



Tab 24
FY 2020 Budget

Coordinating Board for Higher Education
June 7, 2018

BACKGROUND

Section 173.1540, RSMo, requires public universities to prepare annual budget requests and submit them to the Department of Higher Education. The department is required to review those requests and prepare appropriation recommendations. Section 163.191.2, RSMo, contains a similar provision pertaining to community colleges' budgets: "The department of higher education shall review all institutional budget requests and prepare appropriation recommendations annually for the community colleges under the supervision of the department." Section 178.638, RSMo, indicates that "all funds designated for [State Technical College] shall be included in the coordinating board's budget request." Although the law assigns responsibility to the department – at least for the public universities and community colleges – the department's practice has been to seek the Coordinating Board's approval of those recommendations.

The law also provides, "In consultation with the heads of the institutions of higher education affected and against a background of carefully collected data on enrollment, physical facilities, manpower needs, [and] institutional missions, the coordinating board for higher education shall establish guidelines for appropriation requests by those institutions of higher education" (§ 173.005.2(3), RSMo). In recent years, driven in large part by economic circumstances and general prohibitions against requesting additional funds from several previous governors' budget offices, this process has consisted of simply asking the institutions to submit requests and communicating any requests for funding in addition to the previous fiscal year's core appropriation – often after the application of expenditure restrictions – in a letter outside of the technical budget process.

CURRENT STATUS

This year, two timelines will be relevant in department staff's work on the FY 2020 budget. The first is the standard budget timeline developed by the Office of Administration's Division of Budget & Planning. The second is work that is being led by State Chief Operating Officer Drew Erdmann and Budget & Planning to improve budget forms and strengthen the budget metrics used in all departments' budget requests. A summary both timelines is attached.

NEXT STEPS

MDHE staff will work with institutions to develop FY 2020 budget recommendations for the CBHE review in September.

RECOMMENDATION

This is an information item only.

ATTACHMENT

- FY 2020 Budget Development Timeline

Tab 24 Attachment FY 2020 Budget Development Timeline

May	Budget & Planning finalizes changes to budget forms
May to June	Budget & Planning conducts calls and meetings with each department to review measures and targets
June to September	Departments improve their measures and targets; Budget & Planning works with departments to refine difficult measures
July 20	Core Form 5's and program descriptions available for updating
October 1	Department transmits FY 2020 budget requests to Budget & Planning