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# **Impact of Funding, Journal Inflation, & Large Publisher Packages**

April 2017

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# 2017-18 Budget Outlook

- NCSU is missing its enrollment target
- Projected loss of about \$11M in campus funding in 2017/18
- Fewer avenues to combat lost funding
- Provost stressing that units need to be self-sufficient and strategic with financial resources

# 2017-18 Budget Outlook

- What does this mean for the Libraries?
  - Estimated enrollment reduction of approximately \$417,000 in 2017/18
  - This is in addition to \$444,306 eliminated in the Libraries budget in 2016/17 due to management flexibility reduction imposed upon the UNC System
    - Reduced operating funds by \$308K
    - Reduced student/temporary wages by \$110K
    - Reduced NC LIVE by \$26K

# Collections Budget Forecast

Category	FY 16/17 allocation (State + Overhead only)	Estimated Inflation	FY 17/18 Cost Based on Inflation	FY 18/19 Cost Based on Inflation	FY 19/20 Cost Based on Inflation
Books	\$1,600,437	3%	\$1,648,450	\$1,697,904	\$1,748,841
Journals & Databases	\$8,924,154	6%	\$9,459,603	\$10,027,179	\$10,628,810
One-time Purchases	\$259,140	n/a	\$0	\$0	\$0
Other	\$433,000	n/a	\$433,000	\$433,000	\$433,000
<b>Total Spend</b>	<b>\$11,216,731</b>	<b>n/a</b>	<b>\$11,541,053</b>	<b>\$12,158,083</b>	<b>\$12,810,651</b>
	Budget (incl. Overhead & Enrollment Inc)		\$11,416,731	\$11,416,731	\$11,416,731
	<b>Amount over Budget</b>		<b>\$124,322</b>	<b>\$741,352</b>	<b>\$1,393,920</b>
	Budget (no other support funds)		\$11,016,731	\$11,016,731	\$11,016,731
	<b>Amount over Budget</b>		<b>\$524,322</b>	<b>\$1,141,352</b>	<b>\$1,793,920</b>

Inflation sources: 2015 Annual Book Price Update (YBP); 2016 Periodical Price Survey (*Library Journal*)

# Major Journal Packages

<b>Package</b>	<b># of Journal Titles</b>	<b>2017 Cost</b>	<b>% of overall budget</b>	<b>Cost/use</b>	<b>Expires</b>
Elsevier	2418	\$2,375,949	21%	\$2.63	12/31/2017
Springer	1154	\$638,423	6%	\$3.03	12/31/2018
Wiley	1712	\$1,004,970	9%	\$2.77	12/31/2017

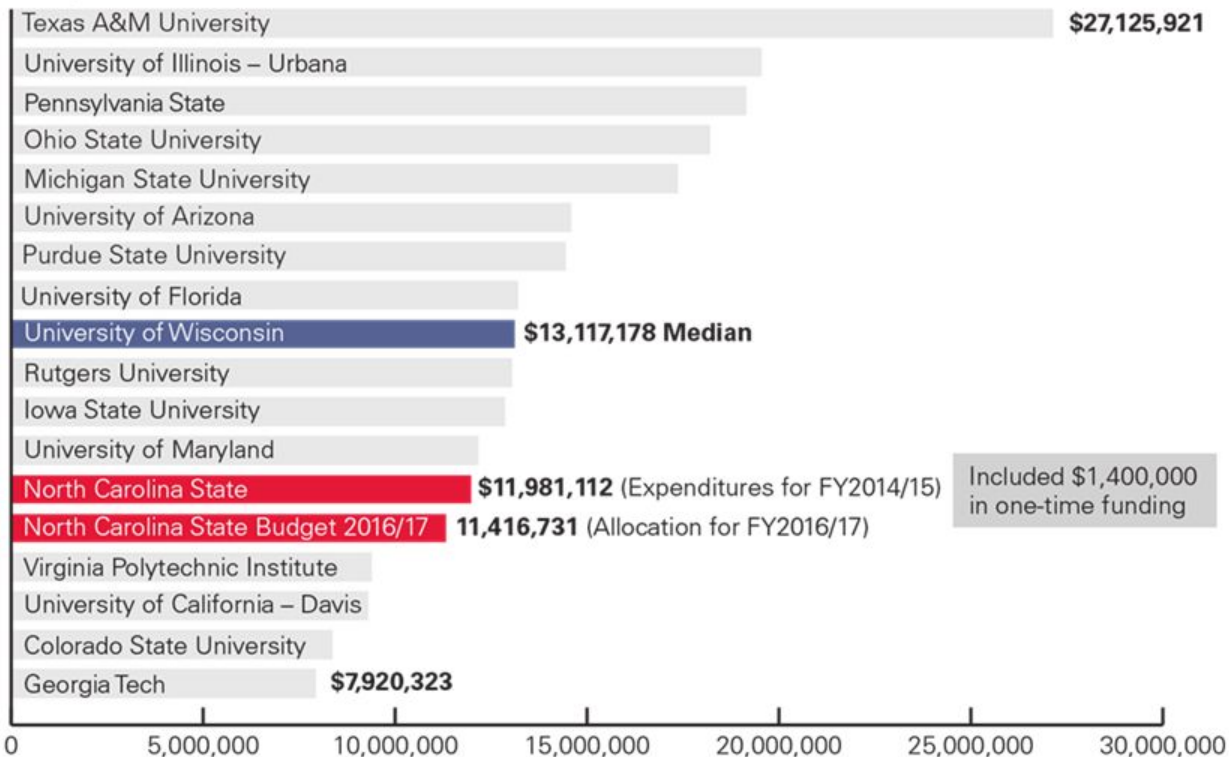
# Options Under Best Case Funding Scenario (FY 17/18 - FY 19/20)

- Without additional funding for collections, need to identify \$1.5 million in cuts in 2018 (effective January 2019)
- Options:
  - **Walk away:** Cut deeply from all 3 packages to pay for inflation
  - **Cut elsewhere:** Renew all 3 packages, but cut deeply in books & databases, other journals
  - **Trim collection each year:** \$520k-\$580k to maintain

# Maintaining our Competitive Advantage

## NCSU Libraries and NC State Peer Group's Collections Expenditures

FY 2016/17



Included \$1,400,000 in one-time funding

Amount needed to bring NCSU FY 2016/17 allocation to Average = \$2,762,071

Amount needed to bring NCSU FY 2016/17 allocation to Median = \$1,700,447