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**FY 24 & FY 25  
Budget  
Conversation**

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Faculty Senate*



University of Nevada, Reno



# Framing the Conversation

- **FY 2024 Budget Shortfall**
  - **12% COLA Funding Gap**
  - **Student Fee Shortfall**
  - **Other Projected Shortfalls**
  - **Budget Reduction Solutions**
- **FY 2025 Budget Shortfall**
  - **Legislature Approved Budget**
  - **12% + 11% COLA Funding Gap**
  - **Student Fee Shortfall**
  - **FY 2025 COLA Funding Options**

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# FY 24 Budget Shortfall

- Cost of 12% COLA for Faculty & Staff: **\$27.1M**
- 60.5% State COLA Funding Allocation: **\$16.4M**
- 12% COLA Funding Shortfall: **\$10.7M**
- Lower than Projected Enrollment: **\$8.5M**
- Net Increase in Expenses: **\$1.7M**
- Projected Utility Shortfall: **\$4.5M**

**Net FY 24 Shortfall: \$25.4M**

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# FY 24 Budget Solutions

Description	FY 2024
<b>5% Budget Reductions</b>	<b>\$11.1M</b>
<b>Reallocation of F&amp;A Funds</b>	<b>\$5.0M</b>
<b>Administrative Overhead Charge</b>	<b>\$5.0M</b>
<b>Anticipated Vacancy Savings</b>	<b>\$5.0M</b>
<b>Total</b>	<b>\$26.1M</b>

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# FY 24 – 5% Reduction Summary

Description	FY 2024
<b>Hold Positions Vacant</b>	<b>\$6.2M</b>
<b>Reallocate to Non-State Funds</b>	<b>\$2.0M</b>
<b>Reduce Operating Costs</b>	<b>\$0.9M</b>
<b>Reduce Graduate Assistants</b>	<b>\$0.1M</b>
<b>Reduce Letters of Appointment</b>	<b>\$1.2M</b>
<b>Reduce Hourly Staff</b>	<b>\$0.2M</b>
<b>Sub-Total</b>	<b>\$10.6M</b>





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# FY 24 – 5% Reduction Summary

Description	FY 2024
<b>Staff Layoff</b>	<b>\$0.1M</b>
<b>Position Elimination</b>	<b>\$0.1M</b>
<b>Phase-In Retirement</b>	<b>\$0.1M</b>
<b>Course Buyout</b>	<b>\$0.2M</b>
<b>Sub-Total</b>	<b>\$0.5M</b>
<b>Grand Total</b>	<b>\$11.1M</b>





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# FY 24 – 5% Reduction by Unit

Description	FY 2024
<b>President's Office</b>	<b>\$204,000</b>
<b>Provost's Office</b>	<b>\$585,000</b>
<b>Administration &amp; Finance</b>	<b>\$1,346,000</b>
<b>Student Services</b>	<b>\$198,000</b>
<b>Advancement</b>	<b>\$295,000</b>
<b>Athletics</b>	<b>\$830,000</b>
<b>CABNR</b>	<b>\$425,000</b>





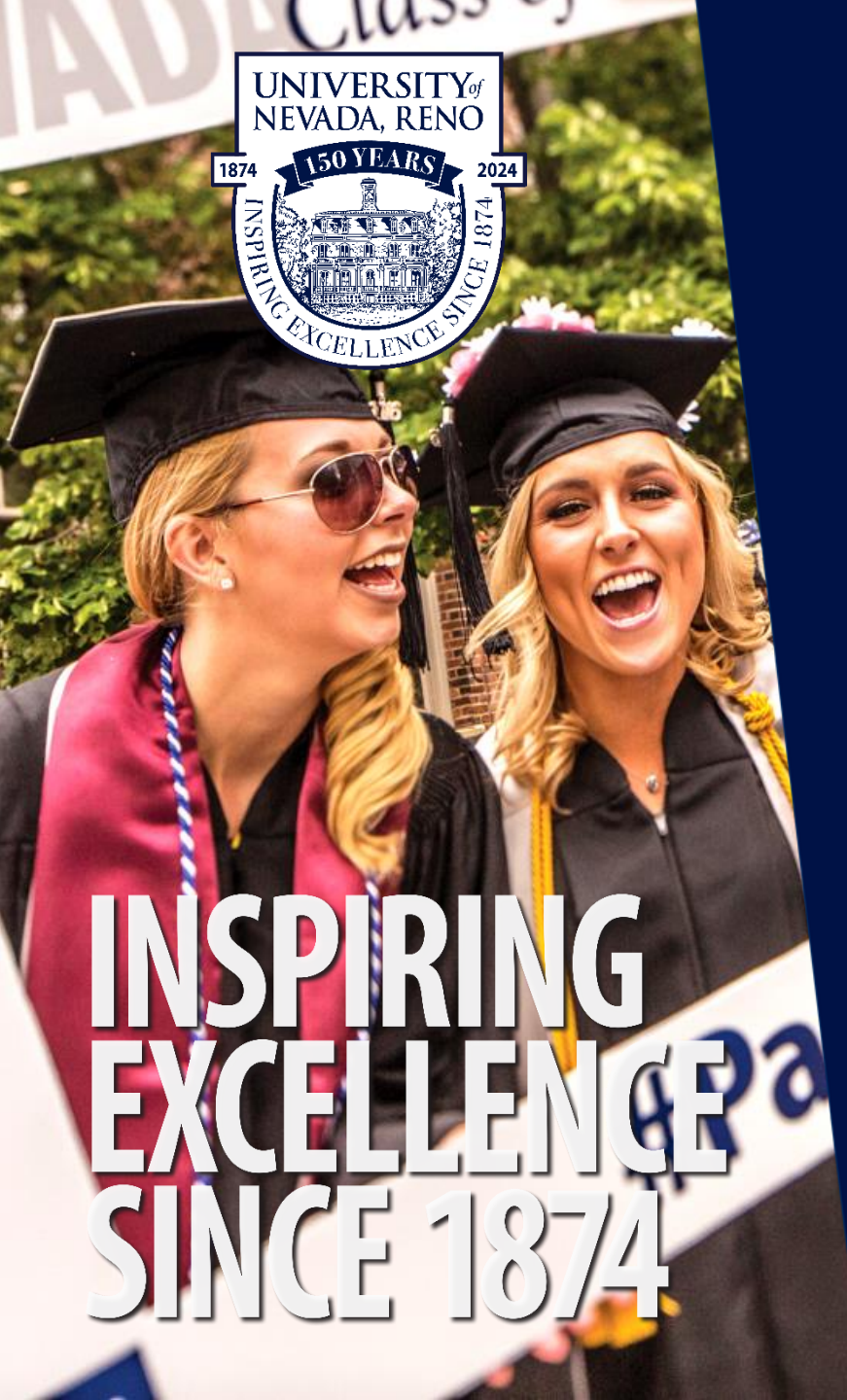
# FY 24 – 5% Reduction by Unit 7

Description	FY 2024
College of Business	\$754,000
College of Education	\$489,000
College of Engineering	\$1,137,000
College of Liberal Arts	\$1,852,000
College of Science	\$1,074,000
Graduate School	\$144,000
Honors College	\$38,000

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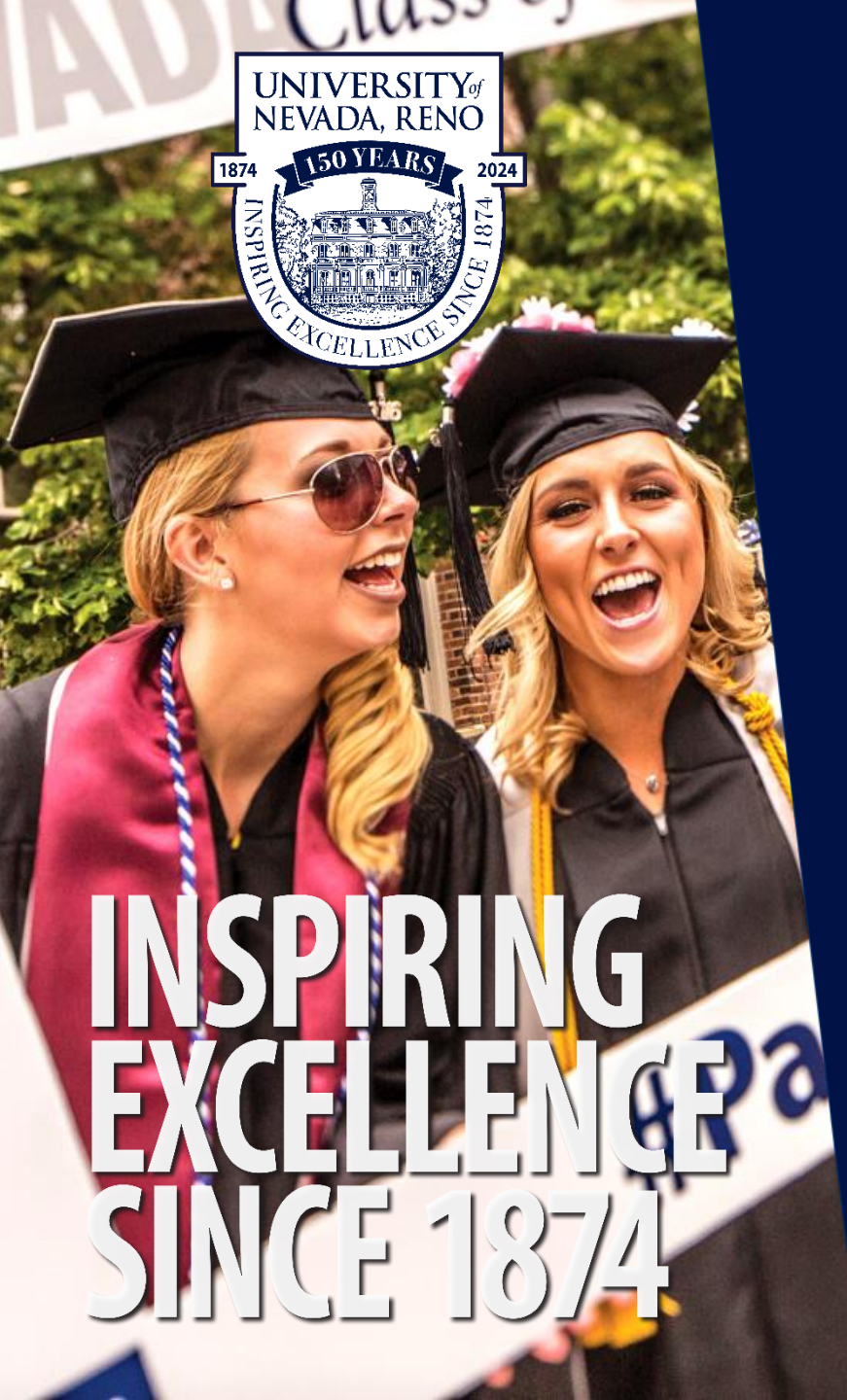




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# FY 24 – 5% Reduction by Unit

Description	FY 2024
<b>Journalism</b>	<b>\$150,000</b>
<b>Libraries</b>	<b>\$549,000</b>
<b>Research &amp; Innovation</b>	<b>\$194,000</b>
<b>School of Medicine</b>	<b>\$69,000</b>
<b>School of Nursing</b>	<b>\$197,000</b>
<b>School of Public Health</b>	<b>\$387,000</b>
<b>School of Social Work</b>	<b>\$107,000</b>
<b>Total</b>	<b>\$11.1M</b>



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# FY 25 State Funding

Description	FY 2025
<b>Base Budget</b>	<b>\$131.4M</b>
<b>Budget Restorations</b>	<b>\$7.6M</b>
<b>Graduate Assistant Stipends &amp; Positions</b>	<b>\$3.6M</b>
<b>Summer Teacher Education Program</b>	<b>\$0.1M</b>
<b>UNR @ Lake Tahoe</b>	<b>\$0.8M</b>
<b>Total</b>	<b>\$143.6M</b>

- 10.6% increase over FY 23 budget
- Funds **MUST** be spent on approved items





# FY 25 Budget Shortfall

- 12% COLA Funding Shortfall: **\$10.7M**
- 11% COLA Funding Shortfall: **\$11.0M**
- Lower than Projected Enrollment: **\$10M**

**Net FY 25 Shortfall: \$31.7M**

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# Options Being Discussed

NSHE Committee to Recommend Board Action on FY 2025 Salary Increases

- **Budget Cuts**

*Every 1% Cut Saves: **\$2.6M***

- **Reduced COLA for Faculty**

*Every 1% Reduction Saves: **\$2M***

- **Increased Student Fees**

*Every 1% Increase Generates: **\$1.2M***

- **Delayed Start of 11% COLA for Faculty**

- **Temporary Student Fee Increase**

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**Questions?**



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