus generated by adjuncts/GATs

IV. Alicia Currin reviewed notes on Flat Tuition Rate Plans, decisions on when to begin the Tuition Guaranteed Program, authority from Board of Regents for tuition increase, and options for new students.

V. The meeting was over at 10:30 am. Next meeting is April 17th, 2013.

Future topics:

- Formula Funding
- Presentation from VPBA Cohort (5/1/13)
- Presentation on Reallocation Priorities