



MEMORANDUM

TO: UNM Campus Community

FROM: Robert G. Frank, President

*Robert G. Frank*

DATE: September 12, 2012

SUBJECT: RCM & PBB Steering Committee

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As I communicated to the campus community in my August 28, 2012 correspondence, I believe it is imperative that the university begins discussions about how to move from the current incremental based budget model to a more strategic based model that relies upon the principles of the following two funding methodologies:

- Responsibility Center Management (RCM)
- Performance Based Budgeting (PBB)

As promised, the evaluation of elements of these methodologies for incorporation into the UNM budget process will be a “highly collaborative, consultative process,” and will be led by a steering committee with 3 co-chairs led by Provost Chaouki Abdallah, Academic Affairs; David Harris, EVP for Administration; and Chancellor Paul Roth, Health Sciences Center. The steering committee members selected for this project can be found on the following page and represent faculty and staff from all levels of the university. It is important to remember that the new budget process is meant to build upon the successes achieved during the last several budget cycles, but will most importantly include performance guidelines and metrics that will inform budget planning and revenue allocations.

Again, I look forward to ongoing communication with the campus community as the steering committee evaluates various RCM and PBB principles and formalizes new budget development and allocation plans for FY14.