

## FY2020 PLANNING AND RESOURCES COMMITTEE

### DRAFT Minutes Meeting November 12, 2019

Time: 4:00 pm to 5:00 pm  
Location: Regents Room, 2<sup>nd</sup> floor, Strong Hall (in the Chancellor's complex)

#### **Members Present:**

Chair: Kirk McClure, Urban Planning  
Faculty: Meredith Schnug, Law  
Faculty: Sara Morris, Libraries  
Faculty: Andrea Herstowski, Design  
Staff: Heather MacBean, Libraries  
Staff: Robert Waller, Budget Mgmt/Fiscal Services  
Staff: Jason O'Connor, Business  
Graduate Student: Eliza Kassebaum

#### **Ex-officio Members Present:**

Nick Stevens, Chief Data Officer, Analytics & Institutional Research  
Jason Hornberger, Senior Associate Vice Provost for Finance

Call to Order at 4:00 pm.

Waller moved and Morris seconded to approve Minutes of Committee meeting on October 1, 2019.  
Motion passed.

Discuss specific charge 4: Work with the KS Union Director, David Mucci, requesting information regarding long term partnerships between the KS Union and outside contractors and consultants.

Report from Kirk McClure on meeting with David Mucci, Director of the Memorial Corporation concerning the contract with Chick-fil-A. The meeting was held October 7, 2019.

Notes from the meeting:

The Kansas Memorial Union has 30 to 50 partnerships at any given time.

The Corporate Board approved the partnership with Chick-fil-A years ago.

The contract extends into 2024.

Moving the Chick-fil-A space to the Kansas Union from the Underground was largely due to problems with mechanical equipment in Wesco Hall that were best remedied by moving the operation to the Kansas Union.

Mucci asserts that the Chick-fil-A agreement meets all KU and State of Kansas non-discriminatory policies and requirements, including being an equal opportunity employer, nondiscrimination and workplace safety, and anti-discrimination laws which cover prohibiting sexual harassment and retaliation.

Note that sexual orientation is not now protected nor mentioned.

For the Union to terminate the contract could cost the Union over \$300,000. If litigated, the cost could go much higher.

Discussion: Members of the Committee discussed the results and agreed to report back to the Governance leadership without any specific recommendation.

Discuss Specific Charge 2: Monitor the implementation of the new Budget Model. Report to SenEx regularly, how the new budget model is working.

The Committee received a report from Jason Hornberger on the impact of the budget cuts and setting a baseline for implementation of the new budget model.

Hornberger distributed two tables listing the 2019 fiscal year assessable base budget, first for the major areas of KU-Lawrence, and second for the departments of the college. (Attached.) The tables also list each unit's share of the \$20,000,000 budget cut as well as the total reduction absorbed. The reduction was also listed as a percent of the base.

Questions:

1. Which departments were cut significantly more than 5.8%  
It appears that the Chancellor's office and the Provost's office absorbed more than 5.87% cuts. However, components of their offices did not absorb full cuts, leave both offices with 5.87% cuts. McClure noted that this falls short of the promise given by the administration that it would absorb greater cuts than were being asked of the faculty and staff.
2. Which department were cut significantly less than 5.8%?  
As noted on the table, the School of Law has been engaged in a planned contraction which permitted to it absorb a smaller cut this year as it has been cutting for some time.  
The Business school absorbed no cuts because of its growth in students.
3. Was the aircraft moved to an independent affiliate?  
The Operating Budget for FY2020 continues to show the aircraft as costing \$1.2 million dollars. Hornberger indicated that the administration is working on a solution to the aviation services problem.
4. Was the funding for Kansas Athletics Inc. cut by 5.8% or more?  
Yes. Athletics continues to be funded by the Chancellor's office, but at a lower level of spending.  
McClure noted that the in February 2019, the Chancellor indicated that he hoped to wean KAI off of University funds in 18 to 24 months.
5. Were expenditures on consultants significantly curtailed?  
Consultants are not listed in the reports provided. Hornberger suggested that McClure send a request of these figures.
6. What is the debt service on the Central District, especially Integrated Sciences Building?  
Hornberger suggested that this information be requested.
7. What were significant changes in the College?  
College did not meet its goals, falling over \$2 million short of the expected \$6.3 million in cuts.

Much of the variation in percentage of reduction between departments can be explained by differences in faculty and staff attrition.

Discussion of other charges:

*Advertising by Various KU Affiliates:* Meredith Schnug volunteered to speak with University Senate President Suzanne Valdez to clarify the intent of this charge. The charge may refer to Chick-fil-A's partnership with Kansas Athletics Incorporated. Valdez will confirm the intent of this charge and report back.

*Changes of graduate travel and research funding from the budget cuts:* This specific charge comes to the Committee from the Student Senate. McClure will meet with Zach Thomason to learn more specifics.

*Unexpected Revenues:* It was noted that the Oldfather Studios property has not sold. KU attempted to offer the property through a bidding process, but only one bid was received. This bid was too low to accept. KU is seeking other mechanisms for marketing the property. The goal is to sell the property by the end of June, 2020. The proceeds of the sale will probably be applied to the deferred maintenance needs of the University.

Next meeting: December 4, 2019, 10:00 am to 11:00 am, 33 Strong. Major agenda item will be discussion of Specific Charge 1: Report on the cost and benefit of offering in-state tuition to residents of border states. Include data regarding current schools that offer in-state tuition to residents of border states. Due February 1, 2020. Matt Melvin, Vice Provost – Enrollment Management will attend to provide guidance.

Meeting Adjourned, 5:00 pm.



**FY19 College Base Budget Reduction Summary**

Department	FY19 Base Budget	Budget Reduction	Reduction %
African/African American Studies	\$ 890,003	\$ 153,890	17.29%
American Studies	1,346,211	156,073	11.59%
Anthropology	2,202,333	455,732	20.69%
Applied Behavioral Sciences	1,990,757	183,270	9.21%
Chemistry	5,676,467	216,795	3.82%
Child Language Program	179,391	51,332	28.61%
Classics	918,518	155,772	16.96%
Communication Studies	2,894,441	180,722	6.24%
Computational Biology	678,925	49,583	7.30%
Ctr for Research Methods & Data Analysis	163,500	65,642	40.15%
East Asian Languages & Cultures	1,023,394	60,122	5.87%
Ecology & Evolutionary Biology	4,252,198	160,698	3.78%
Economics	2,799,145	382,760	13.67%
English	4,840,548	408,186	8.43%
Environmental Studies	1,056,856	39,291	3.72%
Film & Media Studies	1,391,229	89,773	6.45%
French, Francophone & Italian Studies	1,569,161	29,859	1.90%
Geology	3,564,079	200,634	5.63%
History	3,041,104	38,662	1.27%
Humanities	1,238,430	91,253	7.37%
Molecular Biology	4,133,943	48,803	1.18%
Physics & Astronomy	4,088,322	122,584	3.00%
Psychology	4,386,864	285,283	6.50%
Religious Studies	994,424	131,454	13.22%
Sociology	2,058,985	109,569	5.32%
Spanish & Portuguese	2,294,398	86,658	3.78%
Speech, Language & Hearing	1,879,574	92,651	4.93%
Theatre & Dance	2,456,238	85,017	3.46%
Visual Arts	2,526,649	142,906	5.66%
Remaining to Cut *	40,661,690	2,017,214	4.96%
<b>Grand Total</b>	<b>\$ 107,197,777</b>	<b>\$ 6,292,188</b>	<b>5.87%</b>

WARRIOR  
 GIVE NO  
 MARCH 2 - 4PM  
 DON'T FORGET

AS SOME FACULTY  
 NOT CUTTING  
 THIS IS OK

Reductions percentages vary in the College as the cuts were guided by faculty vacancies.  
 \* The College achieved all of the cash cut and about 2/3 of the base reduction in FY19. As of 7/1/19, \$2,017,214 of the base cut remains.