

# Interim Budget Review Subcommittee on Education

July 8, 2020

# Impact of COVID-19

- FY 2019-20
  - \$445,800 (-1%) State Appropriation Rescission
  - \$4.5 million refunds - Housing and Dining
  - Auxiliaries losses \$1.2 million
  - Lost revenue due to University event cancellations
  - NCAA revenue loss
  - Education Abroad refunds
  - Instructional cost increases
  - Technology cost increases
  - Federal Enhanced Sick and Leave Provision Cost Increases
  - Impact of COVID-19 on Self-Insurance Claims
  - Among many other areas...
  - Total: ~\$7.8 million

# Impact of COVID-19

- \$7.8 million reduction in operating budget for FY 2020-21
  - Two year decline of \$14.5 million
  - Appropriation change – Performance Funding
    - \$827,600 reduction for FY 2020-21
- Since FY 2007-08...20% appropriations decrease
- 54 positions paused/eliminated
- 111 positions eliminated – SSC Services
- Strategic Investments
  - Academic enhancements – Online growth – New programs
  - Diversity, Equity and Inclusion initiatives
  - Scholarships
  - Murray State Promise – Need-based aid
  - Among others...

# Impact of COVID-19

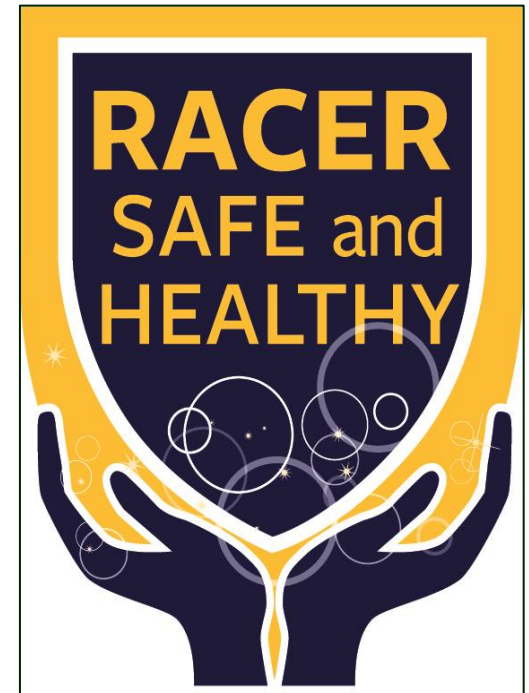
- Adjustments to FY 2020-21 budget
  - No tuition increase
  - Enrollment and retention
  - Hiring freeze
  - Elimination of positions
  - Elimination of overtime
  - No COLA
  - Expenditures above \$2500...VP/President approval
  - Review of contracts in every area of the University
  - Travel
  - Efficiency of operations review
  - Among many other changes

# CARES Act

- Emergency Student Aid
  - \$3.135 million total
  - Round 1: 1561 Grants - \$1.28 million
    - 33% of our Pell students received
  - Round 2: 645 applications
  - Round 3: Opens soon
- Institutional Aid
  - \$3.135 million
  - Housing and Dining reimbursements (\$4.5 million)
  - Total deficit - ~\$7.8 million
- GEERS Funds
- Coronavirus Relief Fund

# Racer Restart – Fall 2020

- Comprehensive Racer Restart Plan
  - ~200 faculty, staff, students, administrators and healthcare professionals
  - [Murraystate.edu/racerrestart](https://murraystate.edu/racerrestart)
- *Racer Safe & Healthy*
  - Detailed plan to ensure the health, safety and well-being of our students, faculty, staff and community
  - Impacts: People-Academics-Facilities-Athletics to Student activities...every area of the University
  - Fall 2020 – a new normal, on-campus semester with many tweaks and adjustments



# The Road Ahead

- Needed investment in public higher education
- Pension issues
- Improving performance funding model
- Ensuring access and affordability
  - Student debt, retention, completion
- Continued commitment to underrepresented minorities and low-income students
- Managing enrollment (71% of budget today)
- Funding to increase need-based scholarships
- Among others...

Questions?