Oregon Tech Financial Assumptions

- State Support (excluding unfunded shared services and other significant cost support):
  - Base allocation to grow 3% per year
  - Continuation for tuition buy-down at current level even though part of base allocation
- Shared Services Costs and Other Significant Costs (unfunded portion) Support:
  - $2.27 million beginning in FY15 – Provided unfunded costs are fully funded
  - $1.13 million beginning in FY15 – Provided unfunded costs are 50% funded
- Tuition and Fees:
  - Student enrollment growth estimated at 3.5% annually
  - Student tuition and fee rate increase estimated at 2.25% annually
- Personnel:
  - Faculty salaries increase an average of 3% annually
  - Faculty growth rate maintains our 20:1 student to faculty ratio
  - Administrative salaries increase an average of 2.5% annually
  - Classified salaries increase an average of 3% annually (per OUS)
  - Retirement rates at 17.6% through FY15, then 19.6% going forward (per OUS)
  - PERS reforms remain intact
  - Health insurance rates increase 5% per year
- General Expenses:
  - Services and Supplies estimated to increase 2% per year
  - Utilities estimated to increase 5% per year
- Shared Services and Other Significant Costs:
  - Unfunded portion of University Shared Services Center (USSC) costs; TRU Shared Services costs and Other Significant costs (see TRU white paper).
  - Assuming a 2% increase each year thereafter
- Fund Balance for FY14 reduced by $1.9 million for PERS from merger into SCCP rate pool
  - The fund balance has not been adjusted by the estimated $9.6 million of liability that will have to be booked in FY15 due to GASB statements 67 and 68 relating to long-term retirement and pension-plan liabilities