

## Building the FY05 Intercollegiate Athletics Budget

It is important to note that, when building the FY05 zero-based budget for Athletics, we had to recognize that certain costs would necessarily increase. While the net change in expenses over FY04 is projected to be approximately \$70,000, we will absorb some cost increases while avoiding others. These increases required significant spending cuts in other areas.

Significant unavoidable cost increases we will absorb include:

• Fee Waiver & Scholarship Costs	\$230,000
• Employee Health Insurance Costs	25,000
• Insurance and Security costs	40,000
• Debt Service (N. END ZONE)	<u>135,000</u>
	<b>\$430,000</b>

Recognizing that significant cost increases were inevitable, considerable attention was devoted to avoiding unnecessary costs wherever possible. While savings were achieved in numerous places in the budget, the most significant items were:

• Football	
- Out-of-State Travel	(\$144,000)
- Game Guarantees	( 93,000)
- Recruiting	<u>( 12,000)</u>
Subtotal	<u>( 249,000)</u>
• Men's Basketball	
- Out-of-State Travel	( 35,000)
- Supplies	<u>( 2,000)</u>
Subtotal	<u>( 37,000)</u>
• Women's Soccer	
- Out-of-State Travel	( 31,000)
• Spirit Squad	
- Out-of-State Travel	( 9,000)
• Academic Enhancement	
- Salary Expense Savings	( 23,000)
• Athletics General	
- Supplies	<u>( 11,000)</u>
	<b>(\$360,000)</b>

Also note that:

- The only change in State funds included thus far involves the increase in fee waivers due to the 8.5% tuition increase for FY05.
- Designated funds (where the deficit exists) expenses have been reduced by a net of \$141,000, inclusive of necessary cost increases.