

THE UNIVERSITY OF MICHIGAN-FLINT
Regents Communication

Approved by the Regents

June 19, 2008

SUBJECT: Proposed Flint FY 2008-2009 General Fund Operating Budget

ACTION REQUESTED: Approval of 2008-2009 General Fund Budget

BACKGROUND:

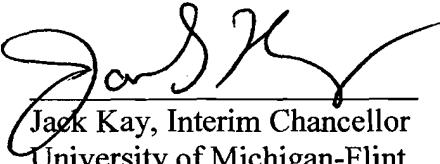
The proposed 2008-09 General Fund budget for UM-Flint (attached) assumes a 2.0% increase in State funding. The proposed budget assumes a 5.9% increase in combined tuition and fees for resident undergraduate students (4.9% for graduate students) over the rates approved by the Regents for 2007-08.

This budget proposal assumes:

- 2% undergraduate enrollment increase, 4% graduate enrollment increase;
- 4% merit salary program; and,
- 7.9% increase in institutional financial aid, 2.0% above the combined tuition and fee increase.

We request approval of the proposed 2008-09 General Fund budget.

Recommended by:



Jack Kay, Interim Chancellor
University of Michigan-Flint

June 2008
Attachment

University of Michigan - Flint
Proposed General Fund Expenditure Budget
Fiscal Year 2008 - 09

	Budget for FY 2007 - 08	\$ Change	Budget for FY 2008 - 09
Revenues:			
State Appropriation	21,151,300	656,200	21,807,500
Student Tuition & Fees	47,125,000	6,331,000	53,456,000
Indirect Cost Recovery	130,000	(80,000)	50,000
Income from Investments	230,000		230,000
Department Activities	270,000		270,000
Total Incremental Revenues	68,906,300	6,907,200	75,813,500

Projected Expenditures (By Area)	Original Budget for FY 2007 - 08	Base Trans. Between Unit Groups	Adjusted Budget for FY 2007 - 08 (1)	Salary & Benefits (2)	Student Support (3)	Fixed Costs (4)	Academic Program Development (5)	Miscellaneous (6)	Budget for FY 2008 - 09
College of Arts & Sciences	17,095,582	(63,400)	17,032,182	591,559		216,489		20,000	17,860,230
School of Management	4,722,148	(16,000)	4,706,148	143,356		59,818			4,909,322
School of Health Profession & Studies	4,563,995	(8,000)	4,555,995	160,739		57,909			4,774,644
Associate Provost & Graduate Programs	4,871,636	76,208	4,947,844	105,187	51,000	62,890			5,166,922
School of Education & Human Services	3,095,593	(8,000)	3,087,593	130,192		39,245			3,257,020
Other Instructional Programs	712,736		712,736	9,571					722,307
Subtotal - Academic Units	35,061,680	(19,192)	35,042,488	1,140,604	51,000	436,352		20,000	36,690,444
Chancellor	2,480,377	17,104	2,497,481	104,367		31,745		5,000	2,638,593
Provost/Academic Affairs	3,395,643	(90,465)	3,305,178	112,567		51,958		196,000	3,665,703
Student Services & Enrollment Management	3,047,795	-	3,047,795	94,124	149,000	38,739		91,250	3,420,908
Student Aid	3,790,189	53,865	3,844,054	299,713					4,143,767
Administration	9,262,303	(63,312)	9,198,991	195,000	8,000	116,925		144,300	9,663,216
Institutional Advancement	1,359,581		1,359,581	44,064		17,251			1,420,926
Subtotal - Executive Officers	23,335,888	(82,806)	23,253,080	524,122	456,713	256,648		431,550	24,953,113
Utilities	4,450,000		4,450,000			270,000			4,720,000
Central Support	470,000		470,000			60,000			530,000
Debt Service	1,214,500		1,214,500			12,000			1,226,500
General Administrative Services	3,714,832	102,000	3,816,832			(7,224)	(7)	925,435	(8) 4,735,043
General Administrative Reserve	659,400		659,400						659,400
Revenue from Special Programs							2,299,000		2,299,000
Subtotal - Other	10,508,732	102,000	10,610,732			334,776	2,299,000	956,435	14,169,943
Total Expenditures	69,906,300	-	69,906,300	1,664,726	507,713	1,027,776	2,299,000	1,407,985	75,813,500

- (1) FY 2007-08 Budget has been adjusted to reflect base budget transfers between areas.
- (2) The increase for Salary & Benefits represents mandatory salary increases for union employees, a 4% merit program, faculty promotions, fringe benefit increases, and a 4% salary increase for LEO faculty.
- (3) The increase for Student Support represents approx. \$282K in student aid (an increase of 2% over UG tuition rate increase), \$8K in support of the Recreation Center, \$51K to support computing needs, and \$149K for Student Activity Fee.
- (4) The Fixed Cost increase has been segregated due to the fact that their fluctuations are beyond our control. These increases include items such as utilities, business operations recharge, insurance, system maintenance contracts, debt retirement, and benefits.
- (5) Represents the funding due to departments based on special revenue agreements for certain academic programs (MA Ed Tech, MA Special Ed, MA Social Sciences, MS CIS, SC4, Anesthesia, MPA EAC, MPA Recertification, etc.)
- (6) The Miscellaneous column consists of funds needed for:
 - \$20K to CAS to fund the Speech/Debate team
 - \$196K to the Provost for Admissions Office
 - \$144.3K to the VC for Administration (\$3K for Staff Council, \$90K for Staff training and additional manpower, \$38.5K for Emergency Preparedness)
 - \$91K to VC for SSEM (\$75K for mental health counselor, \$16K for catalog costs)
 - \$5K lease vehicle for Chancellor's Office
- (7) The Fixed Cost increase in General Administrative Services consists of:
 - Increase in BOR, insurance recharge and credit card acceptance fees
 - Fixed price contracts for Facilities
 - System contracts
 - Site Licenses
 - Fringe Benefit Reserve
 - MTA Shuttle Service
 - Decrease in ICR funds

(8) The Miscellaneous increase in General Administrative Services consists of:

Utility increase due to campus housing	110,000
Veteran's Day Committee	600
Deferred maintenance	100,000
Emergency Preparedness - A2 system recharge	30,000
Reserve to be allocated to departments according to new budget model	684,835
	<u>925,435</u>