

## IRM Essentials

# Support Unit **Allocation Methodology**

Net academic and administrative support costs are allocated out to revenue generating units by assessing an allocation rate. Support unit allocation rates are determined each year through the Incentivized Resource Management (IRM) governance process based upon existing support costs.

Example: For IRM year 2023, the rates were 26.3% for Administrative Support Cost and 12.8% for Academic Support Cost, which totals 39.1%. Academic revenue units incur 39.1% of support cost and auxiliary revenue units incur 26.3% Administrative Support cost.

### **ACADEMIC REVENUE UNIT STREAMS ASSESSED** » Tuition » State Appropriation (Instruction & Research)

- » Sales & Services
- » Other Revenue

#### **RATE ASSESSED**

- » Administrative Support Rate (26.3%)
- » Academic Support Rate (12.8%)

#### **AUXILIARY REVENUE UNIT** STREAMS ASSESSED

- » Sales & Services
- » Other Revenue

#### RATE ASSESSED

» Administrative Support Rate (26.3%)

# Academic Unit P&L Line Items Example Allocated Undergraduate Tuition Allocated Undergraduate Tuition - College of Instruction (WSCH by COI) 15,000,000

Allocated Undergraduate Tuition - College of Record (COR) Non-Resident Allocated Undergraduate Tuition - College of Record (COR) Non-Resident Premium  Allocated Graduate Tuition Allocated Graduate Tuition - College of Instruction (WSCH by COI) Allocated Graduate Tuition - College of Record (COR) Resident 1,700,000 Allocated Graduate Tuition - College of Record (COR) Non-Resident 100,000 Differential Tuition 400,000 Graduate Incremental Tuition (GIT) 1,000,000 Online Programs (Option 3 Tuition) 50,000  State Appropriations - Instruction 10,000,000 State Appropriations - Research 1,200,000 Total State Appropriation 11,200,000 Other Operating Revenue 500,000  Support Allocation Revenue Sources Totals 39,450,000 Administrative Support (39,450,000 *26.3%) 10,375,350	5	truction (WSCII by COI)	15,000,000
Allocated Undergraduate Tuition - College of Record (COR) Non-Resident Premium  Allocated Graduate Tuition  Allocated Graduate Tuition - College of Instruction (WSCH by COI)  Allocated Graduate Tuition - College of Record (COR) Resident  Allocated Graduate Tuition - College of Record (COR) Non-Resident  Ioo,000  Differential Tuition  Graduate Incremental Tuition (GIT)  Online Programs (Option 3 Tuition)  State Appropriations - Instruction  State Appropriations - Research  Total State Appropriation  Total State Appropriation  Sales & Services  Other Operating Revenue  Support Allocation Revenue Sources Totals  Support (39,450,000 *26.3%)  Adademic Support (39,450,000 *12.8%)  5,049,600	Allocated Undergraduate Tuition - College of Rec	cord (COR) Resident	6,000,000
Allocated Graduate Tuition Allocated Graduate Tuition - College of Instruction (WSCH by COI) 2,500,000 Allocated Graduate Tuition - College of Record (COR) Resident 1,700,000 Allocated Graduate Tuition - College of Record (COR) Non-Resident 100,000 Differential Tuition 400,000 Graduate Incremental Tuition (GIT) 1,000,000 Online Programs (Option 3 Tuition) 50,000  State Appropriations - Instruction 10,000,000 State Appropriations - Research 1,200,000  Total State Appropriation 11,200,000  Sales & Services 700,000 Other Operating Revenue 100,000  Support Allocation Revenue Sources Totals 39,450,000 Administrative Support (39,450,000 *26.3%) 10,375,350 Academic Support (39,450,000 *12.8%) 5,049,600	Allocated Undergraduate Tuition - College of Red	cord (COR) Non-Resident	100,000
Allocated Graduate Tuition - College of Instruction (WSCH by COI) 2,500,000 Allocated Graduate Tuition - College of Record (COR) Resident 1,700,000 Allocated Graduate Tuition - College of Record (COR) Non-Resident 100,000 Differential Tuition 400,000 Graduate Incremental Tuition (GIT) 1,000,000 Online Programs (Option 3 Tuition) 50,000  State Appropriations - Instruction 10,000,000 State Appropriations - Research 1,200,000  Total State Appropriation 11,200,000  Sales & Services 700,000 Other Operating Revenue 100,000  Support Allocation Revenue Sources Totals 39,450,000 Administrative Support (39,450,000 *26.3%) 10,375,350 Academic Support (39,450,000 *12.8%) 5,049,600	Allocated Undergraduate Tuition - College of Re	cord (COR) Non-Resident Premium	600,000
Allocated Graduate Tuition - College of Record (COR) Resident  1,700,000 Allocated Graduate Tuition - College of Record (COR) Non-Resident  100,000 Differential Tuition Graduate Incremental Tuition (GIT)  1,000,000 Online Programs (Option 3 Tuition)  50,000  Total Tuition  10,000,000 State Appropriations - Instruction State Appropriations - Research  1,200,000  Total State Appropriation  11,200,000  Sales & Services  700,000 Other Operating Revenue  5upport Allocation Revenue Sources Totals Administrative Support (39,450,000 *26.3%) Academic Support (39,450,000 *12.8%) 5,049,600	Allocated Graduate Tuition		
Allocated Graduate Tuition - College of Record (COR) Non-Resident  100,000 Differential Tuition 400,000 Graduate Incremental Tuition (GIT) 1,000,000 Online Programs (Option 3 Tuition) 50,000  Total Tuition 27,450,000  State Appropriations - Instruction 10,000,000 State Appropriations - Research 1,200,000 Total State Appropriation 11,200,000  Sales & Services 700,000 Other Operating Revenue 100,000  Total Other Revenue 800,000  Administrative Support (39,450,000 *26.3%) Academic Support (39,450,000 *12.8%) 5,049,600	Allocated Graduate Tuition - College of Instruction (WSCH by COI)		2,500,000
Differential Tuition 400,000 Graduate Incremental Tuition (GIT) 1,000,000 Online Programs (Option 3 Tuition) 50,000  Total Tuition 27,450,000  State Appropriations - Instruction 10,000,000 State Appropriations - Research 1,200,000 Total State Appropriation 11,200,000  Sales & Services 700,000 Other Operating Revenue 100,000  Total Other Revenue 800,000  Administrative Support (39,450,000 *26.3%) 10,375,350 Academic Support (39,450,000 *12.8%) 5,049,600	Allocated Graduate Tuition - College of Record (COR) Resident		1,700,000
Graduate Incremental Tuition (GIT)  Online Programs (Option 3 Tuition)  State Appropriations - Instruction  State Appropriations - Research  Total State Appropriation  Sales & Services  700,000  Other Operating Revenue  Support Allocation Revenue Sources Totals  Administrative Support (39,450,000 *26.3%)  Academic Support (39,450,000 *12.8%)  5,049,600	Allocated Graduate Tuition - College of Record (COR) Non-Resident		100,000
Online Programs (Option 3 Tuition)  50,000  Total Tuition  27,450,000  State Appropriations - Instruction  510,000,000  State Appropriations - Research  Total State Appropriation  11,200,000  Total State Appropriation  11,200,000  Total Other Revenue  500,000  Administrative Support (39,450,000 *26.3%) Academic Support (39,450,000 *12.8%)  5,049,600	Differential Tuition		400,000
Total Tuition   27,450,000	Graduate Incremental Tuition (GIT)		1,000,000
State Appropriations - Instruction  State Appropriations - Research  1,200,000  Total State Appropriation  11,200,000  Sales & Services  700,000  Other Operating Revenue  100,000  Total Other Revenue  Support Allocation Revenue Sources Totals Administrative Support (39,450,000 *26.3%) Academic Support (39,450,000 *12.8%) 5,049,600	Online Programs (Option 3 Tuition)		50,000
State Appropriations - Research  Total State Appropriation  Sales & Services  700,000  Other Operating Revenue  Total Other Revenue  Support Allocation Revenue Sources Totals Administrative Support (39,450,000 *26.3%) Academic Support (39,450,000 *12.8%) 5,049,600		Total Tuition	27,450,000
State Appropriations - Research  Total State Appropriation  Sales & Services  700,000  Other Operating Revenue  Total Other Revenue  Support Allocation Revenue Sources Totals Administrative Support (39,450,000 *26.3%) Academic Support (39,450,000 *12.8%) 5,049,600			
Total State Appropriation   11,200,000	State Appropriations - Instruction		10,000,000
Sales & Services         700,000           Other Operating Revenue         100,000           Total Other Revenue         800,000           Support Allocation Revenue Sources Totals         39,450,000           Administrative Support (39,450,000 *26.3%)         10,375,350           Academic Support (39,450,000 *12.8%)         5,049,600	State Appropriations - Research		1,200,000
Other Operating Revenue         100,000           Total Other Revenue         800,000           Support Allocation Revenue Sources Totals         39,450,000           Administrative Support (39,450,000 *26.3%)         10,375,350           Academic Support (39,450,000 *12.8%)         5,049,600		Total State Appropriation	11,200,000
Other Operating Revenue         100,000           Total Other Revenue         800,000           Support Allocation Revenue Sources Totals         39,450,000           Administrative Support (39,450,000 *26.3%)         10,375,350           Academic Support (39,450,000 *12.8%)         5,049,600			
Total Other Revenue			
Support Allocation Revenue Sources Totals         39,450,000           Administrative Support (39,450,000 *26.3%)         10,375,350           Academic Support (39,450,000 *12.8%)         5,049,600	Sales & Services		700,000
Administrative Support (39,450,000 *26.3%) 10,375,350 Academic Support (39,450,000 *12.8%) 5,049,600			700,000 100,000
Administrative Support (39,450,000 *26.3%) 10,375,350 Academic Support (39,450,000 *12.8%) 5,049,600		Total Other Revenue	
Academic Support (39,450,000 *12.8%) 5,049,600		Total Other Revenue	100,000
	Other Operating Revenue		100,000
Academic Unit Total Support Allocation 15,424,950	Other Operating Revenue  Support	Allocation Revenue Sources Totals	100,000
	Other Operating Revenue  Support Administra	Allocation Revenue Sources Totals ative Support (39,450,000 *26.3%)	100,000 800,000 39,450,000

Auxiliary Unit P&L Line Items Example		
State Appropriations - Instruction	11,500,000	
State Appropriations - Research	1,700,000	
Total State Appropriation	13,200,000	
Sales & Services	500,000	
Other Operating Revenue	50,000	
Total Other Revenue	550,000	
Support Allocation Revenue Sources Totals	13,750,000	
Administrative Support (13,750,000 * 26.3%)	3,616,250	
Auxiliary Unit Total Support Allocation	3,616,250	