

SBI – Senate Mid-Year Update

Historical Review

Financial Challenges

- Sharply reduced state support
- Increased risk from tuition dependency
 - At Auburn, dependency rose from 44% to 63% between 2008 and 2013
 - Represents a 43% increase in 5 years
- Increased student price sensitivity
- Increased competition for students and faculty
- Changing demographics

Financial Consequence

- Increased salary compression
- Limited funding for strategic initiatives
- Limited support for increased facilities footprint
- Pressures for improved affordability

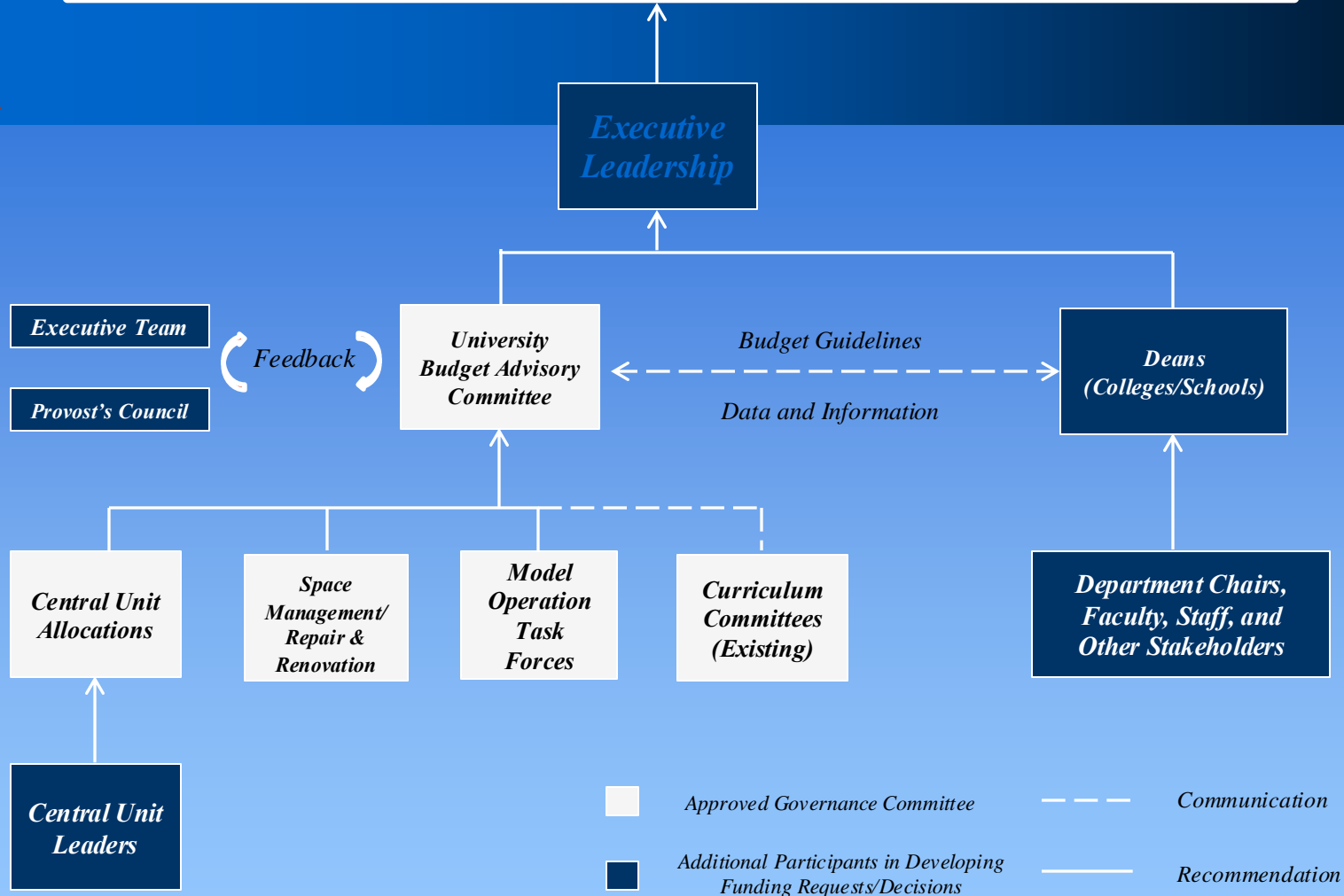
Implementation of SBI

Governance Launch

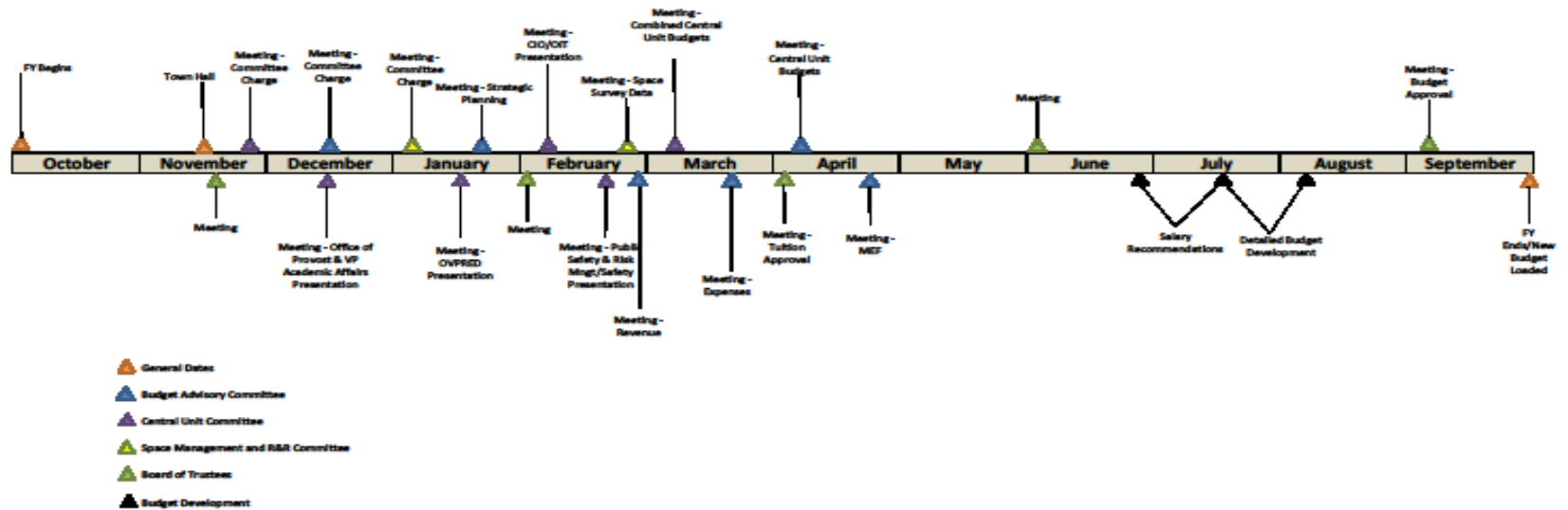
- Central Unit Allocation Committee
- Space Management & Deferred Maintenance Committee
- University Budget Advisory Committee

Funding Decisions

Decision Making Flow



Budget Timeline FY18 Budget Development



Future SBI

- **Multi-year budgets**
- **Technology system to manage enterprise-wide budget process**
- **Budget timeline revisions**
- **Development/Clarification of guidelines**
- **Enhance use of Committees**
- **Incorporate benchmarking/analysis into the budget process**
- **Enhance management reporting tool**