**Planning and Finance Minutes**

**November 4th, 2015**

***Roll Call:***

**Absent:** Senator Alcorn, Trustee Joyce

***Approval of the Minutes from October 7th and October 21st***

***Presentation from the Division of Student Affairs, Planning and Budget, and Athletics***

**By** Interim Vice President of Student Brent Patterson, Director of Fiscal Management

and Planning Wendy Bates, and Director of Athletics Larry Lyons

 The total budget for areas under Student Affairs numbers approximately $95 million.

 The Student Affairs planning process was switched a few years ago to Campus Labs.

This system allows for a customized plan. It helps get information from departments on

what is and is not working. It also helps funding for departments to be organized.

 General Revenue composes 60% of the university budget but only 6% of the budget of

Student Affairs.

 A majority of Student Affairs expenditure of General Revenue goes to Personnel.

 Agency Expenditures are primarily funded by student fees. They help support the

Campus Recreation Center, the Dean of Students Office, Health Promotion and Wellness,

and Student Health Services.

 Bond Revenue is attached to buildings for which bonds were issued to enable their

construction. The debt from the bonds is paid down by the revenue generated from the

facilities and student fees.

o No general revenue or state funds may be used for the construction of facilities

whose purpose is not directly tied to instruction. The university is required to

bring in its own resources for the construction, maintenance, and operation of

these facilities.

 The Campus Recreation Center used a unique new funding model of 60% bonds and 40%

General Revenue for its construction. The split funding represents an attempt to match

the purposes of the facility, which are both recreational and instructional.

 The completion of the Bone Student Center renovations will be funded largely by

reserves from the Bone Student Center’s and Campus Dining’s revenue.

 Campus Housing and Campus Dining are under Bond Revenue, as we took out bonds to

develop the facilities for these areas.

 Mandatory Student Fee Process: Legislated audit commission guidelines state that the

purpose of student fees must match the expenditure of the fees.

 The Student Fees Budget is reviewed each year by the Student Fee Committee. After

their review, the fees are sent to Student Government Association for review. Next they

are sent to the Vice President of Student Affairs, then to the President, and then they are

confirmed by the Board of Trustees.

 The Truth in Tuition Legislation that freezes tuition for four years also applies to

mandatory fees.

 The board recommends the fee rates for incoming students. Once established, the fees

are fixed.

 If a new student fee is established, it must go through the channels that confirm the

existing fees, and it may need to be presented before Illinois Board of Higher Education.

 Also, The Truth in Tuition Legislation that freezes tuition rates for four years has been

voluntarily adopted by Illinois State University to also apply to mandatory fees.

***Athletics***

 Athletics manages 19 Sports, 135 full time staff, a $25 million total budget, about 425

student athletes, and 220 athletic scholarships.

 Personnel (including athletes) accounts for about 70% of the Athletics budget, with

various costs associated with operations accounting for around 30% of the budget.

 Tuition waivers from athletics count as Unrealized Revenue: Nothing is charged, and

nothing is collected. Athletics is the only department that reports this revenue.

 Athletics issues a ballpark figure of 40% of the university’s tuition waivers. We can

get the exact number.

 Athletics income fund comes from student tuition because athletics cannot receive

state tax dollars.

 Athletics scholarships can be in the form of waived tuition or a payment of the

tuition.

 The bond debt from athletics facilities is not permanent, but the payment periods are

very long, about 30 or 40 years. Also, this debt often is refinanced into other facilities

or projects.

 The first student fee was for the construction of Horton Field House and Hancock

Stadium. We still collect this fee for the operations of these facilities.

 Some of the money that comes into athletics from fees and student tuition is going

back into the institution when the tuition of athletes on scholarship is paid.

 Athletics adds to the diversity of the university.

 Our athletic program has difficulty self-funding with generated revenue because we

do not quite have the clout of a big 10 university.

 We congratulate the academic and competitive achievements of our student athletes.

***Adjournment***