

**The Ohio State University
Updated April 29, 2022**

TOPIC:

Proposed Regional Campus Service Charge (RCSC) Rate for FY23

CONTEXT:

- This is the annual calculation of the Regional Campus Service Charge (RCSC) rates charged by the University as a percentage of general fund revenues to the Regional campuses and ATI, for facilities and administration, student services, and library use.

RECOMMENDATION:

Proposed rate for FY 2023 is indicated in the following chart:

Category	Proposed FY 2023 (based on FY21 costs)	Actual FY 2022 (based on FY20 costs)	Actual FY 2021 (based on FY19 costs)
Regional Campus Service Charge	4.14%	4.02%	5.02%

RATE SUMMARY:

Proposed Allocation of Indirect Overhead by Cost Pool

Cost Pool	Cost Pool Description	Total CPL Amount	Exclusions	Total CPL net of Exclusions	Allocated ASF% or MTDC%	Gross Allocated Amount	% Use	Net Allocated Amount
1000	Property & Liability Insurance	\$8,370,676		\$8,370,676	4.23%	\$354,110	100%	\$354,110
1035	Facilities Planning & Development	7,249,760	(703,823)	6,545,937	4.23%	276,917	100%	276,917
1045	Environmental Health & Safety	6,669,634		6,669,634	4.23%	282,150	100%	282,150
2100	Central Administration Cost Pool	95,638,424	(1,155,181)	94,483,243	1.01%	955,255	100%	955,255
2200	Academic Administration Cost Pool	19,948,874	(2,905,648)	17,043,226	2.12%	361,035	100%	361,035
2260	Academic Computing	2,448,492		2,448,492	3.38%	82,679	100%	82,679
7550	Student Services Cost Pool	41,053,787		41,053,787	2.06%	845,096	50%	422,548
8000	University Libraries	48,896,245	(4,449,298)	44,446,947	2.06%	914,944	33%	301,932
						Total allocations		\$3,036,626

Total Regional Campus Revenue	\$73,381,366
Calculated Rate	4.14%
Proposed Rate	4.14%

Notes:

- The calculation allocated approximately 30% of its costs from the facilities cost pools and 70% of its costs from the general administration cost pools.
- The current year's calculated rate employed a methodology similar to the one used for the internal overhead rate calculation.
- A modest decrease of \$525 thousand (0.7%) in the revenue base is attributed to decreases Instructional fees at the ATI. Revenue decreases coupled with an increase in allocated costs of \$110 thousand (4%) resulted in a (4%) increase in the proposed RCSC rate as calculated.
- Increases in Property & Liability insurance costs and Central Administrative support costs were offset by removal of certain designated and restricted funds' allocated costs within the Student Services cost pool.
- A summary of the FY2019 - FY2021 rates and total regional campus service charge collections for each campus is provided in Appendix A.
- A summary of the FY2019 – FY2021 surcharge costs to be recovered and calculated rates is provided in Appendix B.

Appendix A – Total Regional Campus Service Charge Collections FY2019 - FY2021

Fiscal Year (Rate)	FY2019 (5.28%)	FY2020 (5.02%)	FY2021 (4.15%)
ATI	470,415	418,588	210,710
Lima	580,343	542,761	603,078
Mansfield	635,135	613,864	627,676
Marion	884,155	674,216	658,635
Newark	1,519,623	1,467,831	1,533,360
Total	4,089,671	3,717,260	3,633,458

Appendix B -- Summary of Regional Campus Surcharges to be Recovered, Base Years FY 2019 - FY 2021

	<u>FY2019</u>	<u>FY2020</u>	<u>FY2021</u>
Property & Liability Insurance	\$ 149,158	\$ 217,166	\$ 354,110
Facilities Plan & Development	249,866	300,443	276,917
Environmental Health & Safety	268,171	287,856	282,150
Central Administration Cost Pool	1,304,431	871,542	955,255
Academic Administration Cost Pool	327,934	411,477	361,035
Academic Computing	120,455	69,475	82,679
Student Services Cost Pool	628,611	491,994	422,548
University Libraries	410,396	319,855	301,932
Total Surcharge Costs to be Recovered	\$ 3,459,021	\$ 2,969,808	\$ 3,036,626
Regional Campus Revenue	73,484,789	73,906,463	73,381,366
Calculated	4.71%	4.02%	4.14%