BUDGET MANAGER MEETING

SEPTEMBER 17, 2019
Agenda

- Announcements
- FY21 IT Allocation Overview
- Questions & Answers
FY21 IT Allocation Overview

As mentioned in the fall 2018 and spring 2019 budget meetings, an allocation of central IT support costs to units will be part of FY21 Budgets.

**Issue:** ITS provides tools and services that support the mission of the entire University. However, the cost of providing these tools and services have not, to date, been allocated in a transparent and consistent manner.

**Solution:** Basic services provided to units by ITS will be allocated to units based on a calculation which includes metrics such as the unit’s total expense budget and headcount. The net impact of this cost allocation is estimated to be a 1-1.5% cost allocation. Recharge (fee for services) will continue with updated rates.
FY21 IT Allocation Overview

IT Allocation allows for

• Transparency and visibility of technology costs to encourage good decision making
• Reduction and/or standardization of recharge costs
• Reduction of recharge administrative burden on unit teams
• Potential reduction in duplicative costs
• Standardize IT offerings to gain efficiency and reduce risk

No impact on FY20

Next Steps

ITS and the Budget Office are working together on the calculations for the unit-specific IT allocations and will provide details over the next few months.