



INDIANA UNIVERSITY
SOUTH BEND



Coffee with the Chancellor

July 12, 2023

Budget Update

FY 24 Budget Construction

We have built a balanced budget of \$59,842,083 for FY24.

Highlights

- Revenue budget was built with a 1.3% decline in overall enrollment, which amounts to a decline of \$1.3M in revenue.
- FY24 budget included a 3% salary increase for eligible full-time faculty, staff and adjuncts.
- Our state appropriation grew by \$768K, with potential for an additional \$252K.

Challenges

- The use of \$1.3M in cash was needed to offset the system wide elimination of the per-credit distance education fee.
- Continued reliance on salary savings to offset historically under budgeted items (Athletics, Adjunct Instruction, Marketing, and other programs) of approximately \$2.5M.



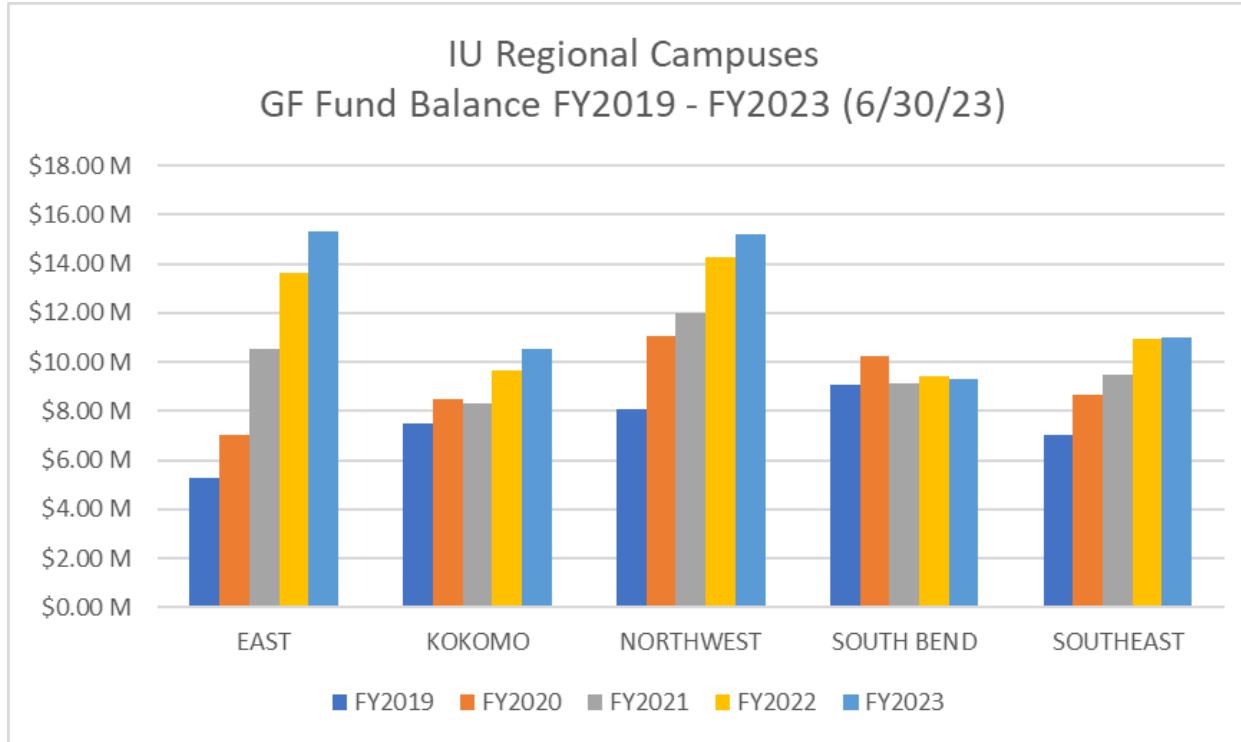
FY 24 Budget Influencers

New Revenue or Expense Reductions			New Expense or Revenue Reductions		
State Appropriations	\$	894,179	Distance Education Fee Impact	\$	1,324,855
Tuition Increase	\$	885,000	Enrollment Decline	\$	1,300,000
Online Program Participation	\$	290,000	General Salary Increase	\$	1,000,000
UITS Position Return	\$	146,000	Police FY23 Salary Increase	\$	150,000
Unfilled Position Vacancies	\$	694,499	UA Tax Increase	\$	200,000
Academic Organizational Design	\$	235,761	UIRR Centralization	\$	133,000
Other Initiatives	\$	87,561	ACP Removal	\$	310,000
subtotal:		\$ 3,233,000	Faculty Promotions	\$	140,000
			subtotal:		\$ 4,557,855

The (\$1,324,855) net difference between the positive and negative is the impact of the changes in distance ed, which will be offset with cash in FY24.



Regional Reserves Comparison



**Higher Ed Standard for
Days of Cash on Hand is
90-180 days.**

IU South Bend = 55 days

