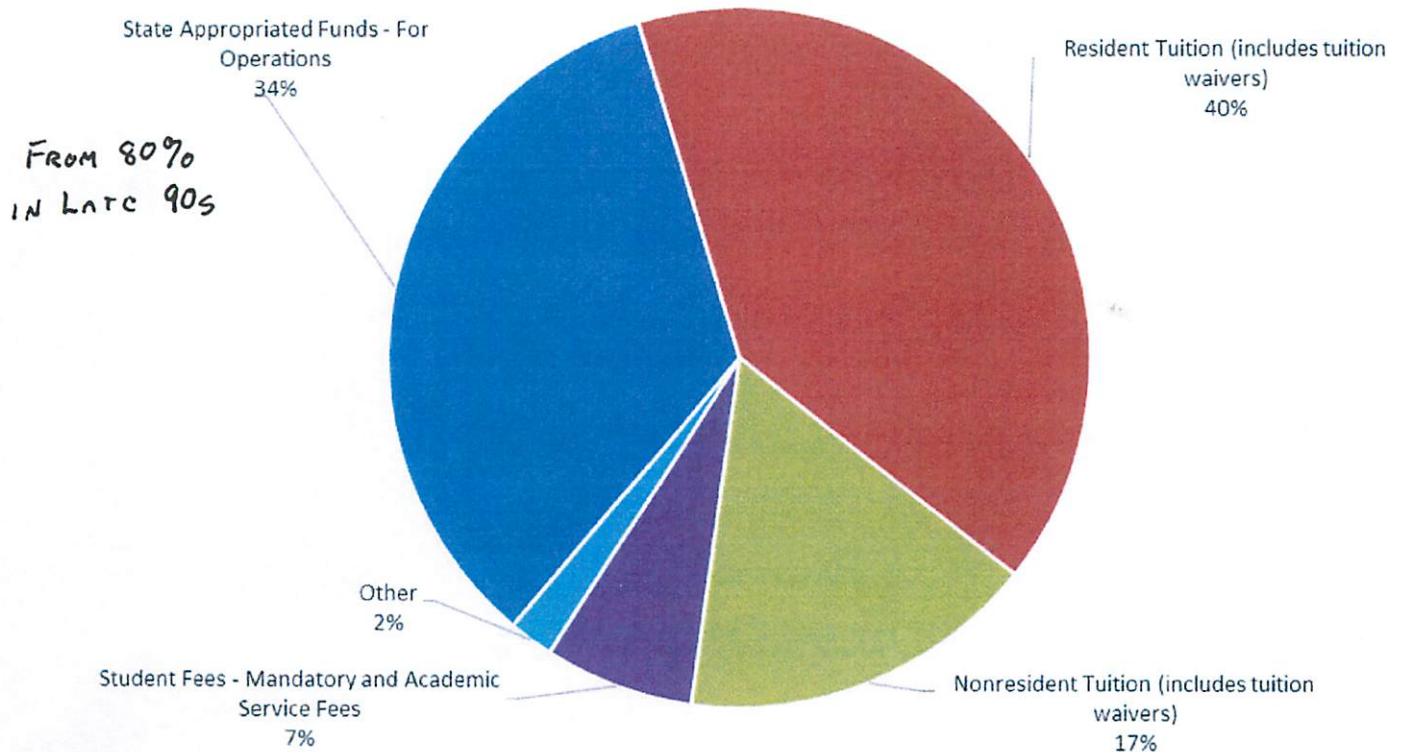


## Are there identifiable benchmarks that constitute the need for financial retrenchment?

First, to better understand what benchmarks might constitute a need for financial retrenchment, one first needs to understand the makeup of the University's funding. For FY 2017, only 34% comes from State Appropriations. The vast majority of the remaining revenue is generated by student tuition and fees (~64%).

SE's FY 2017 Budget by Revenue



Several major events could trigger a financial retrenchment. Those may include:

- Reduction in State funding (appropriations)
- Reduction in enrollment (tuition and fee revenue)
- Large-scale unexpected expense(s)
- University reserve below State Regents requirements
- University viability ratio or Composite Financial Index (CFI) outside of acceptable range mandated by the Higher Learning Commission and RUSO Regents