BLOCK FUNDING FOR VET MED & PHARMACY

In Fiscal Year 2023, the Office of Budget and Resource Planning implemented technical changes in the Shared Responsibility Budget Model (SRBM), which included transitioning the professional colleges (Veterinary Medicine and Pharmacy) to a block-funding model. This model allocates revenues plus appropriate strategic support, deviating from the productivity-based metrics the other colleges’ allocations are based on. The intent was to pass through state funding, earmarked funding, and tuition, all less a 10% assessment for overhead costs. The colleges could receive additional adjustments for strategic support.

DEDICATED RESOURCES

Both units receive dedicated resources (or earmarked funding). These include fees, sales and services revenue, state-targeted funding, and returned overhead (ROH).

SSCM ESTIMATE

When Vet Med and Pharmacy moved to a block funding approach, the budget was no longer determined based on the overall academic productivity metrics that are distributed via credits and degrees.

As part of block funding, the colleges do receive resources for credits taught and degrees awarded in the state-level Student Success and Completion Funding Model (SSCM). The budget office estimates how much OSU receives for the colleges' credits and degrees, and it is passed back to the college.

TUITION

In the block funding model, the colleges are allocated their professional tuition.

Pharmacy also receives an allocation for their non-professional tuition, which is estimated by the Office Budget and Resource Planning. The non-professional tuition is for students in the Pharmaceutical Sciences program.

The tuition estimates are settled to actuals at the end of the fiscal year when the other college's differential tuition is settled.

ASSESSMENT

Veterinary Medicine and Pharmacy have a 10% assessment for overhead costs, referred to as the Block Funding Assessment. The following resources are assessed:

- Targeted State Funding
- Block Funding (Student Success and Complementation Model (SSCM) estimate)
- Gross Professional Tuition (which includes Pharmacy’s non-professional tuition estimate)
- Fees, Sales, and Services
- Endowment Match