




University of Connecticut  
*Office of the Executive Vice President  
for Administration and Chief Financial Officer*

August 7, 2013

TO: Members of the Board of Trustees

FROM: Richard D. Gray   
Executive Vice President for Administration and Chief Financial Officer

Lysa Teal   
Associate Vice President of Finance and Budget

RE: Revised Spending Plan for Fiscal Year 2014 for the University of Connecticut,  
Storrs, and Regional Campuses

RECOMMENDATION:

That the Board of Trustees approve the Revised Spending Plan for Fiscal Year 2014 of \$1,126.7 million for the University of Connecticut, Storrs and Regional Campuses.

BACKGROUND:

Subsequent to the approval of the FY 2014 Spending Plan on June 26, 2013, changes in the financial environment have taken place which necessitates revisions to the Spending Plan for FY 2014. The State Comptroller's Office has issued the official State fringe benefit rates which reflect significant increases over the FY 2013 rates. Since the State appropriation does not support all University employees and their fringe benefit costs, the University must cover the net increase of \$9.6 million in expenditures. In addition, expenditure for Salaries & Wages and Fringe Benefits have been increased by \$2.5 million to ensure that the course demands of a larger freshman class are supported. The Fiscal Year 2014 Revised Spending Plan includes \$1,095.8 million of revenue, including state support of \$306.6 million, to cover \$1,126.7 million in expenses and transfers, yielding a net loss of \$30.9 million. It is expected that \$30.9 million of prior years' accumulation of funds will be used to balance the FY 2014 budget.

*An Equal Opportunity Employer*

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# University of Connecticut

## Storrs & Regional Campuses

Current Funds - Fiscal Years 2011-2014 (in millions)

	<i>Actual</i>	<i>Actual</i>	<i>Forecast</i>	<i>Approved</i> <i>Budget</i>	<i>Revised</i> <i>Budget</i>		
	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2014</u>	<u>Change</u>	<u>%</u>
<b>Revenues:</b>							
Operating Fund							
State Support	\$329.0	\$282.4	\$285.1	\$304.8	\$306.6	\$1.8	0.6%
Tuition	246.1	259.9	270.3	288.6	288.6		
Fees	92.3	97.0	103.2	107.6	107.6		
Auxiliary Enterprise Revenue	176.4	185.0	186.2	195.9	195.9		
All Other Revenues	<u>117.1</u>	<u>110.3</u>	<u>106.9</u>	<u>106.6</u>	<u>106.6</u>		
Total Operating Fund	\$960.9	\$934.5	\$951.7	\$1,003.5	\$1,005.3	1.8	0.2%
Research Fund	<u>97.3</u>	<u>97.8</u>	<u>93.0</u>	<u>90.5</u>	<u>90.5</u>		
<b>Total Revenues</b>	<b>\$1,058.2</b>	<b>\$1,032.4</b>	<b>\$1,044.7</b>	<b>\$1,094.0</b>	<b>\$1,095.8</b>	1.8	0.2%
<b>Expenditures:</b>							
Operating Fund							
Salaries & Wages	\$413.0	\$414.2	\$428.5	\$461.0	\$462.8	\$1.8	0.4%
Fringe Benefits	148.3	151.0	166.1	191.4	203.0	11.6	6.1%
Other Expenses	196.9	188.7	196.2	200.6	200.6		
Equipment	17.4	15.5	18.9	19.0	19.0		
Student Financial Aid	118.4	121.1	125.6	130.8	130.8		
Debt Service/Transfers	<u>49.1</u>	<u>40.6</u>	<u>17.8</u>	<u>19.0</u>	<u>19.0</u>		
Total Operating Fund	\$943.1	\$931.1	\$953.1	\$1,021.8	\$1,035.2	13.4	1.3%
Research Fund Expenditures	<u>98.4</u>	<u>97.4</u>	<u>94.4</u>	<u>91.0</u>	<u>91.5</u>	<u>0.5</u>	0.5%
<b>Total Expenditures</b>	<b>\$1,041.5</b>	<b>\$1,028.5</b>	<b>\$1,047.5</b>	<b>\$1,112.8</b>	<b>\$1,126.7</b>	13.9	1.2%
Use of Reserves			<u>2.8</u>	<u>18.8</u>	<u>30.9</u>	\$12.1	64.4%
<b>Gain (Loss)</b>	<b><u>\$16.7</u></b>	<b><u>\$3.9</u></b>	<b><u>\$0.0</u></b>	<b><u>\$0.0</u></b>	<b><u>(\$0.0)</u></b>		
Transfer from Reserves to State General Fund	(15.0)						
<b>Net Gain (Loss)</b>	<b><u>\$1.7</u></b>						