

Budget Town Hall Meeting



FY 2017-18 Operating Budget Proposal

Chancellor Steven Angle & EVC Richard Brown

Budget Process Goals

- Align budget priorities to strategic goals
- Budget understanding – Transparency of process
- Build upon strong prior financial stewardship and fiscal position
- Broaden inclusion with fiscal planning
- Work closely with the University Planning and Resource Advisory Committee to collaboratively make budget decisions

Strategy & Issues Going Forward

- THEC Focus Universities (LGI) – TN CCTA
- Out-of-state tuition benchmarking
- 15 & 4 tuition modeling
- Tuition and HEPI rate
- Expansion of regional tuition discount to F/S
- Specialized fees including in total tuition increase
- BAG recommendations
- Compensation planning – equity vs. market

Strategic Plan Goals

- **Goal 1:** Transform lives through meaningful learning experiences.
- **Goal 2:** Inspire, nurture and empower scholarship, creativity, discovery, innovation and entrepreneurial initiatives.
- **Goal 3:** Ensure stewardship of resources through strategic alignment and investments.
- **Goal 4:** Embrace diversity and inclusion as a path to excellence and societal change.

Budget Timeline

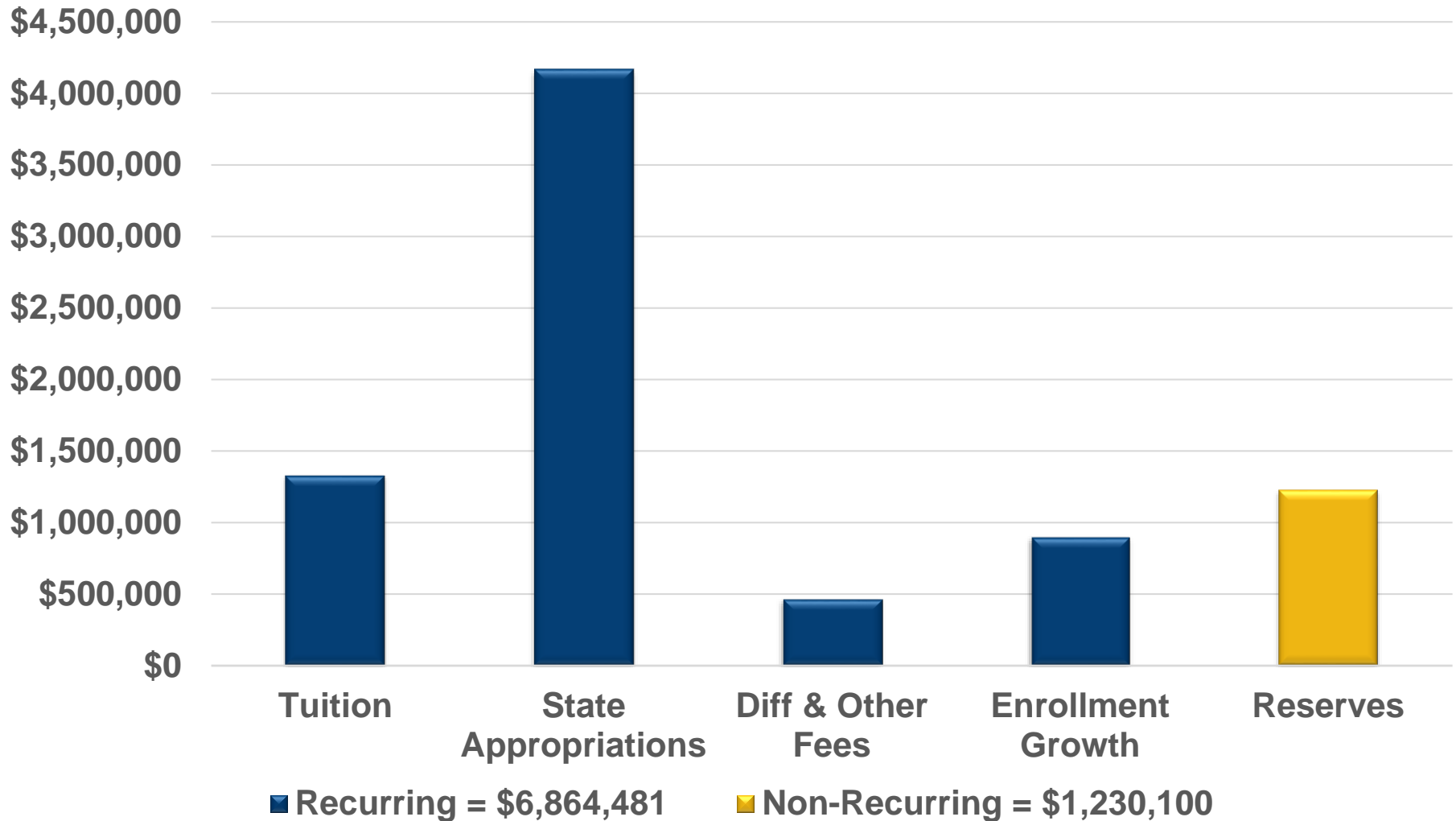
August – December 2016	UPRAC reviewed process; Departments and divisions prepared budget requests
January – March 2017	UPRAC and Executive Leadership Team determine investment priorities
March 2017	Chancellor and Executive Leadership Team approved proposed budget
April 2017	Chancellor hosts town hall meeting to present budget; System to Campus visit

FY 18 E&G Proposed New Revenue

Source	Description	Revenue
Tuition	1.8% Increase	\$1,331,222
Differential Tuition	1.8% Increase & Expansion of PT/OT	361,530
State Appropriations	CCTA Outcome Productivity Growth	1,249,900
State Appropriations	CCTA Outcome Productivity Growth - Salary	1,644,300
State Appropriations	CCTA Outcome Productivity Rebalancing	700,700
State Appropriations	Group Health Insurance Increase	573,900
Fees	Lab Fee Increases & Expansions	102,929
Enrollment Growth	Fall 2016/2017 FTE Increase	900,000
Reserves	Non-Recurring Investments	1,230,100
	Total	\$8,094,581

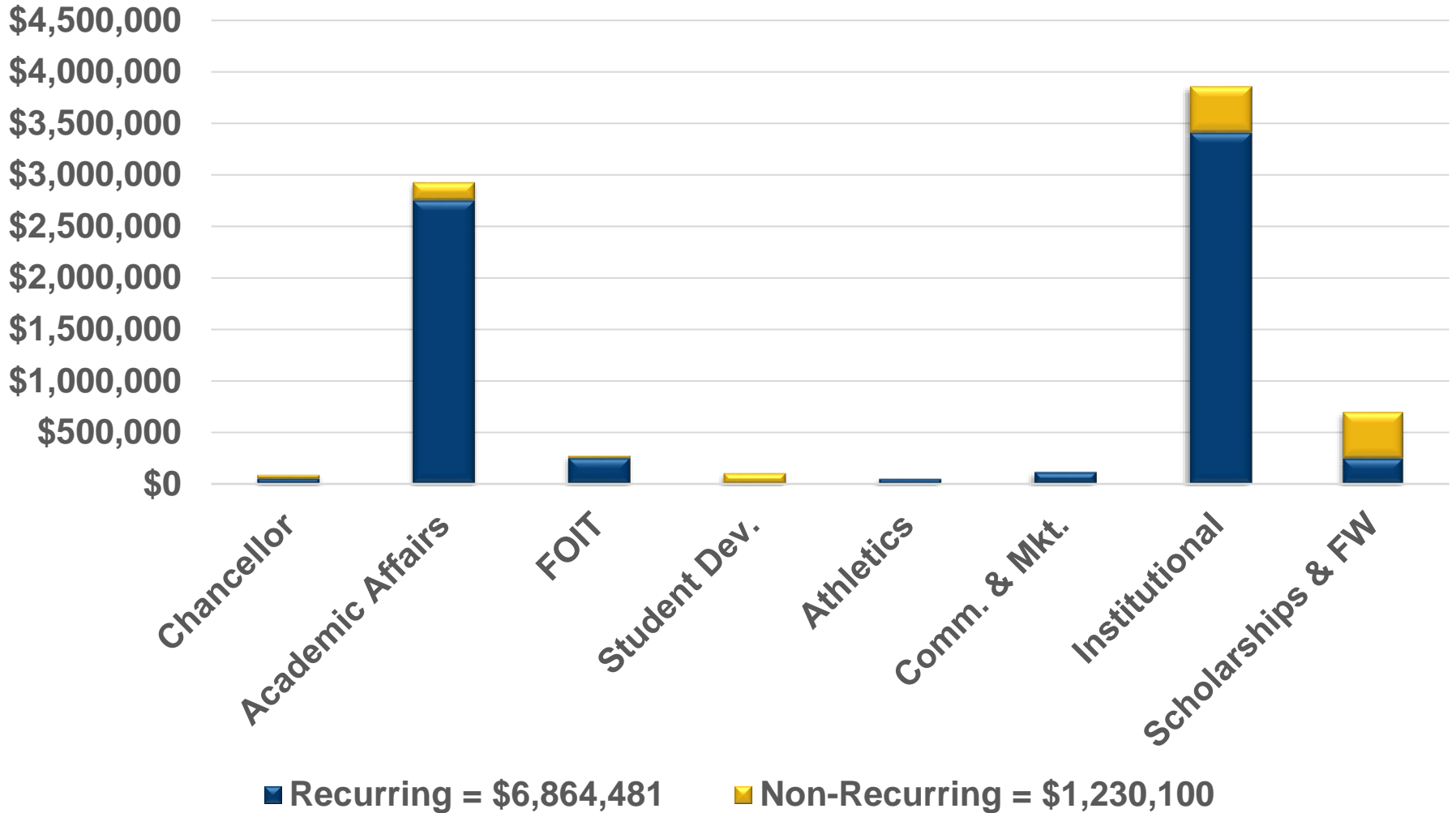
Total division requests in excess of \$12 million.

FY 18 E&G Proposed New Revenue



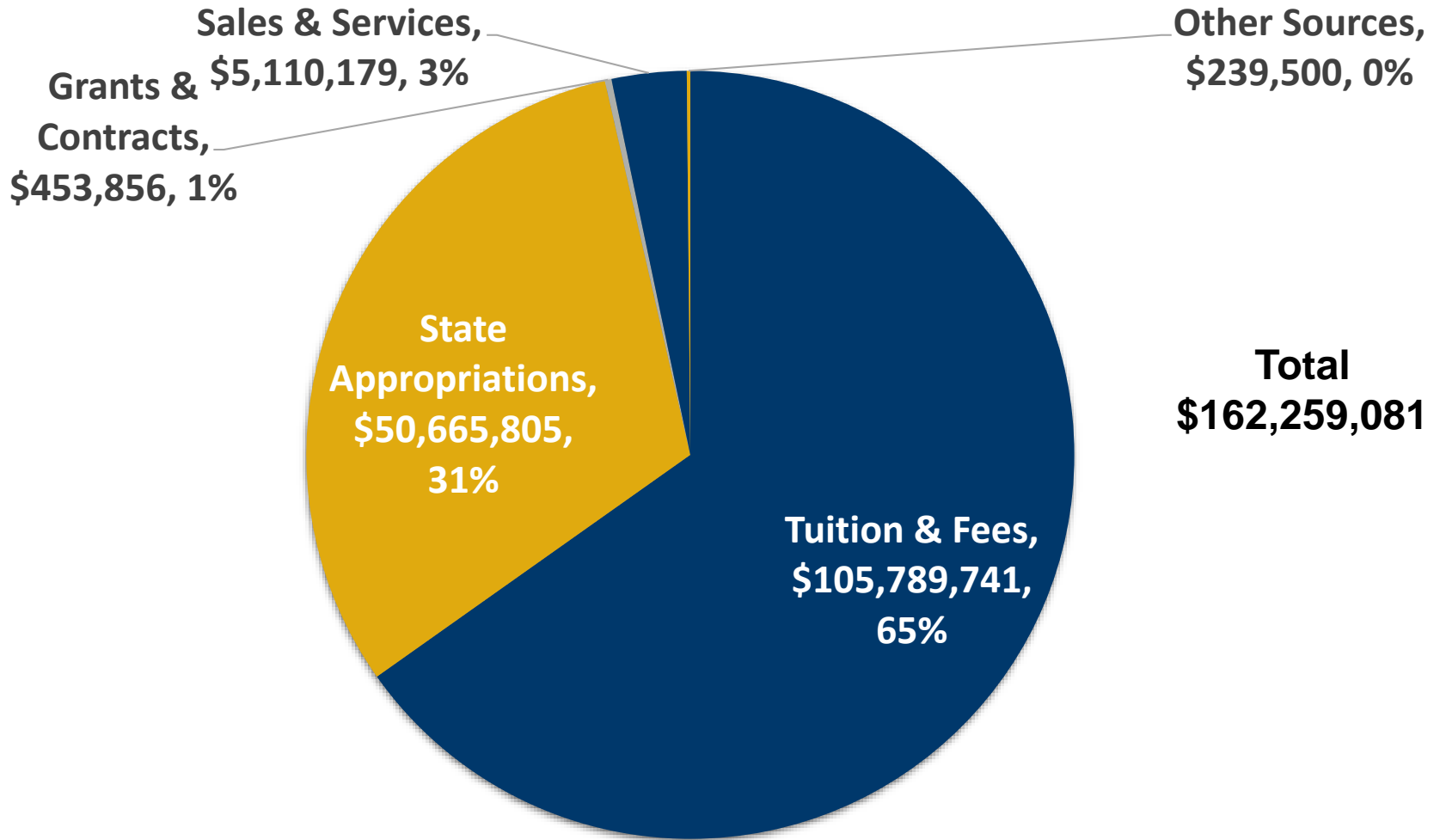
1% maintenance fee increase yields \$739,567.

FY 18 E&G Proposed New Expenses

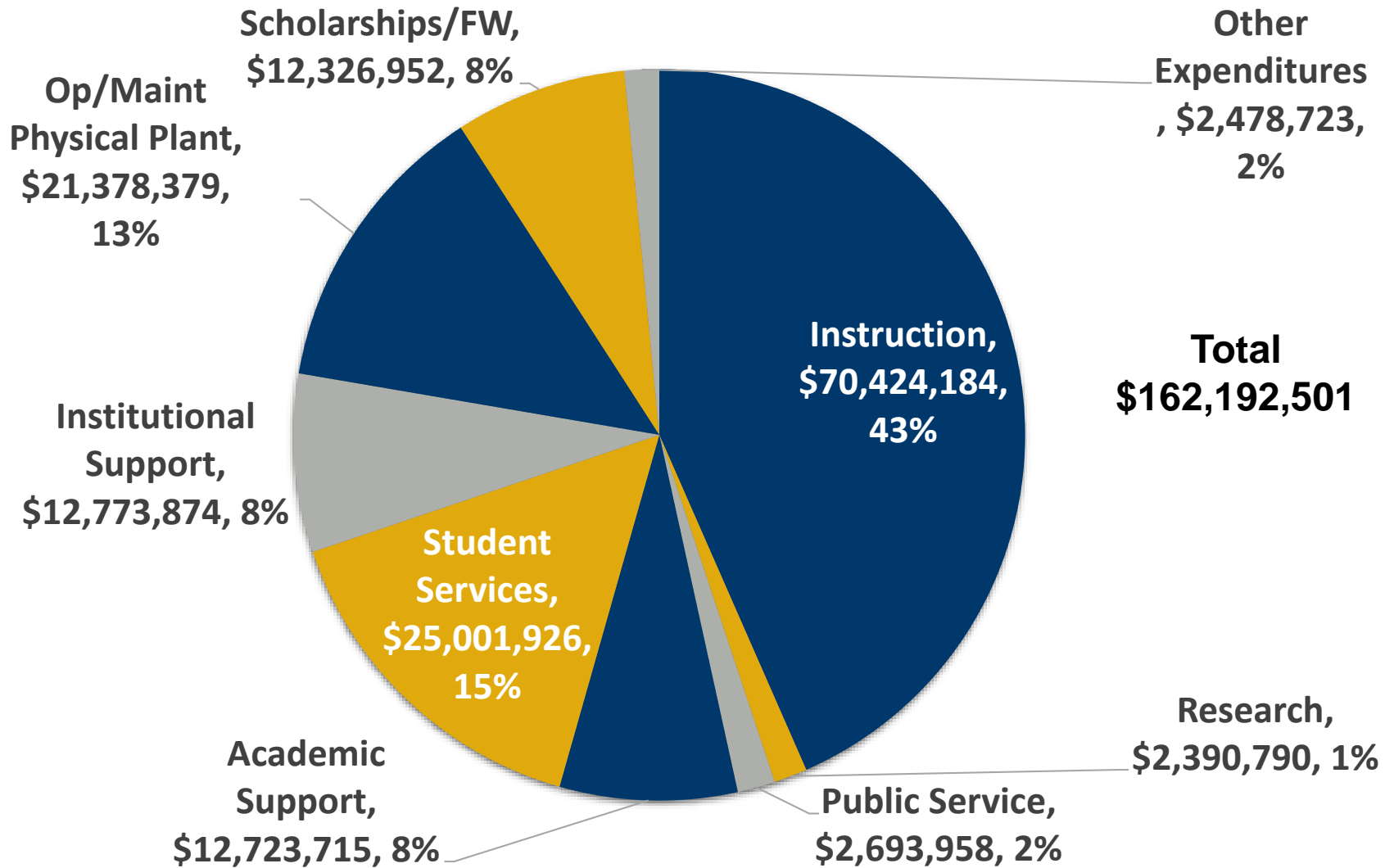


Institutional includes all centrally funded compensation pools.

FY 18 E&G Proposed Budget - Revenue



FY 18 E&G Proposed Budget - Expense



FY 2018 Proposed Budget - Chancellor

New Budget Allocations

- Recurring \$49,000
- Non-Recurring \$35,100
- **Total \$84,100**

Highlights

- Community Partnerships Graduate Assistant
- Community Partnerships Operating
- Title IX Everfi Training
- Title IX Operating

FY 2018 Proposed Budget – Academic Affairs

New Budget Allocations

- Recurring \$2,752,068
- Non-Recurring \$175,000
- **Total \$2,927,068**

Highlights

- 10 Faculty Positions in Education, Wellness, Nursing, Engineering, and the Library
- Staffing and Operating Support for Arts and Sciences, Enrollment Services, International Education, the Library, and Graduate School
- Enhanced Support for Continuing Education
- Faculty Promotions & UCF Rollovers Salary Pool

FY 2018 Proposed Budget – Athletics

New Budget Allocations

- Recurring \$46,000
- Non-Recurring \$0
- **Total \$46,000**

Highlights

- New Compliance Position

FY 2018 Proposed Budget – Comm. & Marketing

New Budget Allocations

- | | |
|-----------------|------------------|
| • Recurring | \$112,642 |
| • Non-Recurring | \$0 |
| • Total | \$112,642 |

Highlights

- Graphic Designer Position
- Operating for an Undergraduate Marketing/Advertising Campaign

FY 2018 Proposed Budget – FOIT

New Budget Allocations

- | | |
|-----------------|------------------|
| • Recurring | \$250,000 |
| • Non-Recurring | \$20,000 |
| • Total | \$270,000 |

Highlights

- Assistant Director of Arena Operations Position
- Police Department Equipment, Maintenance, and Operating
- Public Safety Non-Sworn Security Personnel Positions
- Custodial and M&O Operating

FY 2018 Proposed Budget – Stud. Development

New Budget Allocations

- | | |
|-----------------|------------------|
| • Recurring | \$0 |
| • Non-Recurring | \$100,000 |
| • Total | \$100,000 |

Highlights

- UC Operating for Building Improvements

FY 2018 Proposed Budget – Institutional

New Budget Allocations

- Recurring: \$4,146,831
- Non-Recurring: \$450,000
- **Total** **\$4,596,831**

Highlights

- 3% Compensation Pool; Staff Equity & Promotions Compensation Pool
- Classroom Furniture Replacement Funds
- Technology Refresh – Infrastructure Renewal
- Utilities for Additional Square Footage
- CSOB Energy Conservation Measures
- System Charge and UT Research Foundation Charge

FY 2018 Proposed Budget – Scholarships & FW

New Budget Allocations

- | | |
|-----------------|------------------|
| • Recurring | \$245,207 |
| • Non-Recurring | \$450,000 |
| • Total | \$695,207 |

Highlights

- Federal Work Study Match Adjustment
- GOLD Scholarship – Non-Recurring Funds for Phase-out
- Institutional Scholarships and Grant-In-Aid Adjustment for Tuition Increase

FY 2018 Proposed Presidential Approved Fees

Fee	Annual Rate		Annual Increase		Annual Revenue Generated
	Current	Proposed	Amount	Percent	
Lab Fee Adjustments					\$102,925
Total					\$102,925

- Lab Fee Adjustments Include:
 - Education – Extension to new courses
 - Art – Increase from \$25 to \$75 per course to fund increased cost of supplies

FY 2018 Proposed Chancellor Approved Fees

Fee	Annual Rate		Annual Increase		Annual Revenue Generated
	Current	Proposed	Amount	Percent	
Parking Student Decals				1.8%	\$22,404
Parking F/S & Other Decal Types				1.8%	\$3,841
Meal Plans				4%	\$46,230
Total					\$72,745

FY 17 Tennessee Universities Tuition & Fees

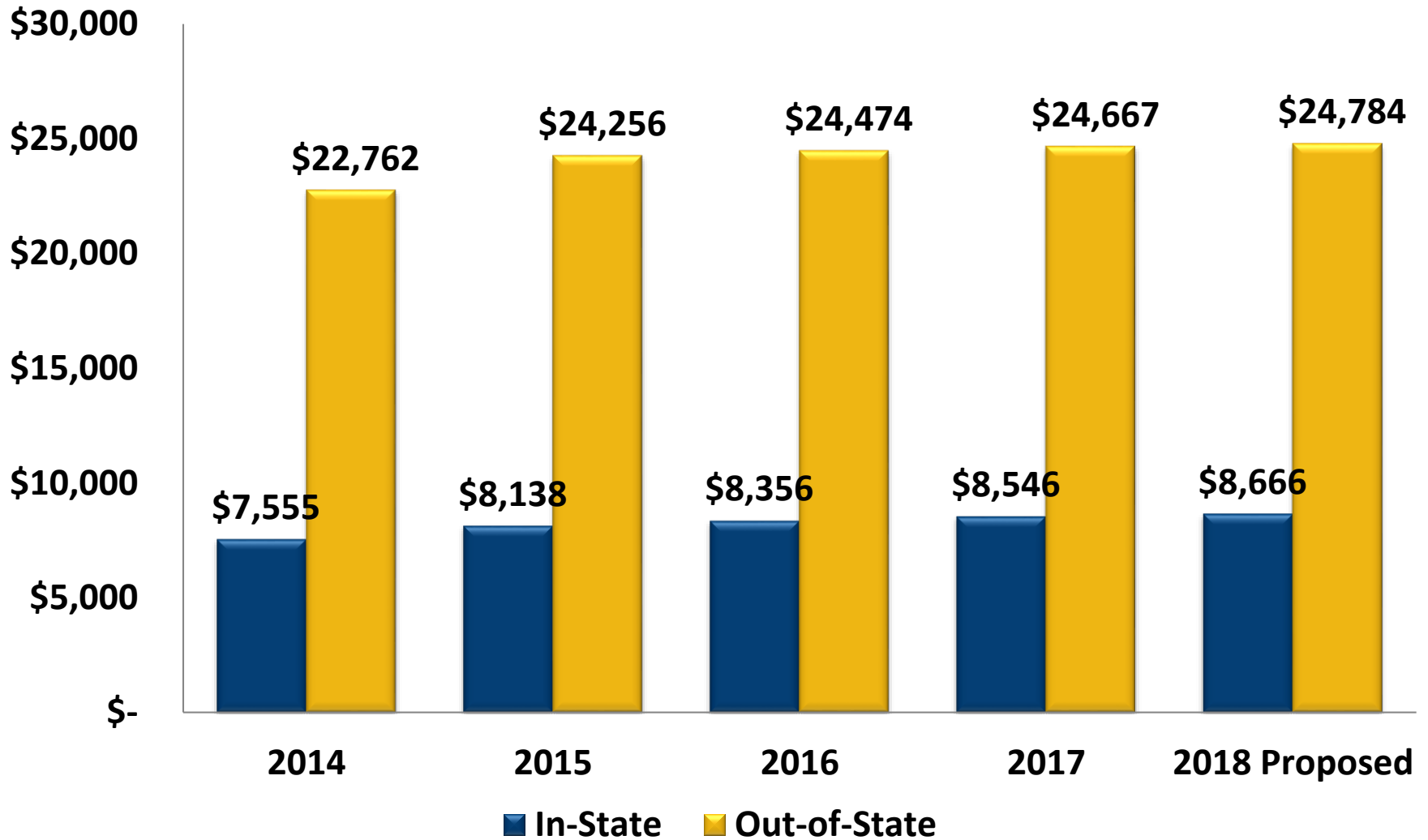
University	Total Mandatory Fees	Undergraduate Maintenance Fees	Total Undergraduate Resident
Tennessee State	\$1,040	\$6,528	\$7,568
East Tennessee (SR)	\$1,379	\$7,002	\$8,381
UT Martin (greater than 60 hrs)*	\$1,408	\$7,070	\$8,478
UT Chattanooga*	\$1,776	\$6,768	\$8,544
Tennessee Tech	\$1,171	\$7,380	\$8,551
Middle Tennessee	\$1,680	\$6,930	\$8,610
East Tennessee (FR, SOPH, JR)	\$1,669	\$7,002	\$8,671
UT Martin (less than 60 hrs)	\$1,408	\$7,680	\$9,088
Austin Peay	\$1,472	\$7,995	\$9,467
University of Memphis	\$1,637	\$7,860	\$9,497
UT Knoxville (adm before FY 14)*	\$1,810	\$9,228	\$11,038
UT Knoxville (adm FY 14)	\$1,810	\$10,668	\$12,478
UT Knoxville (adm FY 15)	\$1,810	\$10,914	\$12,724

* Denotes institutions with cap at 12 credit hours; All others at 15 credit hours.

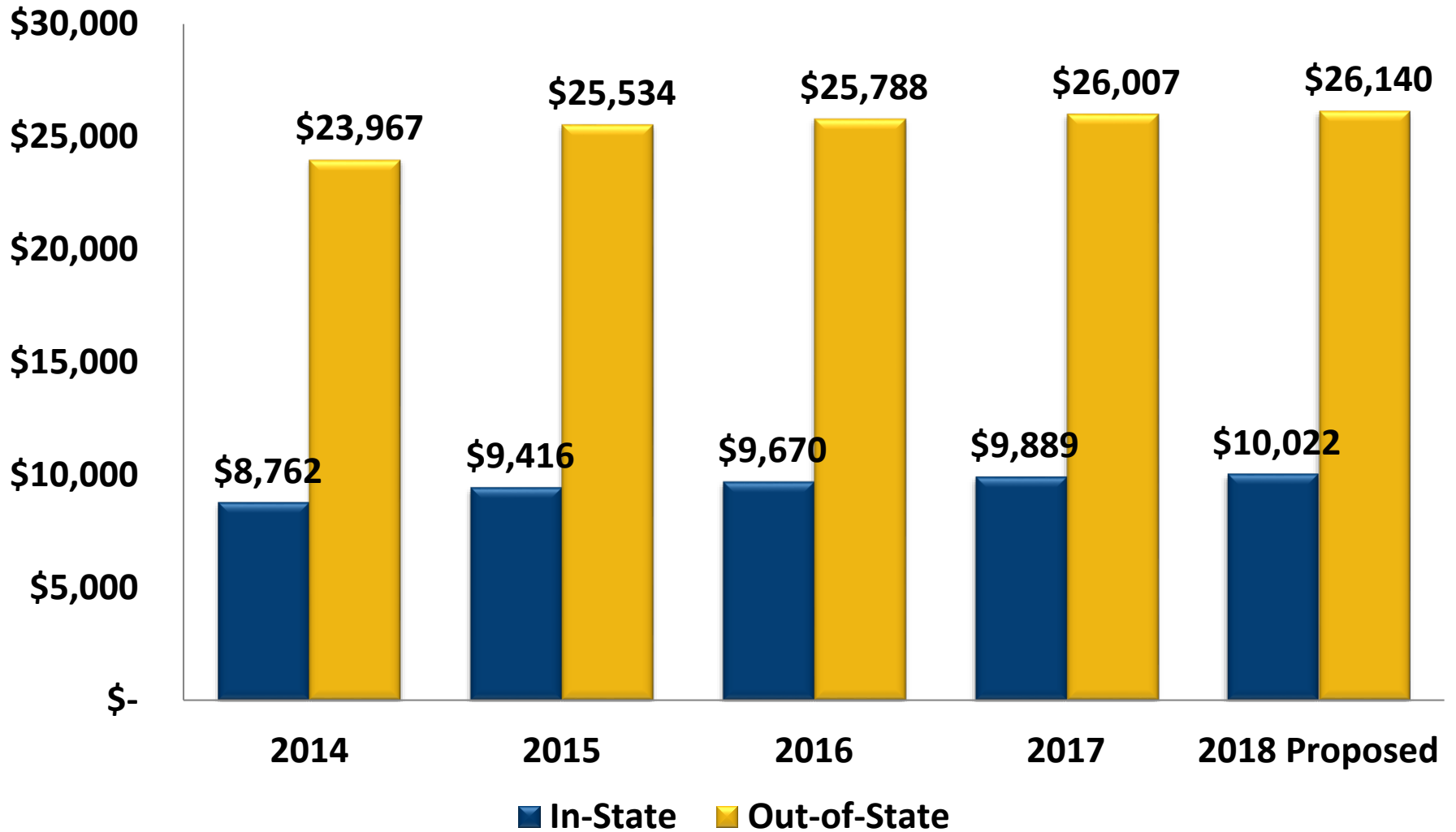
Mandatory Fees

Fee	FY 17 Current	FY 18 Proposed
Student Activity	\$240	\$240
Debt Service	\$300	\$300
Health Services	\$120	\$120
Athletics	\$480	\$480
Green	\$20	\$20
Technology	\$250	\$250
Library	\$50	\$50
Transportation	\$96	\$96
Facilities	\$200	\$200
International	\$20	\$20
Total	\$1,776	\$1,776

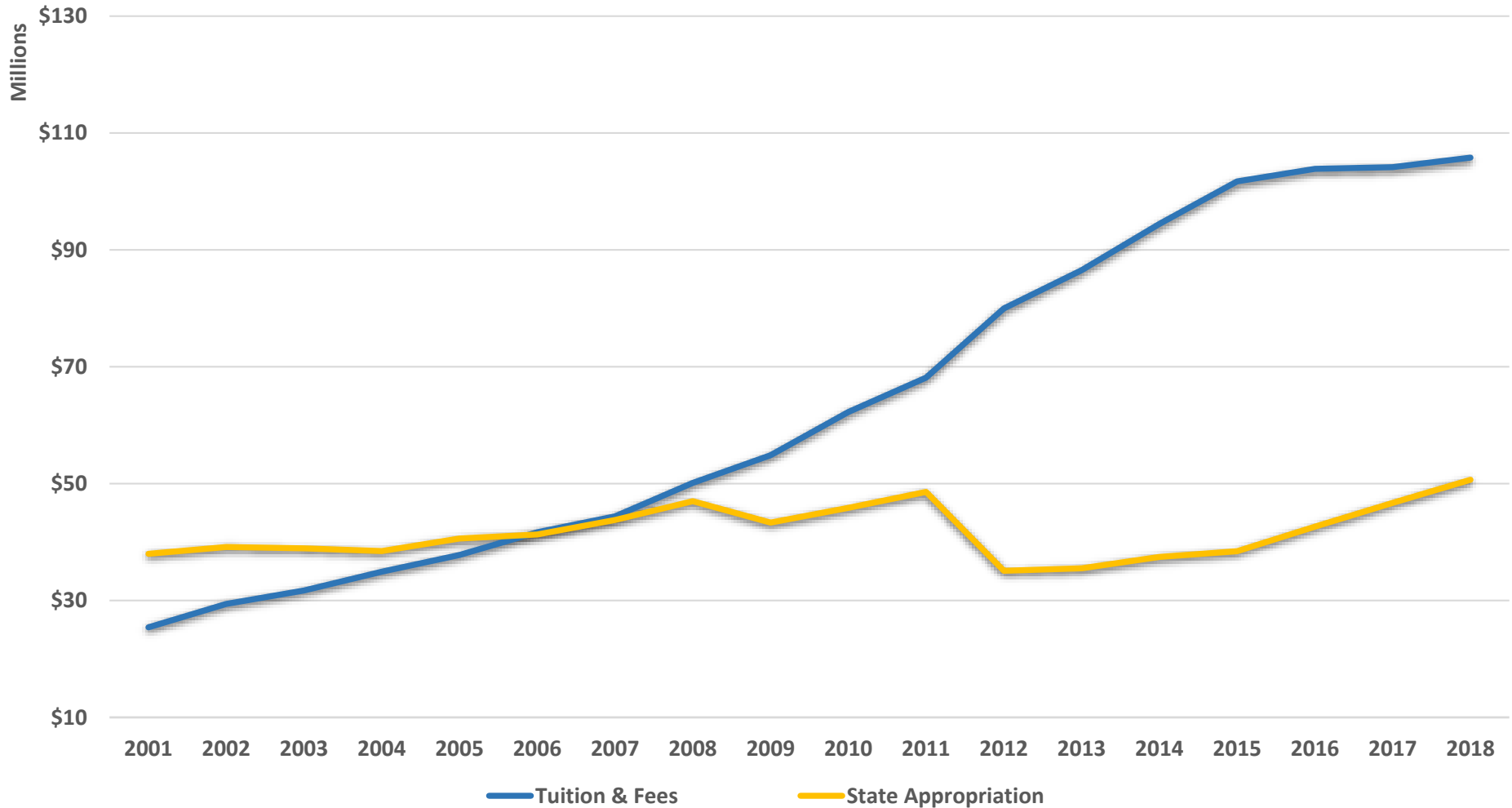
FY 14-18 Undergraduate Tuition & Fees



FY 14-18 Graduate Tuition & Fees

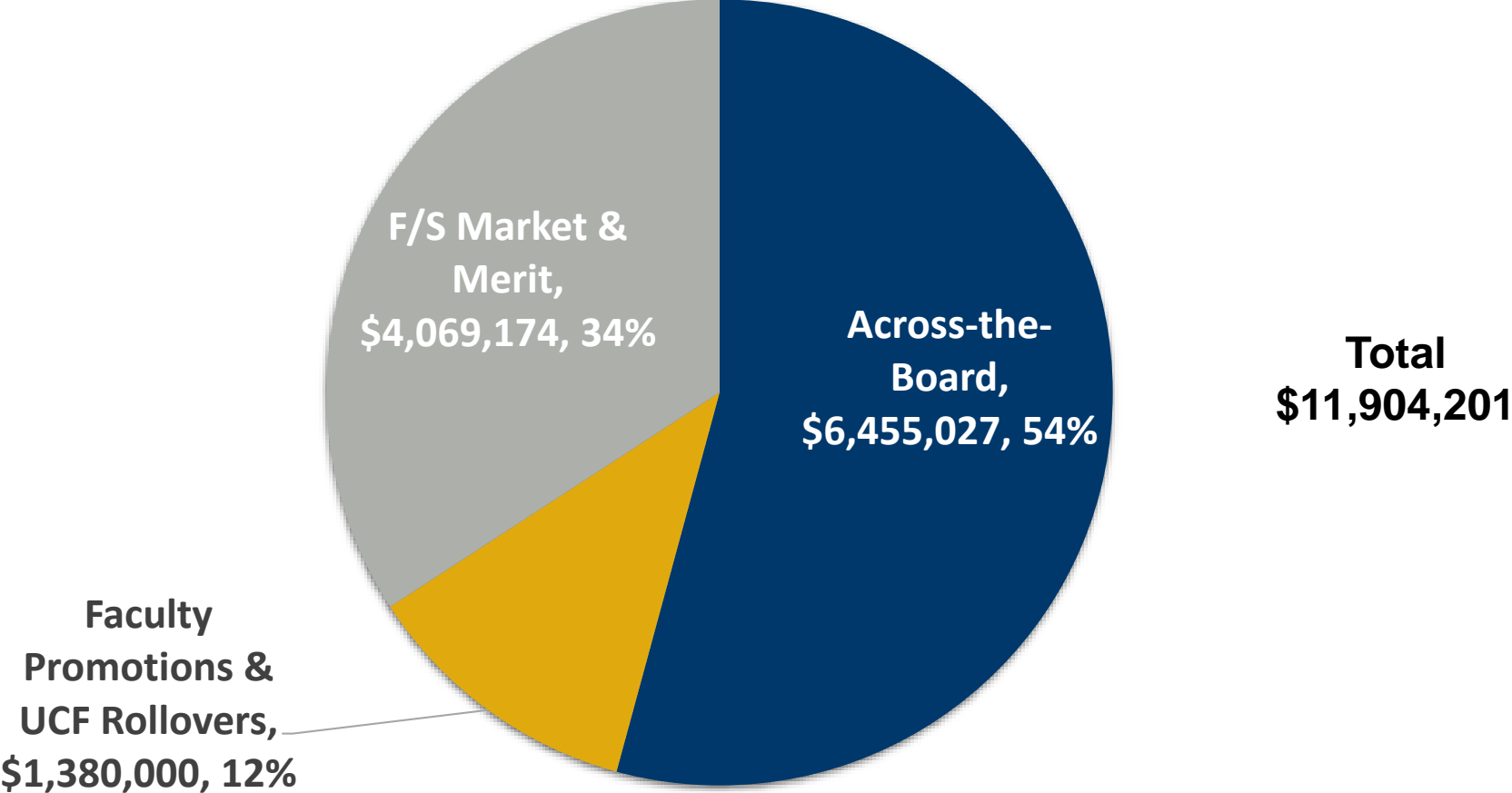


FY 01-18 Tuition vs. Appropriation



Tuition and appropriation for FY 2017 is revised and for FY 2018 is proposed.

FY 13-18 Institutional Compensation Investment



Graph includes FY 18 proposed compensation plans.

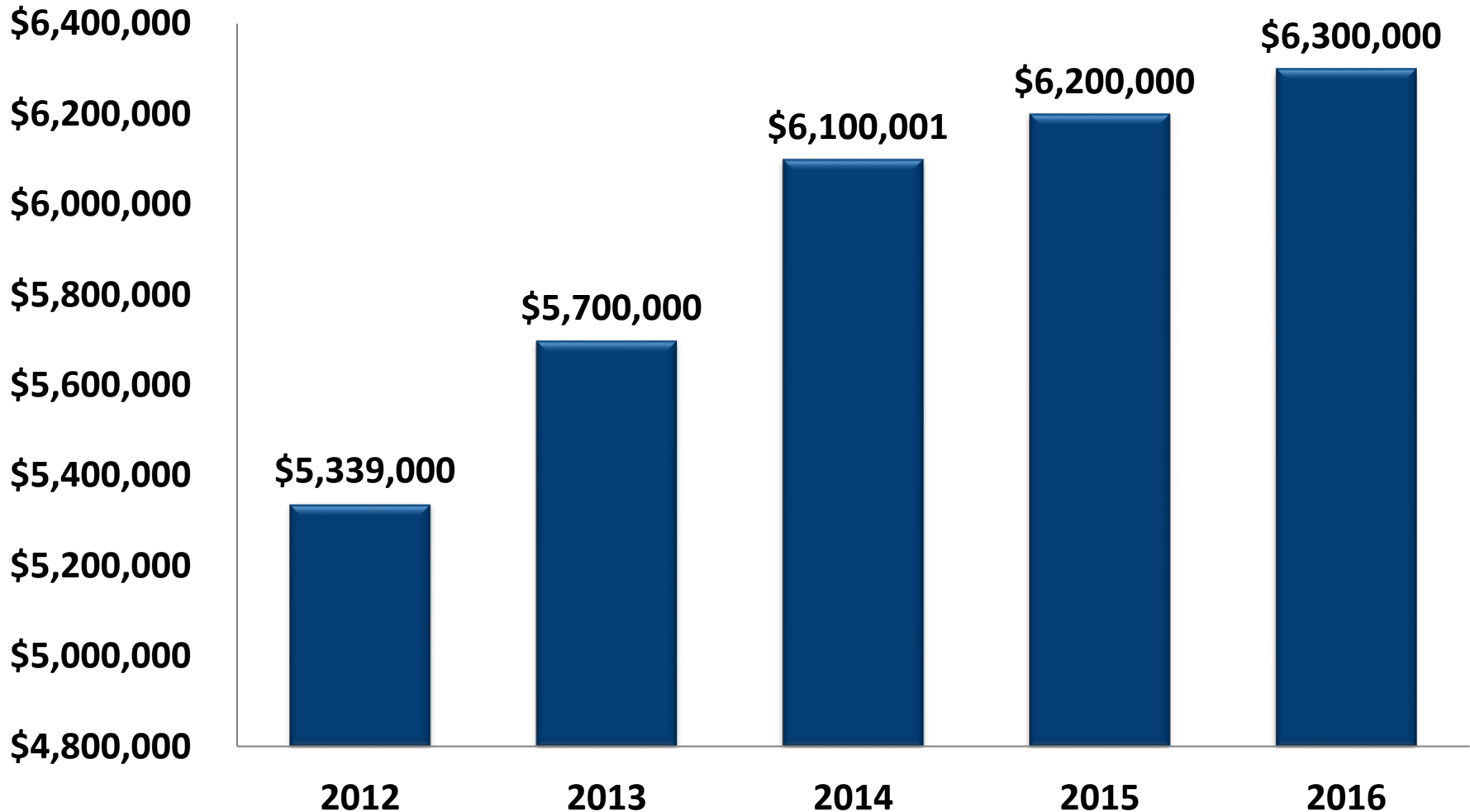
Fall 2016 BAG Update

Category	Action/Strategy	Status	Sources of New/ Reallocated Funds	Uses of New/ Reallocated Funds
Reallocations	Institution-wide Budget Rebalancing (4.75% Target)	Complete	\$2,948,339	
Reallocations	Tennessee Promise Enrollment Impact	Complete		\$918,623
Reallocations	UC Foundation Academic Affairs Program Realignments	Complete		\$237,854
Reallocations	Voluntary Retirement Incentive Program Restricted Account Payments	Complete		\$47,160
Reallocations	Voluntary Retirement Incentive Program	Complete	\$6,523,175	\$6,523,175

Fall 2016 BAG Update

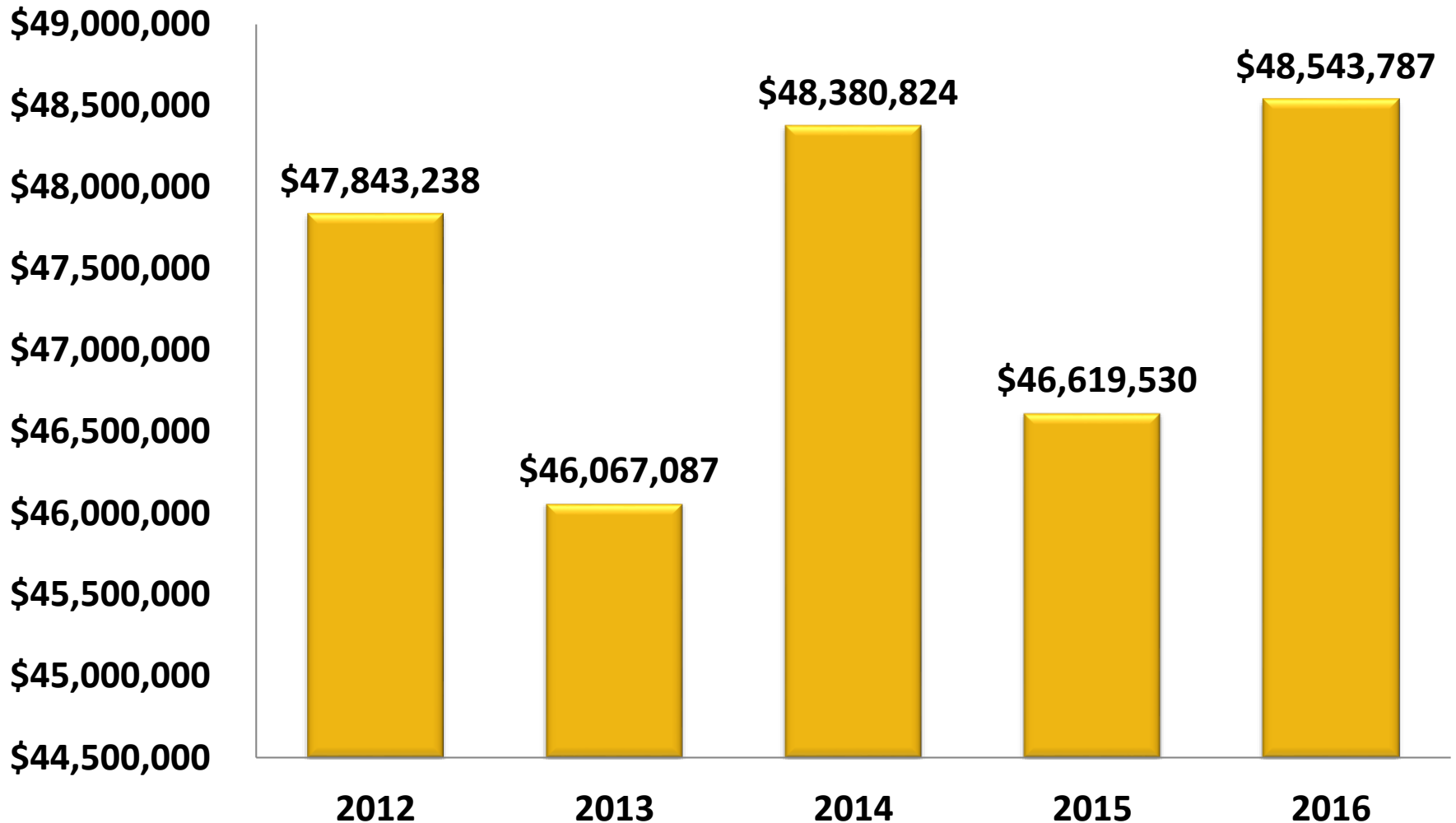
Category	Action/Strategy	Status	Sources of New/ Reallocated Funds	Uses of New/ Reallocated Funds
Reallocations	Compensation Gap - State Appropriation & Realignment Fund Investment Only	Complete		\$2,189,600
Program Realignment	Executive MBA Program Discontinuation	Underway	\$312,477	
Allocations	Appropriations	Complete	\$4,161,824	\$3,422,224
Allocations	Appropriations	Complete	\$4,095,000	\$3,845,000
Tuition	New Differential Fees - OT & PT Programs	Complete	\$161,280	\$161,280
Reallocations	Pedestrian Mall Phase II Capital Improvements	Underway		\$125,250
	TOTALS		\$18,202,095	\$17,470,166

FY 12-16 E&G Fund Balance



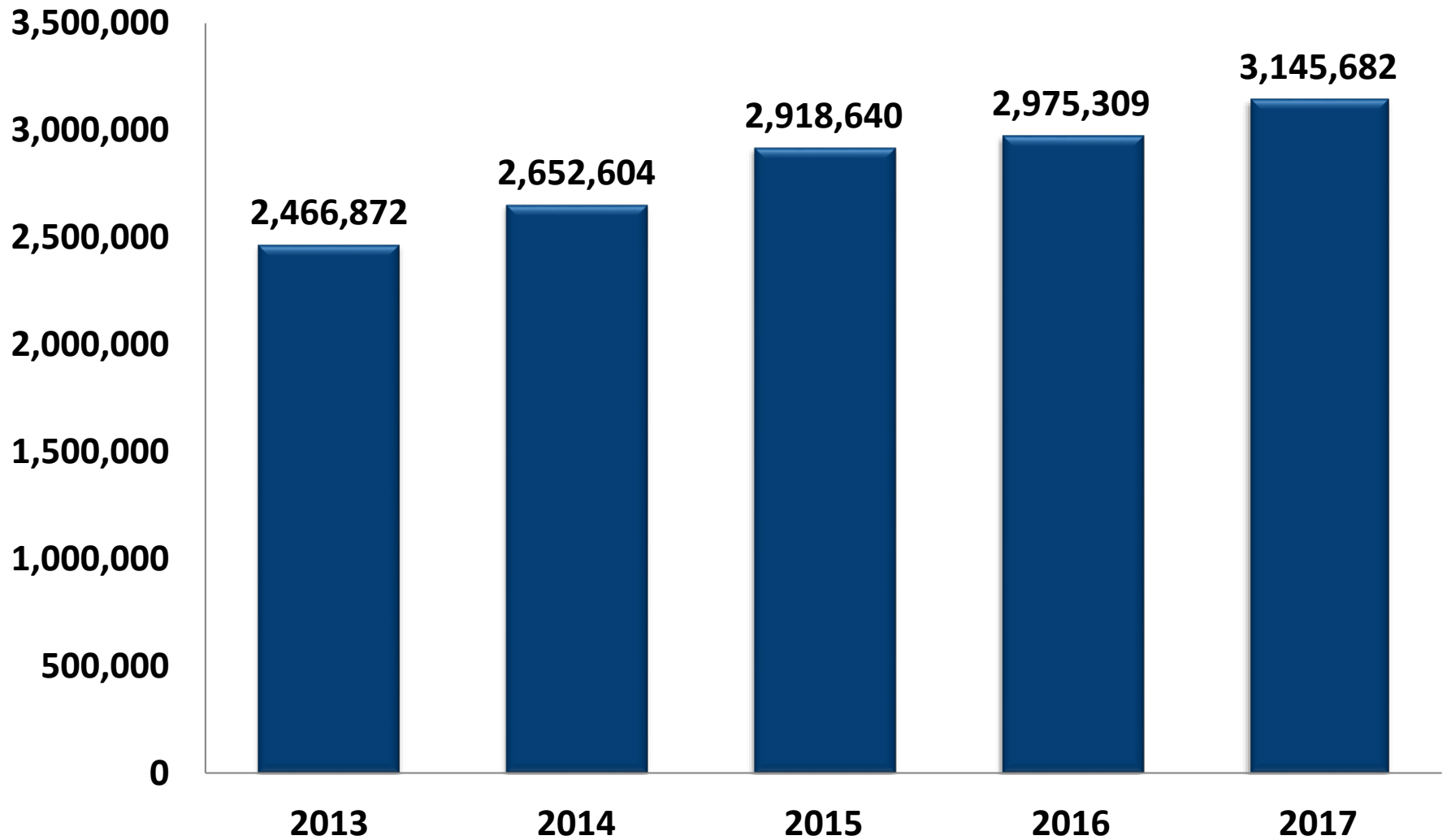
THEC fund balance minimum requirement is 2%; UTC FY 2016 balance is 4.38%.

FY 12-16 Notes & Bonds Payable

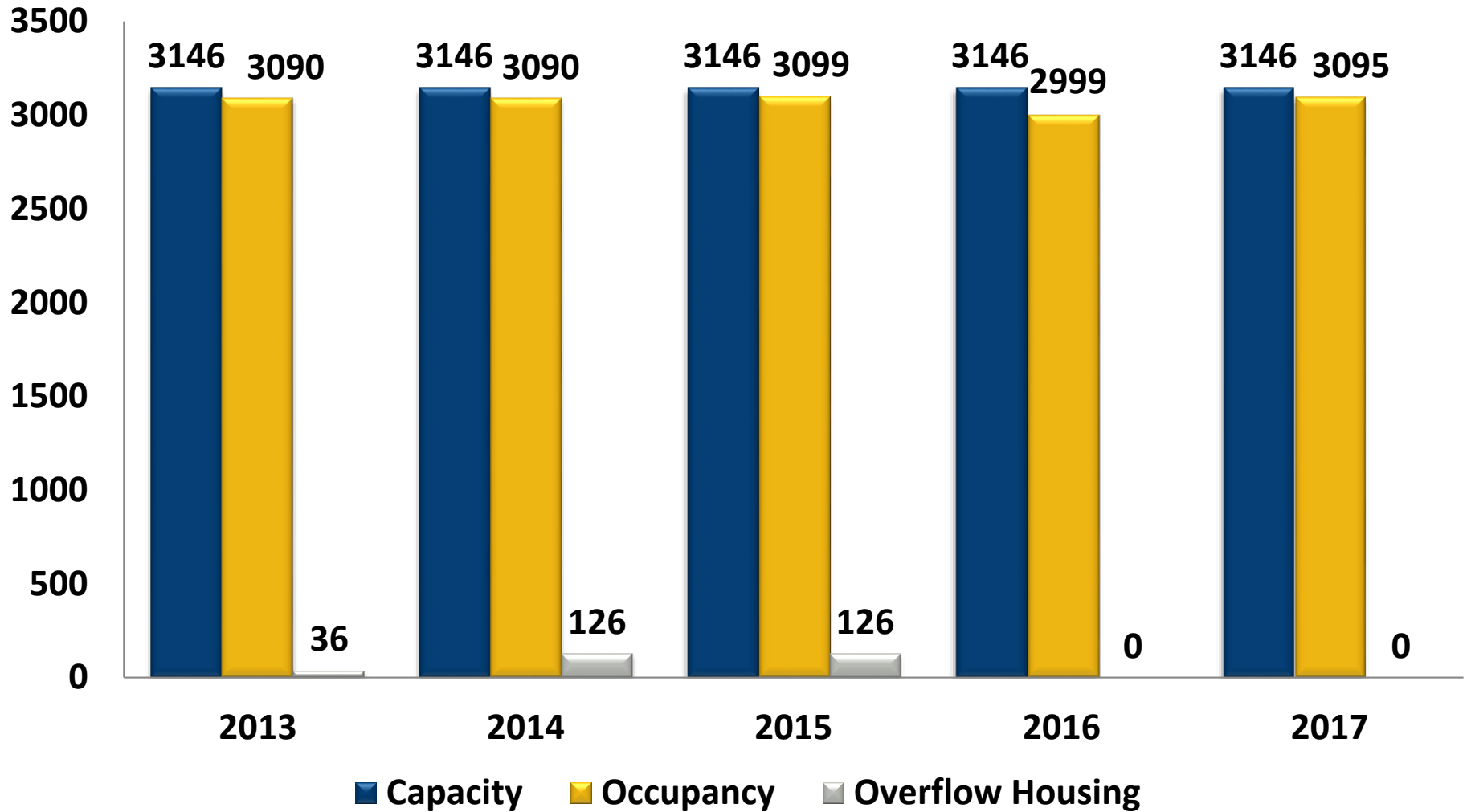


The West Campus Housing & Parking Garage project will add an estimated \$77 MM in FY 2018.

FY 13-17 Physical Plant Square Footage



FY 13-17 Residence Hall Occupancy Rates



UC Foundation Investment