

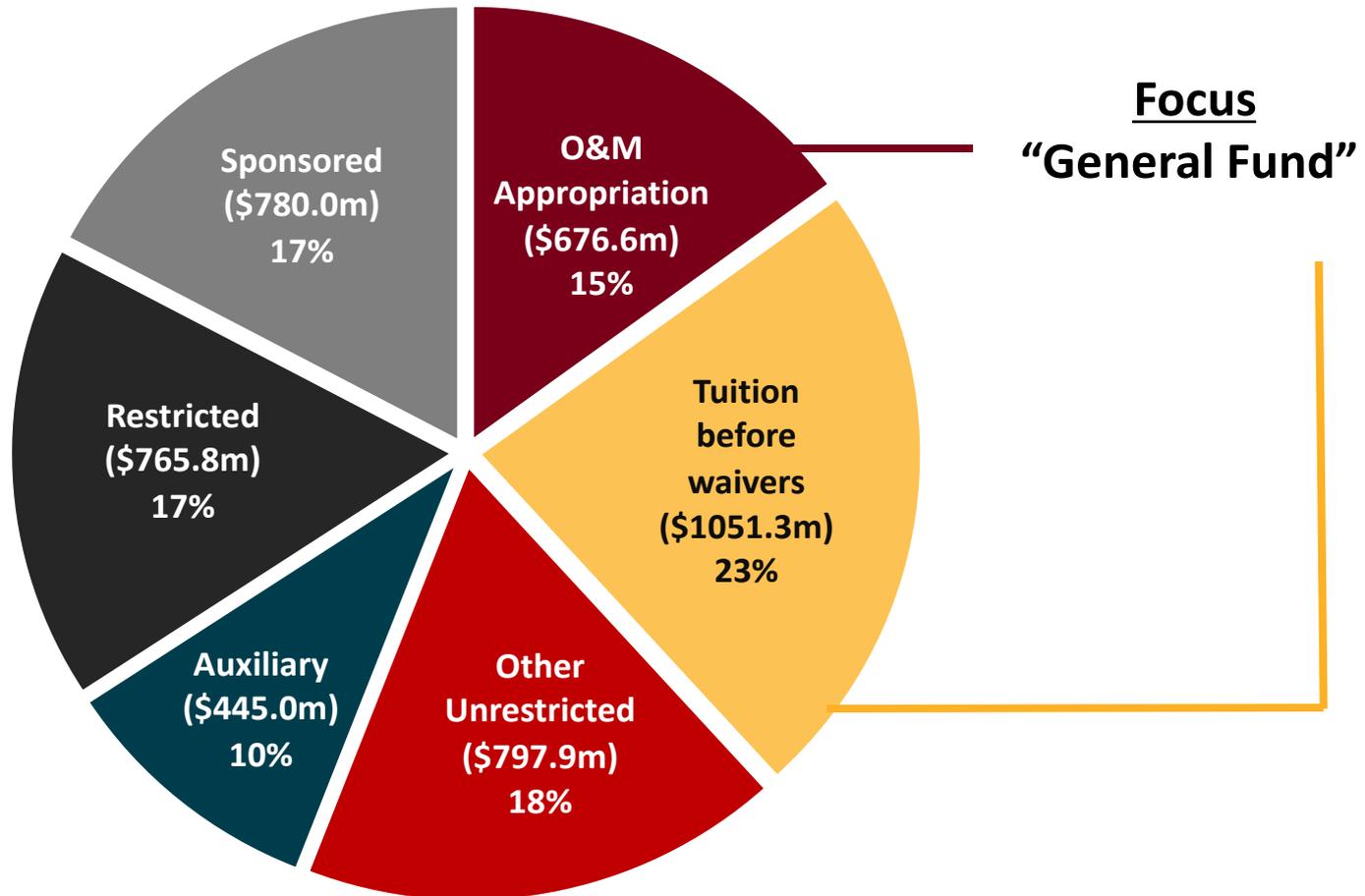
Supplemental Request Agenda

1. Three Background Topics for Context
 - University's Total Budget
 - Tuition and Enrollment
 - FY24 – Allocation of Increase Appropriation
2. Supplemental Request



U of M Revenue Sources by Fund Category

FY2024: \$4.5 Billion





Tuition

Rates, Enrollment, Revenues



University of Minnesota Total Enrollment

10 Year History

FALL SEMESTER OFFICIAL COUNT

	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	% Change
Crookston	2,850	2,823	2,676	2,834	2,810	2,768	2,530	2,304	2,303	2,518	-11.6%
Duluth*	11,093	10,878	11,018	11,168	11,040	10,858	10,275	9,884	9,675	9,350	-15.7%
Morris	1,899	1,856	1,771	1,627	1,554	1,499	1,339	1,286	1,068	1,020	-46.3%
Rochester*	488	416	435	472	533	572	632	646	630	588	20.5%
Twin Cities	51,147	50,678	51,580	51,848	50,943	51,327	52,017	52,376	54,955	54,890	7.3%
<u>TOTAL</u>	67,477	66,651	67,480	67,949	66,880	67,024	66,793	66,496	68,631	68,366	1.3%

* Some programs operate on multiple campuses: for example, in fall 2023, Rochester served 344 students that were officially enrolled in and included in counts for the Twin Cities & Duluth campuses.



Current Year (FY24) Est. Tuition Revenue

Compared to Budget – Total Variance <1%/"Normal"

	FY24 Budget	Updated Estimate	Variance	% Change
Crookston	\$15.7	\$17.2	\$1.5	+10%
Duluth	\$104.2	\$102.9	(\$1.3)	-1%
Morris	\$9.3	\$8.0	(\$1.3)	-14%
Rochester	\$10.4	\$8.6	(\$1.8)	-18%
<u>SUBTOTAL</u>	\$139.6	\$136.7	(\$2.9)	-2%

Twin Cities	\$851.7	\$850.9	(\$0.8)	-0.01%
<u>TOTAL</u>	\$991.3	\$987.6	(\$3.7)	-0.4%

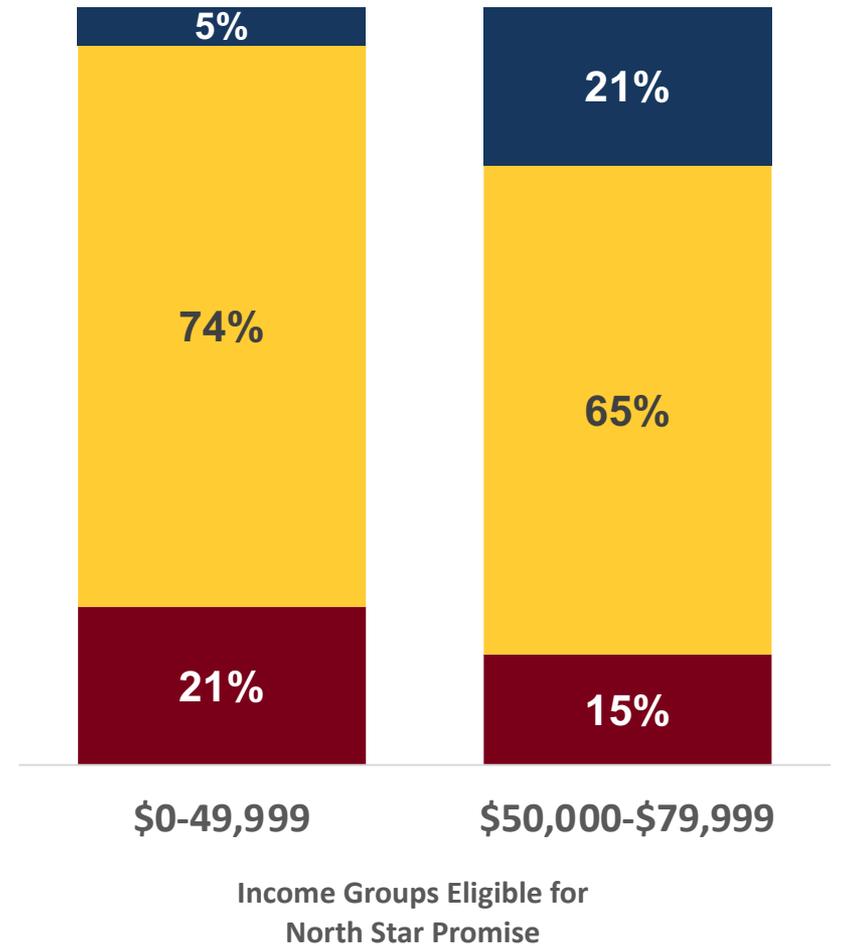
(dollars in millions)

- **Learning why some campuses and colleges are below estimate** – to guide future actions
- **Reassessing and revising revenue estimating methodologies** – campuses/TC colleges/central
- **Working with campuses & TC colleges now on adjusting budgets** during this fiscal year to address shortfalls and long term where necessary



Projected Impact of North Star Promise

How tuition, surcharges, and fees will be covered beginning 2024-25



- UMN Promise
- Other Gift Aid (Federal, State, Private, and University)
- Estimated North Star Promise

\$13.7M



North Star Promise Eligible Population

projected tuition, surcharges
and fees coverage by campus

2024-25: BASED ON 2022-23 STUDENT #S AND CHARACTERISTICS

	NSP Eligible Student	Tuition, Surcharge and Fees Total	UMN Promise Award Total	Other Gift Aid Total	Est. North Star Promise Cost Total
Crookston	299	\$3.1	\$0.6	\$2.2	\$0.3
Duluth	1,592	\$20.6	\$4.1	\$14.0	\$2.5
Morris	236	\$2.9	\$0.6	\$2.2	\$0.1
Rochester	211	\$2.6	\$0.6	\$1.8	\$0.1
Twin Cities	6,406	\$97.2	\$17.5	\$69.0	\$10.7
<u>TOTAL</u>	8,744	\$126.4	\$23.4	\$89.2	\$13.7



Resource Allocations



State Appropriation Results for FY24 and FY25

University of MN - Incremental Appropriation for the 2024-2025 Biennium:							
			Request	Final Bill		Request	Final Bill
			FY24	FY24		FY25 Over FY24	FY25 Over FY24
<u>Recurring</u>			FY24	FY24		FY25 Over FY24	FY25 Over FY24
Core Mission			45,000,000	50,000,000		45,000,000	0
Tuition Shortfall			24,000,000	0		0	0
Safety & Security			5,000,000	1,000,000		0	0
American Indian Scholars			4,500,000	4,032,000 *		0	0
Unemployment Insurance Aid			0	366,000		0	0
Menstrual Products			0	110,000		0	0

*Appropriation to the Office of Higher Education for transfer to the University for students



\$50M in FY24 for Core Services

Available Resources

- Tuition
- State Appropriation
- Other

Costs & Investments

- Student Services
- Faculty and Staff
- Facility Costs
- Planned Cuts/Reductions
- Other

Balancing the Budget



Approved Budget Framework for FY24

Where the \$50 million went

FY 2024 Recurring Framework

State and Tuition Funded Activities

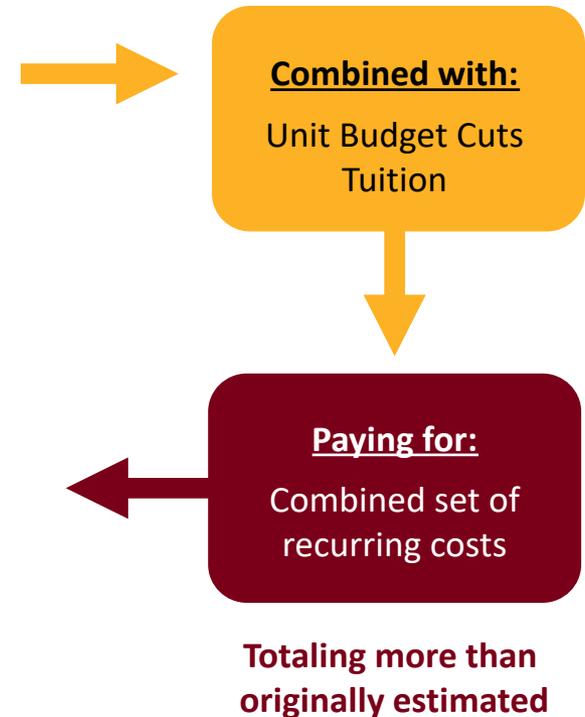
Incremental Resources:

	Proposed
Appropriation for Core Mission	\$50,000,000
Appropriation/State Transfer for Items Specified in Law	\$5,500,000
Unit Reallocations/Other Revenue Increases	\$39,500,000
Tuition Revenue	\$23,500,000
One-Time Central Balances to Bridge	\$8,300,000
Total Incremental Resources	\$126,800,000

Incremental Investments:

Compensation and Benefits	\$58,400,000
FY 2023 Tuition Revenue Challenge	\$23,300,000
Facilities and Technology Infrastructure	\$13,800,000
Core Operations and Services	\$13,100,000
Program/Compliance/Student Aid	\$9,300,000
Total Incremental Investments	\$117,900,000

Balance Held for FY25 Costs \$8,900,000





Supplemental Request



Supplemental Budget Request

\$45M for Core Mission

STATE APPROPRIATION

	2024	2025	Biennial
Current O&M Recurring Base	\$672.3	\$672.3	\$1,344.6
Core Mission Request - Recurring	\$0.0	\$45.0	\$45.0
Total O&M Recurring Base	\$672.3	\$717.3	\$1,389.6
% change from base			3.3%

(dollars in millions)



Our Core Services Across Minnesota

- **Student success/Workforce development**
 - Instruction – in-person & online courses
 - Academic advising, tutoring, career development
 - Student safety, including mental health and wellness, emergency and crisis intervention
- **Research and innovation**
- **Public engagement**
- **Academic health: research, innovation & facilities**

Requires Us To Pay For:

- ✓ Fair compensation
- ✓ Classroom/lab equipment & supplies
- ✓ Facility maintenance
- ✓ Technology



\$45M
will have impact
on our ability
to deliver on our
mission

- ✓ **Limit tuition increases** for students
- ✓ **Retain our talent** through increased compensation for faculty and staff
- ✓ **Invest in more student services** such as counseling, advising, and academic support
- ✓ **Maintain classrooms and instructional spaces**
- ✓ **Support research and technology infrastructure**
- ✓ **Preserve and maintain safe, functional, and accessible facilities**

