

Year 2004-05

UNIVERSITY OF MINNESOTA

BOARD OF REGENTS

June 27, 2005

A meeting of the Board of Regents of the University of Minnesota was held on Monday, June 27, 2005, at 1:00 p.m. in the Boardroom, 600 McNamara Alumni Center.

Regents present: David Metzen, presiding; Dallas Bohnsack, Steven Hunter, Richard McNamara, and Lakeesha Ransom.

The following Regents participated via telephone: Clyde Allen, Anthony Baraga, Peter Bell, John Frobenius, David Larson, and Patricia Simmons.

Staff present: President Robert Bruininks; Senior Vice President and Provost Thomas Sullivan; Senior Vice Presidents Frank Cerra and Robert Jones; Vice President Richard Pfutzenreuter; Executive Director Ann Cieslak; and Associate Vice Presidents Gail Klatt, and Donna Peterson.

ANNUAL OPERATING BUDGET FY2006

A motion was made and seconded to approve the following resolution relating to the FY06 annual operating budget:

WHEREAS, the University of Minnesota as the state's public, land grant university is charged with the responsibility to pursue knowledge and to help apply that knowledge through research and discovery, teaching and learning, and outreach and public service; and

WHEREAS, the State of Minnesota, through its legislative and executive branches, has appropriated \$1,205,770,000 in state general fund monies for the 2006-07 biennium to the University of Minnesota, which represents an increase of \$105,636,000 compared to current base level funding, for the pursuit of its mission and in support of our goals and objectives; and

WHEREAS, the University of Minnesota is committed to achieving standards of national and international excellence; and

WHEREAS, the future of the University is premised on partnerships within the University community of faculty, staff and students, with the State of Minnesota, other educational institutions, business and industry, University alumni, local communities, and the citizens of Minnesota;

NOW, THEREFORE, BE IT RESOLVED that to achieve these goals, the Board of Regents approves the University of Minnesota Fiscal Year 2005-06 Operating Budget as follows:

The annual revenue and expenditure plan for current, non-sponsored funds and projected expenditures for sponsored funds for fiscal year 2005-06.

The Fiscal Year 2005-06 Operating Budget approved by the Board of Regents includes the following attachments which are included in the President's Recommended Fiscal Year 2005-06 Operating Budget:

- Attachment 1 -- Resource and Expenditure Budget Plan (University Fiscal Pages)
- Attachment 2 --- University of Minnesota 2005-06 Tuition Plan: Tuition Rates
- Attachment 6 – University of Minnesota 2005-06 Tuition Plan: Course Fees
- Attachment 7 – University of Minnesota 2005-06 Tuition Plan: Academic Term Fees
- Attachment 8 – University of Minnesota 2005-06 Tuition Plan: Fees in Lieu of Tuition
- Attachment 9 -- Student Services Fees
- Attachment 10 -- Fund Forecast - Centrally Distributed and Attributed Funds

President Bruininks briefly reviewed details of his proposed two-year operating budget plan as described in the docket materials and on file in the Board Office, noting that the plan was reviewed in detail at the June 10, 2005 Board meeting. He explained revisions in the proposed budget that have been made since the June meeting.

The current funds non-sponsored budget plan for fiscal year 2005-06 proposes total net resources of \$2,695,668,773 and expenditures of \$2,079,390,532. Bruininks reiterated that the proposed investment plan included in the budget for addressing action strategies in the next fiscal year provides for:

- \$21.6 million for academic investments,
- \$12 million for investments in student services/support,
- \$2 million for libraries,
- \$7 million for competitive compensation,
- \$29.6 million for general compensation,
- \$5.2 million for technology,
- \$8.9 million for increased operating costs for facilities, and
- \$1.2 million for miscellaneous items.

It was also noted that, as in past years, the budget recommendations for the biennium were built on a model of shared responsibility between the State of Minnesota, University administrative and support units, and students.

Bruininks expressed gratitude to the Board of Regents and the University community for its support and constructive comments received during the development of the operating budget.

Gratitude was also expressed to the Governor and members of the legislature for addressing the needs of the University during the legislature session. Concern was raised regarding the high cost of tuition for students and the importance of continued state support to keep tuition as low as possible.

Chair Metzen then called for a roll call voted on the motion. The votes were cast as follows:

Regent Allen	Yes
Regent Baraga	Yes
Regent Bell	Yes
Regent Bohnsack	Yes
Regent Frobenius	Yes
Regent Hunter	Yes
Regent Larson	Yes
Regent McNamara	Yes
Regent Metzen	Yes
Regent Ransom	Yes
Regent Simmons	Yes

Chair Metzen announced that the resolution related to the FY06 Annual Operating Budget passed unanimously by a vote of 11 to 0.

The meeting adjourned at 1:17 p.m.

ANN D. CIESLAK
Executive Director and
Corporate Secretary