

# FY26 Budget Forum

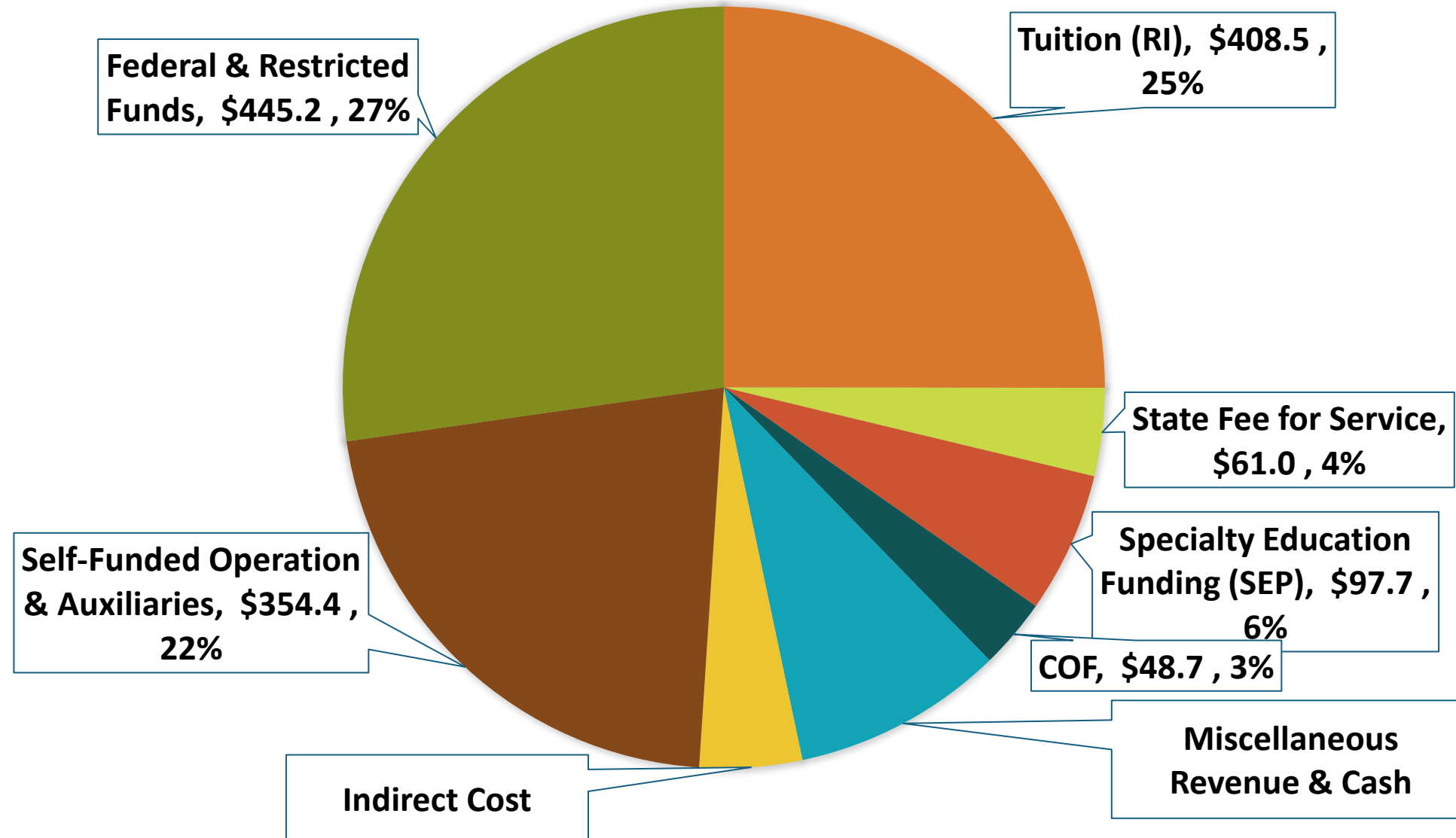
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October 9, 2024

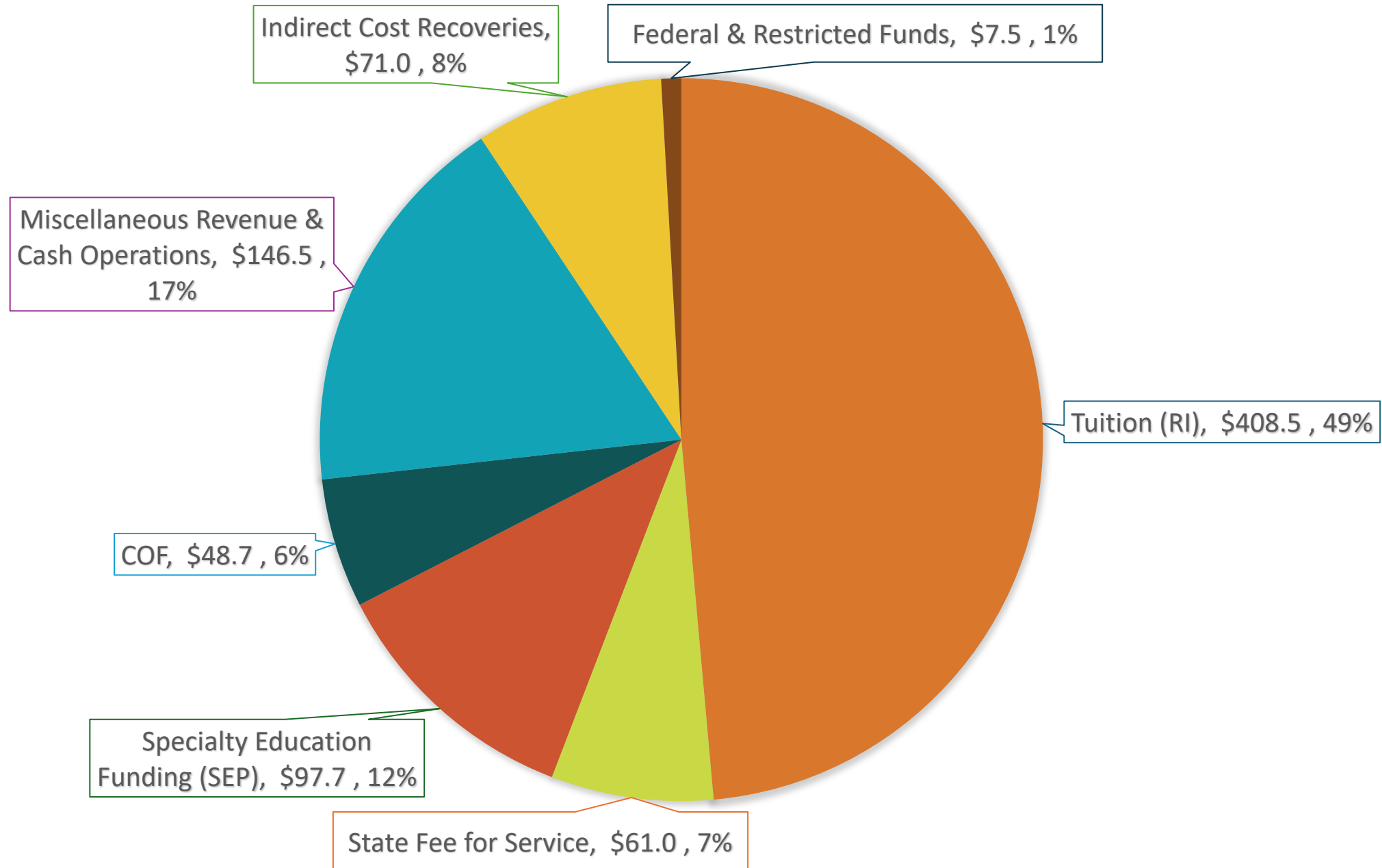


Colorado State University

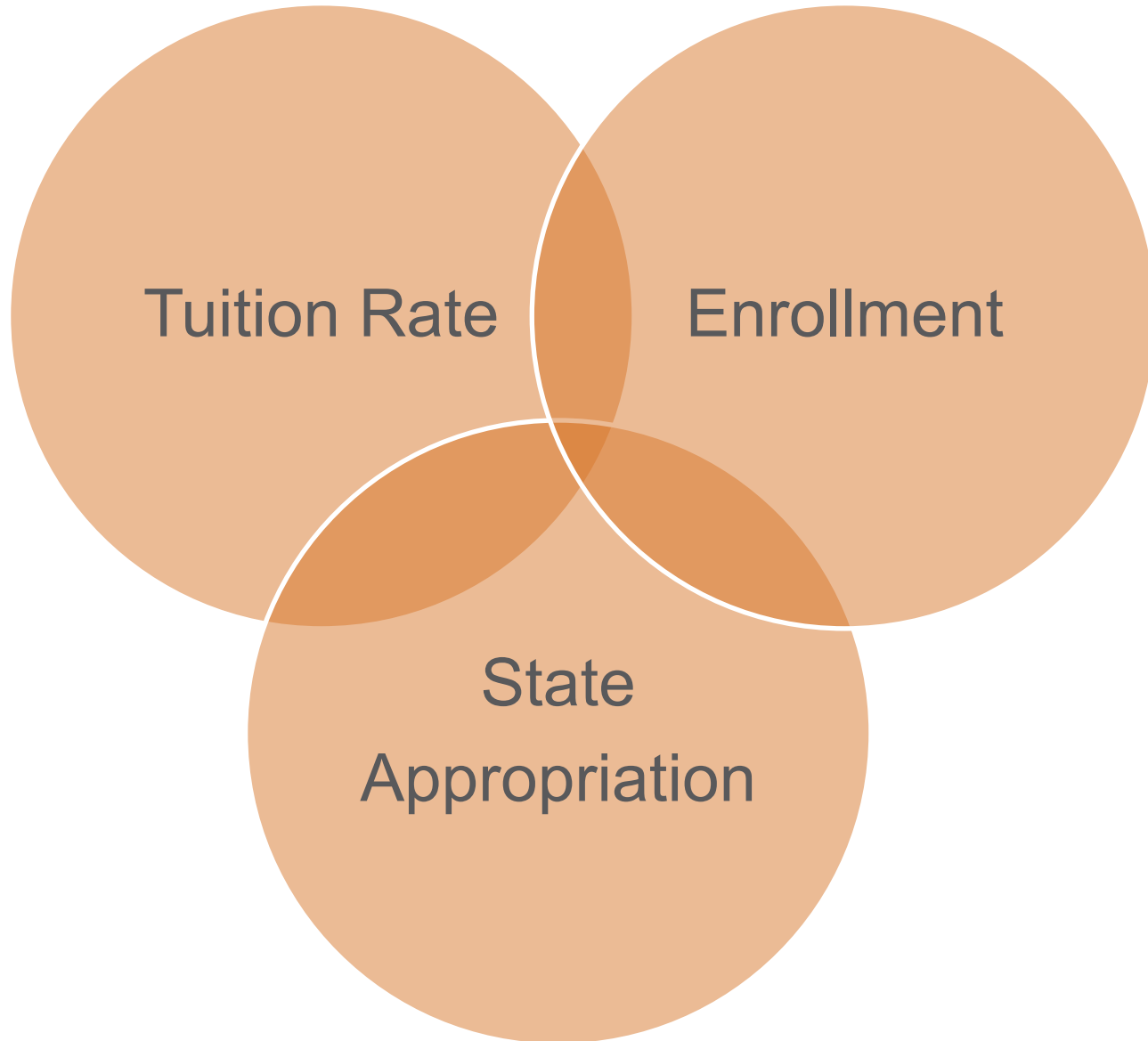
# FY25 Operating Revenue Budget \$1.633B



# FY25 E&G Revenue Budget \$840.9M



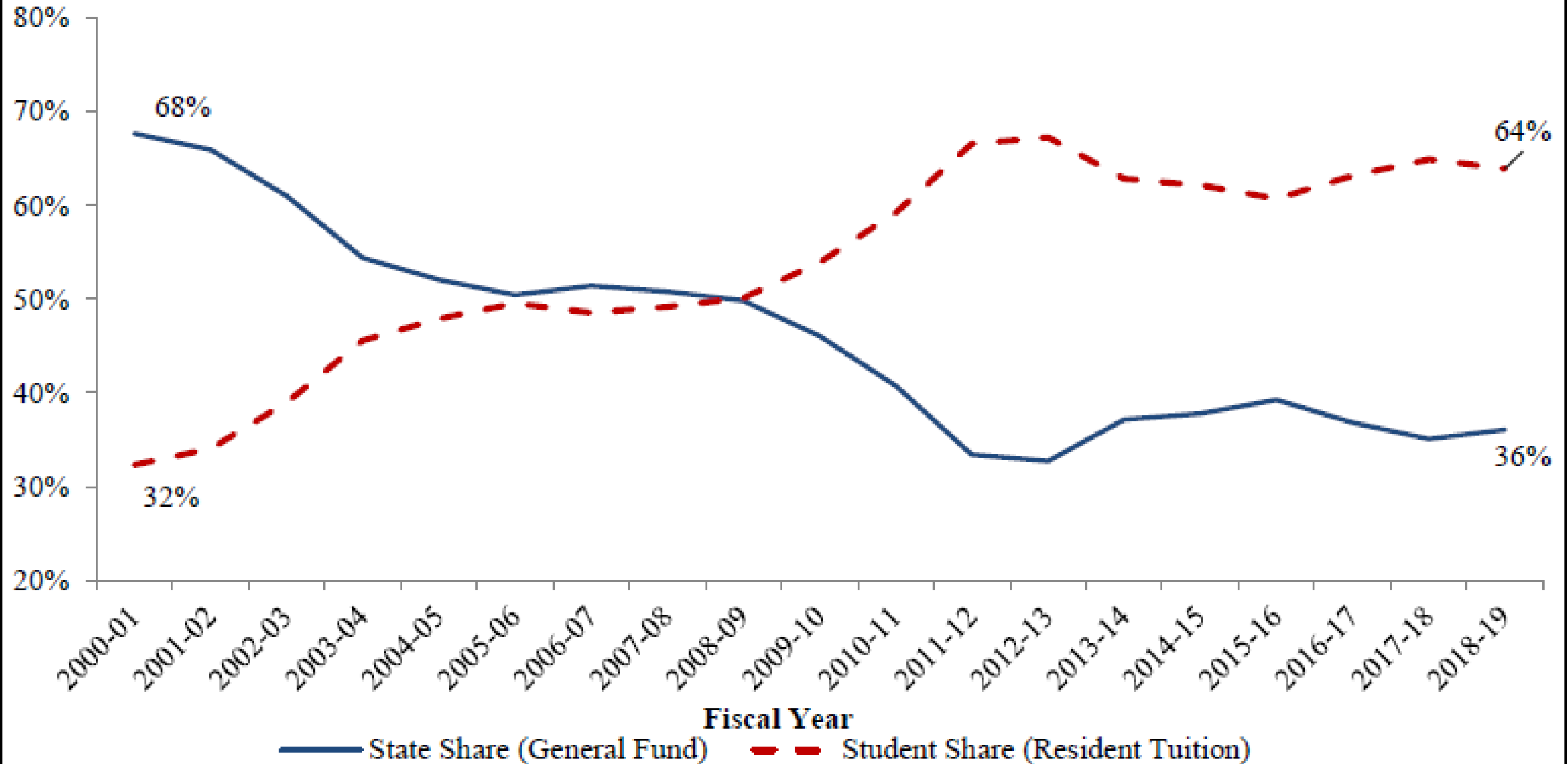
# Revenue Connections



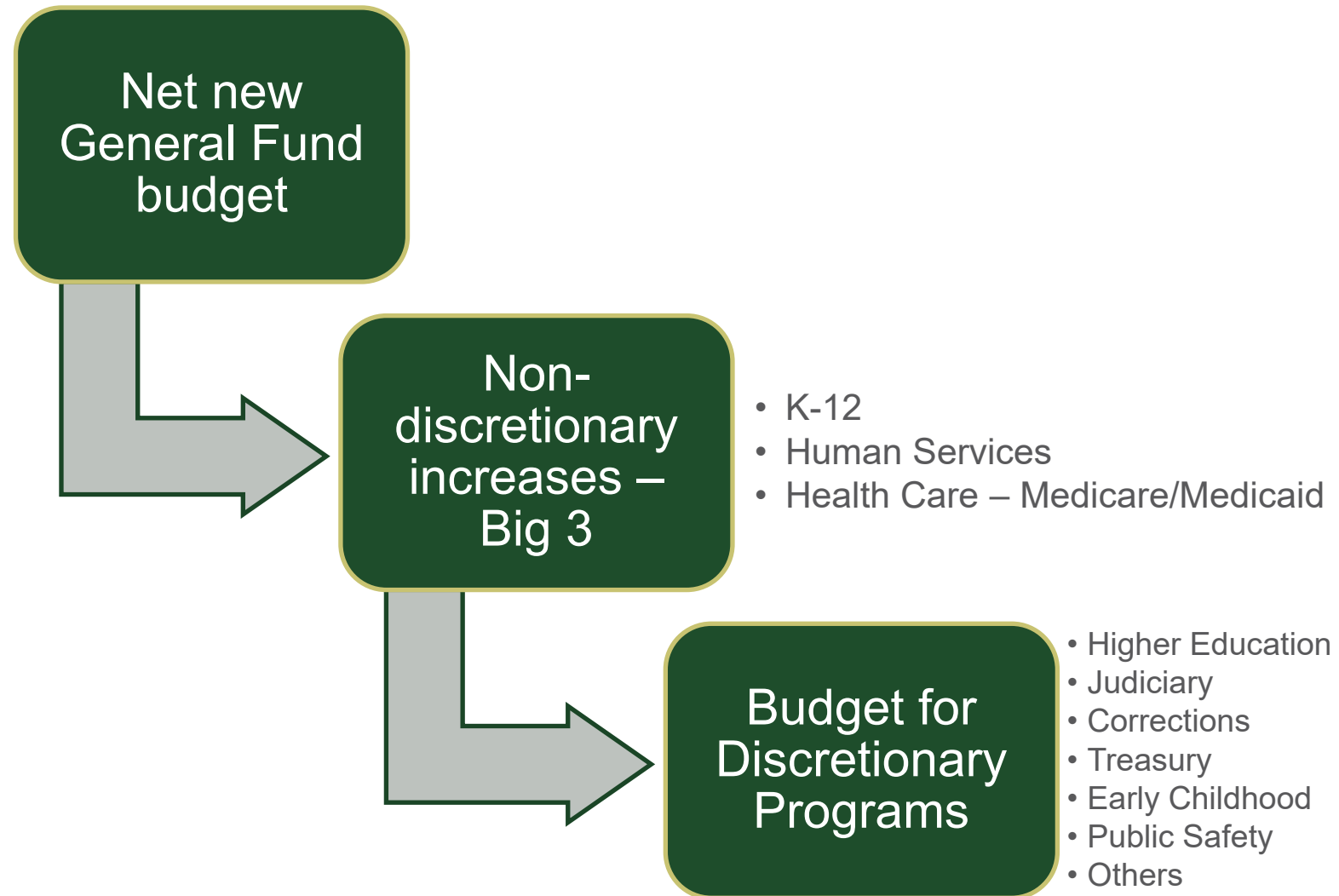
Each revenue stream impacts the others:

- Tuition rate increases can slow enrollment growth.
- State appropriation increases can offset the need to increase tuition rate increases and promote enrollment growth
- Enrollment growth can make up for lower state appropriation and reduce the need to increase tuition rates.

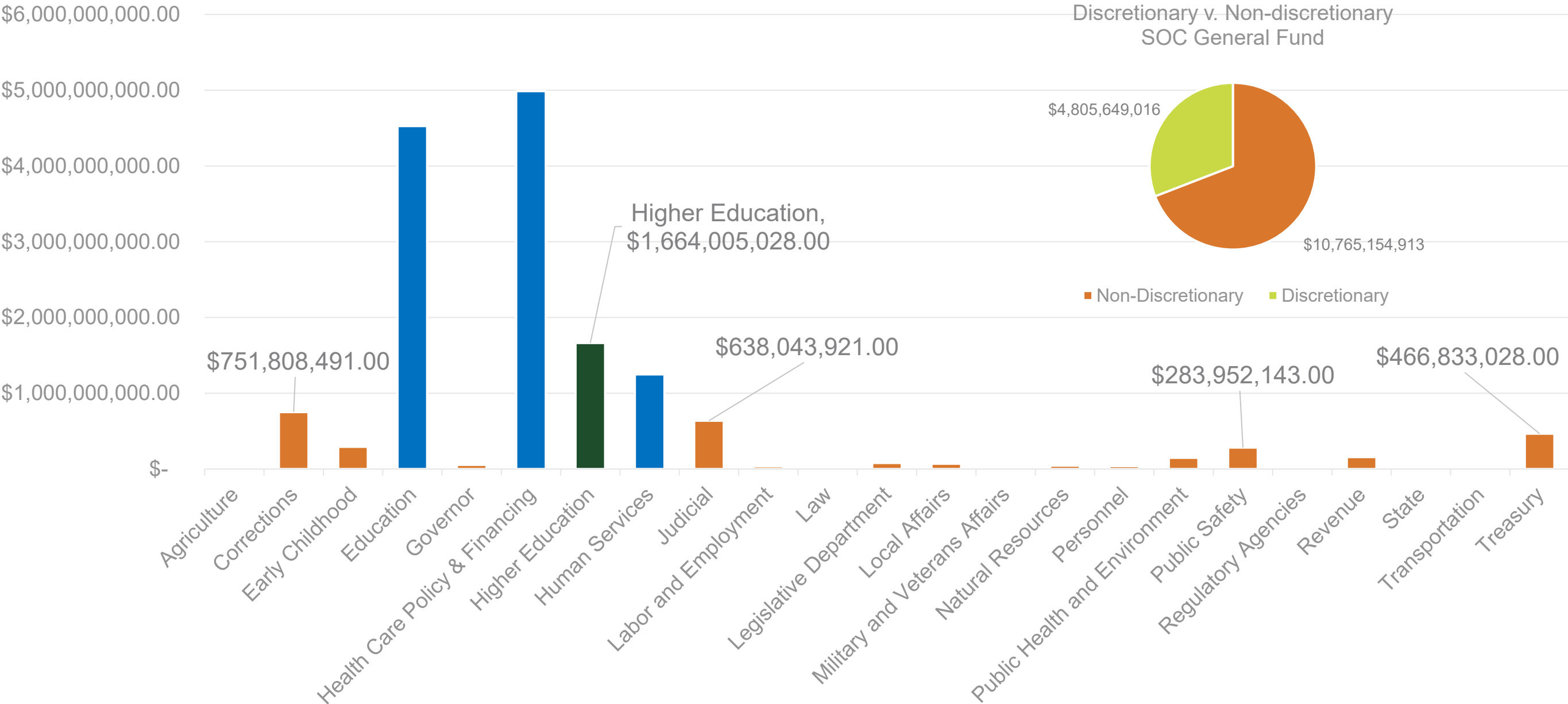
**Figure 1: Average Resident Student's Share of College  
(Tuition vs. State Funding), All Governing Boards  
(adjusted for inflation, 2018 dollars)**



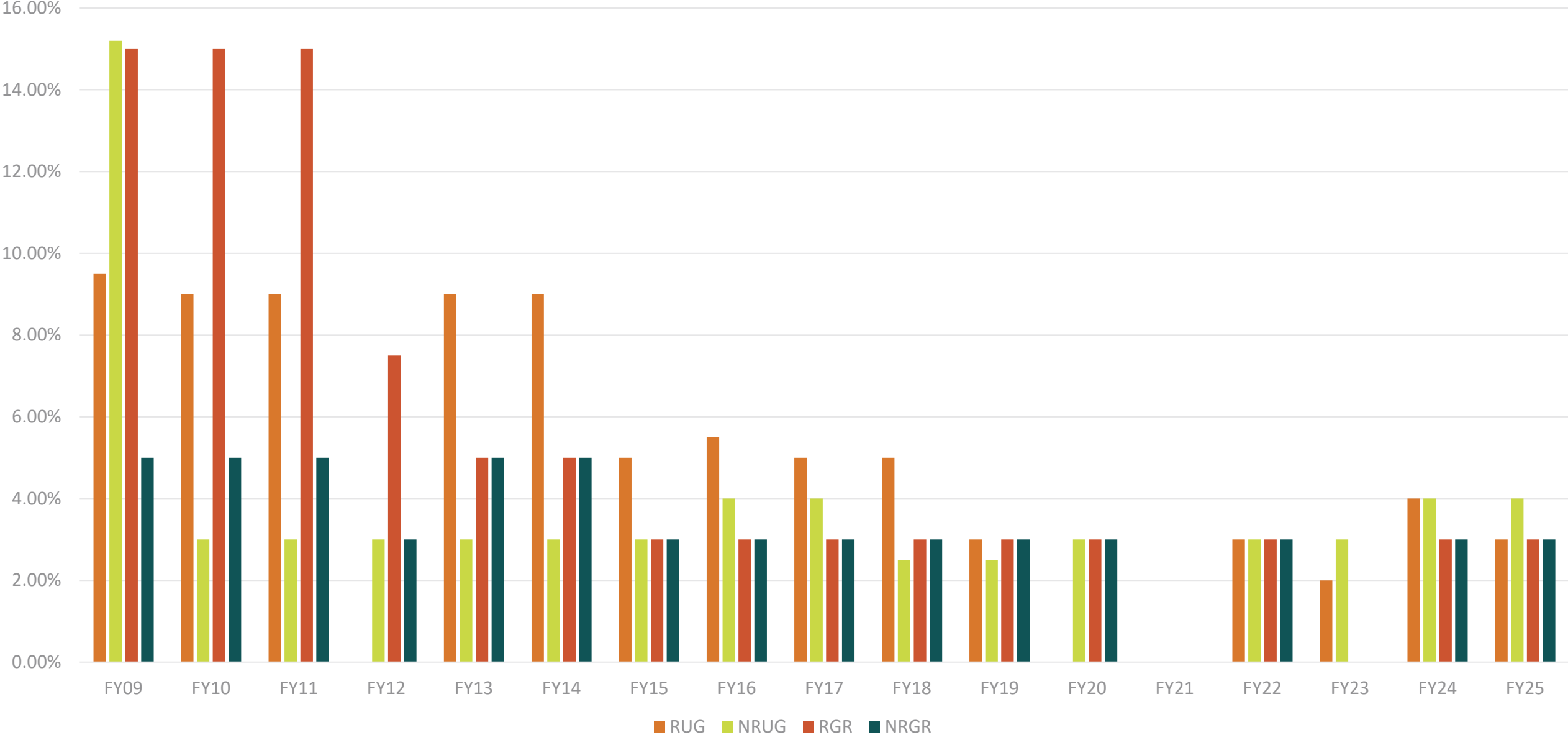
# State Budget Waterfall



# FY24-25 General Fund Operating Budget \$15.57B

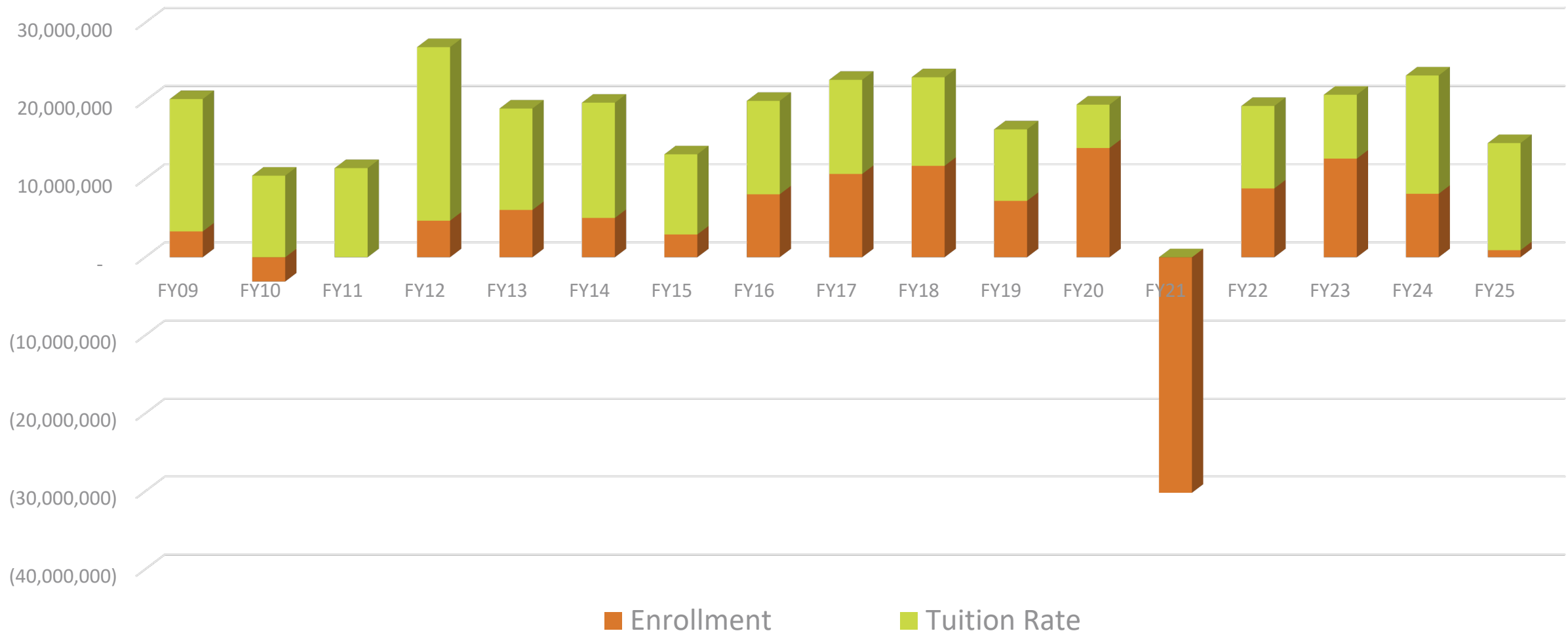


# FY09 to FY25 History of Tuition Rate %'s





# FY09 to FY25 Enrollment & Tuition Rate History (Incremental)



# So What...

<b>Employee Group</b>	<b>3%</b>
AP, Faculty, Grad	\$15m
State Classified	\$1.7m
	\$16.7m

<b>Enrollment Only</b>	<b>Growth</b>	<b>Per 100</b>	<b>Tuition</b>
RUG	350	1.3m	\$ 4.55
NRUG	350	3.5m	\$ 12.25
	700		\$ 16.80

<b>Rate Only</b>	<b>Rate</b>	<b>Per 1%</b>	<b>Tuition</b>
RUG	4.50%	1.5m	\$ 6.8
NRUG	4.50%	2.2m	\$ 9.9
			\$ 16.7

Covered by other E&G revenues (state support, grad tuition, differential tuition, retention):

Mandatory costs, financial aid, facilities, bonds, instructional staffing, new programs, market compensation adj.

\*Rough order of magnitude numbers using total tuition but not additional fees.

# Strategic v. Generic Enrollment Growth

## Generic

- Any increase in enrollment is simply to boost headcount.
- Some enrollment may be a net cost to the institution where the cost of instruction may exceed the tuition generated.
- Short term revenue growth can come at the cost of long-term financial sustainability.
- Requires less data infrastructure and in-depth planning.

## Strategic

- Aligns with the university's land grant mission, academic strengths and financial goals.
- We chose the programs and enrollment that will be subsidized but manage how many subsidies we can pay for across the university.
- Provides the ability to plan for investments and manage expectations of growth and sustaining programs.
- Requires strategic priorities and resource planning that aligns to enrollment goals.

# V1.0 FY26 Budget

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October 2024

*FY26 Incremental E&G Budget - V.1.0*  
*Colorado State University - Fort Collins*  
Wednesday, September 25, 2024

	<u>Scenario 1</u>	<u>Scenario 2</u>	<u>Scenario 3</u>
	Rate = 5% - RUG	Rate = 3% - RUG	Rate = 0% - RUG
	State = -5%	State = 0%	State = 5%
	Salary Inc. = 3%	Salary Inc. = 3%	Salary Inc. = 3%
<b>1 New Resources</b>			
2 Tuition			
3 Enrollment			
4 Increase/Decrease in FTE			
5 Undergraduate	\$ 8,119,800	\$ 8,124,000	\$ 7,874,900
6 Graduate	900,000	900,000	900,000
7 Undergraduate Rate Increase			
8 Resident - 5%, 3%, 0%	7,676,000	4,606,000	-
9 Non-Resident - 4%, 4%, 4%	8,356,000	7,670,000	6,641,000
10 Graduate Rate Increase			
11 Resident - 3%	507,000	507,000	-
12 Non-Resident - 3%	807,000	807,000	-
13 Professional Veterinary Medicine Rate Increase - 2%	608,000	608,000	608,000
14 Differential Tuition	1,515,000	1,515,000	-
15 Total Tuition	\$ 28,488,800	\$ 24,737,000	\$ 16,023,900
16 State Funding Impact - FFS	(7,987,000)	(2,500,000)	2,987,000
18 State Funding Impact - SEP	(4,884,000)	-	4,884,000
19 Facilities and Administrative Overhead	1,530,000	1,530,000	1,530,000
20 Other	(2,000,000)	(2,000,000)	(2,000,000)
21 Total New Resources	\$ 15,147,800	\$ 21,767,000	\$ 23,424,900
22			
23 Financial Aid	7,326,000	6,667,000	4,948,000
24 Net New Resources	\$ 7,821,800	\$ 15,100,000	\$ 18,476,900

25 **New Expenses**

26	Multi-Year Central Investments in Strategic Initiatives	\$	12,319,347	\$	12,319,347	\$	12,319,347
27	Faculty/Staff Compensation		17,808,000		17,808,000		17,808,000
28	Academic Incentive Funding		1,915,000		1,915,000		471,000
29	Mandatory Costs		8,686,000		8,686,000		8,686,000
30	Quality Enhancements		3,652,000		3,652,000		3,652,000
31	Budget Reallocation		-		-		-
32							
33	<b>Total New Expenses</b>	<b>\$</b>	<b>44,380,347</b>	<b>\$</b>	<b>44,380,347</b>	<b>\$</b>	<b>42,936,347</b>
34							
35	<b>Net New Incremental Budget Resources</b>	<b>\$</b>	<b>(36,558,547)</b>	<b>\$</b>	<b>(29,280,347)</b>	<b>\$</b>	<b>(24,459,447)</b>
36	<b>Total Base Budget Overage (Shortfall)</b>	<b>\$</b>	<b>(36,558,547)</b>	<b>\$</b>	<b>(29,280,347)</b>	<b>\$</b>	<b>(24,459,447)</b>

# Questions?

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