

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

Approved by the Regents

June 19, 2008

ACTION ITEM

SUBJECT: Proposed Dearborn Campus FY 2008-09 General Fund
Operating Budget

ACTION REQUESTED: Approval of 2008-09 General Fund Budget

BACKGROUND:

The proposed 2008-09 General Fund Budget reflects a 2.0% increase in the appropriation from the State of Michigan. The recommended tuition and fee increase for undergraduate students is 6.5% and graduate students is 5.0%. Further details on tuition and fee increases are included in the companion Action Item.

Our proposed budget includes a 4% salary program and funding for significant increases in financial aid (17.3%). It provides resources for new faculty lines needed to assure continued accreditation of our School of Management and increases instructional budgets to more fully recognize the costs of spring/summer course offering. The budget completes phasing in support for the Fairlane Center that will be needed when the Ford lease expires.

Additional details of the 2008-09 budget are outlined in the attached tables.

We recommend the Regents approve the proposed 2008-09 General Fund Budget.

Recommended by:



Daniel Little, Chancellor
University of Michigan-Dearborn

June 2008
Attachments

**General Fund Expenditure Budget
Fiscal Year 2008-2009**

Area	Budget for FY 2007-08	Salary Prog./ Benefits	Student Support	Academic Programs	Miscellaneous	Budget for FY 2008-09
Arts, Sciences & Letters	16,944,947	670,304	-	178,700	70,000	17,863,951
Education	3,107,461	129,830	-	-	355,000	3,592,291
Engineering	9,872,268	379,035	-	-	-	10,251,303
Management	6,945,723	277,261	-	354,800	-	7,577,784
Other Instructional Units	363,820	11,715	-	-	-	375,535
Academic Units	37,234,219	1,468,145	-	533,500	425,000	39,660,864
Chancellor's Area	1,884,706	13,083	-	-	(160,000)	1,737,789
Academic Affairs	7,517,497	179,976	-	600,000	276,000	8,573,473
Business Affairs	15,824,954	199,694	-	-	712,000	16,736,648
Institutional Advancement	2,021,195	51,156	-	-	50,000	2,122,351
Enrollment Mgt & Student Life	4,400,038	157,442	-	-	86,200	4,643,680
Government Relations	247,864	9,209	-	-	-	257,073
Senior Officers	31,896,254	610,560	-	600,000	964,200	34,071,014
Utilities	3,285,920	-	-	-	47,000	3,332,920
Infrastructure Maintenance	51,400	-	-	-	66,800	118,200
Fringe Benefits	14,789,136	461,795	-	130,800	312,200	15,693,931
Student Aid	4,363,654	-	755,300	-	-	5,118,954
Debt Service	2,759,612	-	-	-	(200,000)	2,559,612
Student Fee Allocation	727,405	-	-	-	-	727,405
Other	25,977,127	461,795	755,300	130,800	226,000	27,551,022
Total Expenditures	95,107,600	2,540,500	755,300	1,264,300	1,615,200	101,282,900

**General Fund Revenue Budget
Fiscal Year 2008-2009**

	Budget for FY 2007-2008	%	Budget Changes	Budget for FY 2008-2009	%
	of Total			of Total	
State Appropriations	25,017,600	26.3%	783,300	25,800,900	25.5%
Student Tuition & Fees	66,319,100	69.7%	5,062,000	71,381,100	70.5%
Indirect Cost Recovery	650,000	0.7%	180,000	830,000	0.8%
Income from Investments	237,000	0.2%	125,000	362,000	0.4%
Departmental Activities	2,883,900	3.0%	25,000	2,908,900	2.9%
Total Revenue	95,107,600	100.0%	6,175,300	101,282,900	100.0%