

**RCM Allocation Methodologies  
Comparison of Budget Allocations**

**Revenues**

<b>Revenue Category</b>	<b>Centralized System – Pre FY01</b>	<b>RCM System – FY01 – FY06</b>	<b>RCM System – FY07 and beyond</b>
Undergraduate Net Tuition	Received by Central Administration and not reallocated	<ul style="list-style-type: none"> <li>Library receives 2% of net tuition.</li> <li>DCE receives 15% of prior year non matriculated student tuition.</li> <li>Remainder allocated to academic units based on weighted credit hours taught. Averaged over 2 years and weighted based on expense per credit hour.</li> <li>Inco courses assigned to Academic Affairs.</li> <li>Special programs (ESL and study away receive gross tuition directly)</li> </ul>	<ul style="list-style-type: none"> <li>Library receives 2.5% of gross tuition.</li> <li>Academic Affairs receives 2.5% of gross tuition.</li> <li>DCE receives 15% of prior year non matriculated student tuition.</li> <li>Remainder allocated to academic units based on weighted credit hours taught. Averaged over 2 years and weighted based on expense per credit hour.</li> <li>Inco courses assigned to RC unit teaching course</li> <li>Special program credit hours (ESL and study away programs) added to credit hour allocation base beginning in FY08.</li> </ul>
Graduate Net Tuition	Most received by Central Administration and not reallocated. Some designated programs allowed to keep revenues	<ul style="list-style-type: none"> <li>Library receives 2% of gross tuition.</li> <li>All remaining revenues directed to unit of matriculation, financial aid the responsibility of unit of matriculation. Intercollege program (MA in Environmental Ed and PHD in NRESS) revenues flow to Graduate School. Administrative costs funded and remainder allocated to unit of instruction based on credit hours taught.</li> <li>Center for Graduate and Professional Studies revenues flow to unit of instruction. 10% allocated to UNHM and 7% allocated to graduate school. Overhead allocation made to UNHM.</li> </ul>	<ul style="list-style-type: none"> <li>Library receives 2.5% of gross tuition.</li> <li>Academic Affairs receives 2.5% of gross tuition.</li> <li>All remaining revenues directed to unit of matriculation, financial aid the responsibility of unit of matriculation. Intercollege program (MA in Environmental Ed and PHD in NRESS) revenues flow to Graduate School. Administrative costs funded and remainder allocated to unit of instruction based on credit hours taught.</li> <li>Center for Graduate and Professional Studies revenues flow to unit of instruction. 2.5% allocated to Academic Affairs, 10% allocated to UNHM and 7% allocated to graduate school. Overhead allocation made to UNHM</li> </ul>
Summer Tuition	Net revenue allocated to units engaging in activity	<ul style="list-style-type: none"> <li>2% of tuition allocated to Library.</li> <li>15% of prior year revenues allocated to DCE.</li> <li>Remainder of tuition allocated to units based on weighted credit hours taught.</li> <li>Special programs (Math Institute, ESL, Writing Institute, Washington Internship) receive tuition directly.</li> </ul>	<ul style="list-style-type: none"> <li>2.5% of tuition allocated to Library</li> <li>2.5% of tuition allocated to Academic Affairs.</li> <li>15% of prior year revenues allocated to DCE</li> <li>Remainder of undergraduate tuition allocated to units based on weighted credit hours taught including special undergraduate programs.</li> <li>Remainder of graduate tuition (including special programs) flows to directly to unit of instruction.</li> </ul>
State Appropriations	Appropriation units receive designated share, remainder of revenue received by Central Administration and not reallocated	<ul style="list-style-type: none"> <li>Program Allocation Units (PAU's) units receive designated share</li> <li>approximately 20% to Library</li> <li>30% to academic and research units based on faculty salaries (excluding graduate students and extension faculty)</li> <li>remainder for hold harmless/strategic funds</li> </ul>	<ul style="list-style-type: none"> <li>PAUs receive designated share</li> <li>approximately 7% to the Library</li> <li>45% to academic and research units based on weighted faculty salaries (including graduate students and extension faculty). Faculty salaries funded by general funds weighted at 1.0. All others weighted at .5 except graduate students which remain at 1.0.</li> <li>Remainder for hold harmless/strategic funds</li> </ul>
Indirect Cost Recovery	<ul style="list-style-type: none"> <li>13.5% to PI named in grant</li> </ul>	<ul style="list-style-type: none"> <li>13% to PI</li> <li>66.5% to host unit of grant</li> </ul>	<ul style="list-style-type: none"> <li>10% to PI</li> <li>82% to host unit of grant</li> </ul>

	<ul style="list-style-type: none"> <li>• various percentages to research centers</li> <li>• remainder to Central Administration.</li> </ul>	<ul style="list-style-type: none"> <li>• 18.5% to VP Research</li> <li>• 2% to Library</li> </ul> Unit share defaults for grants in units other than PI's home unit: <ul style="list-style-type: none"> <li>• 5% home/62.5% host for research faculty</li> <li>• 15% home/52.5% host for split funded faculty</li> <li>• 25% home/42.5% host for instructional faculty</li> </ul>	<ul style="list-style-type: none"> <li>• 5% to VP Research</li> <li>• 3% TBD</li> </ul> Unit share defaults for grants in units other than PI's home unit: <ul style="list-style-type: none"> <li>• 6% home/76% host for research faculty</li> <li>• 18% home/64% host for split funded faculty</li> <li>• 30% home/52% host for instructional faculty</li> </ul>
Interest Income	Received by Central Administration	Received by Central Administration used to offset USNH costs	No change from RCM System FY01-FY06
Grants	Received by host unit of grant	No change from Centralized System	No change from Centralized System
Gifts	Received by unit designated in gift	No change from Centralized System	No change from Centralized System
Course fees	Received by unit offering course	No change from Centralized System	No change from Centralized System
Student Fees	Received by unit of activity	No change from Centralized System	No change from Centralized System
Auxiliary and other revenue	Received by unit of activity	No change from Centralized System	No change from Centralized System

### Expenses

Expense Category	Centralized System – Pre FY01	RCM System – FY01 – FY06	RCM System – FY07 and beyond
Salaries and Wages	Funded by unit	No change from Centralized System	No change from RCM System FY01-FY06
Fringe Benefits	Funded by institution	Funded by unit	No change from RCM System FY01-FY06
Travel, Equipment and Supplies	Funded by unit	No change from Centralized System	No change from Centralized System
Facilities Services	Only charged to auxiliary units	Charged to most units based on net square footage occupied. Major auxiliaries pay based on consumption	Same as RCM System FY01-FY06 with the exception that all units share in institutional R&R funding
Institutional Overhead	Only charged to auxiliary units	<ul style="list-style-type: none"> <li>• Academic affairs assessment charged to academic units only.</li> <li>• General assessment charged to all units.</li> <li>• Both assessments allocated to units based on 50% personnel expenses (all funds) and 50% revenues (all funds). Revenues exclude:               <ul style="list-style-type: none"> <li>• Transfers in</li> <li>• University fund allocations</li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>• General assessment charged to all units (academic affairs assessment combined with general assessment)</li> <li>• allocated to units based on 50% personnel expenses (all funds) and 50% revenues (all funds). Personnel expenses exclude:               <ul style="list-style-type: none"> <li>• Graduate stipends</li> </ul>               Revenues exclude:               <ul style="list-style-type: none"> <li>• Transfers in</li> </ul> </li> </ul>

		<ul style="list-style-type: none"> <li>• Revenues for mandatory debt payments</li> <li>• Grant revenues that fund equipment, financial aid, subcontracts and indirect cost expenses</li> <li>• Endowment income</li> </ul>	<ul style="list-style-type: none"> <li>• Financial aid</li> <li>• University fund allocations</li> <li>• Revenues for mandatory debt payments</li> <li>• Grant revenues that fund equipment, financial aid, subcontracts and indirect cost expenses</li> <li>• Endowment income</li> </ul>
Depreciation	Charged to campus	No change from Centralized System	No change from Centralized System