

Chancellor's Planning and Budget Advisory Committee Meeting Notes

December 19, 2011

Chancellor's updates:

Paperwork has been sent to the President's office for the 1% salary adjustments effective January 1, 2012. This received board approval. There will be another 1% salary adjustment in July pending BOT approval. This will be partially funded with a tuition increase. The auxiliaries have submitted budgets to accommodate the salary increase in their areas. It takes a 3% tuition increase for every 1% salary increase. The GA union/contract is looking at insurance coverage options.

On the state level, we are hoping for a flat budget for next year. Pension discussion is on the agenda for spring with the legislature and the unions.

Capital budget is part of the agenda through FY12 and FY13. Housing's master plan addressed deferred maintenance & Triads & Southern Hills issues. Beginning January 2013, we can no longer house students in those locations due to the Illinois law on having sprinklers in residence halls.

The Housing master plan and the debt that goes with it is covered through the Auxiliary Bond System, and the debt they would borrow for deferred maintenance across campus is a different bond system.

We will ask for a 7% tuition increase, which will be presented to the Board of Trustees for approval in May.

Dr. Cheng presented at the IBHE Board meeting on 12/6 regarding Performance Funding Principles [Attachments available by contacting the Constituencies Office, 453-5249].

Carol Henry presented detailed information on the RAMP Budget Process and the Responsibilities of the IBHE. The last year that there was funding from the BHE for RAMP was 2002. The same proposals are being submitted yearly.

Allen Karnes discussed the Academic Review Project and the Recommended Metrics for Degree Program Review (draft also available through the Constituencies Office).