



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

ATTACHMENT 12

September 23, 2008

TO: Members of the Board of Trustees

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

BAD  
Bruce A. DeTora  
Chief Financial Officer

RE: Revised Spending Plan for Fiscal Year 2009 for the  
University of Connecticut, Storrs & Regional Campuses

RECOMMENDATION:

That the Board of Trustees approve the Revised Spending Plan for Fiscal Year 2009 of \$938.3 million for the University of Connecticut, Storrs and Regional Campuses.

BACKGROUND:

Subsequent to the approval of the FY 2009 Spending Plan on June 24, 2008, changes in the financial environment have taken place, which necessitate revisions to the Spending Plan for FY 2009. On June 24, 2008, the Governor issued a directive which reduced the FY 2009 State appropriation allotment by \$6.74 million or 3%; associated fringe benefit support was also reduced by \$2.7 million for a total of \$9.4 million. Given this rescission and the reduction in collective bargaining support from the State's Reserve for Salary Adjustment account, the President requested plans to accommodate a 3.5% reduction of the permanent University-supported budget for every University unit; only energy, financial aid and collective bargaining pools were exempt. The reduction plans have been reviewed to ensure that the University's highest priorities (broadly stated: health, safety and course coverage) are protected.

The updated Fiscal Year 2009 Spending Plan reflects the State rescission, the reduction to the Reserve for Salary Adjustment account and the implementation of the savings plans for units. The plan includes \$939.3 million of revenue, including State funding of \$239.2 (excluding fringe benefits), to cover \$938.3 million in expenses, yielding a \$1.0 million net gain. The Spending Plan has also been updated with final State fringe benefit rates. In addition, due to the freshman enrollment increase, revenues have been adjusted as well as expenditures to allow for additional financial aid and course coverage/extra sections. This net gain includes a \$1.0 million reserve repayment for the November 2001 drawdown of \$11.5 million for the Towers Dining Center and Student Union.

Please see the attached schedule for detailed information.

*An Equal Opportunity Employer*

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University of Connecticut (Storrs & Regional Campuses)  
 Revised Current Funds Budget (9/23/08)  
 FY 2009

	TOTAL	E & G	AUXILIARY	UNRESTRICTED	RESTRICTED
<b>Revenues</b>					
<b>Operating Fund</b>					
State Support					
State Appropriation/Allotment	\$ 239,155,605	\$ 239,155,605	\$	\$ 239,155,605	\$
Fringe Benefits	89,742,687	89,742,687	_____	89,742,687	_____
Total State Support	<u>328,898,292</u>	<u>328,898,292</u>	_____	<u>328,898,292</u>	_____
Student Tuition & Fees-Gross	331,039,327	299,381,740	31,657,587	331,039,327	_____
Tuition Waiver Discounts	(44,270,231)	(44,270,231)	_____	(44,270,231)	_____
Net Student Tuition & Fees	286,769,096	255,111,509	31,657,587	286,769,096	_____
Grants & Contracts	48,093,156	47,533,277	559,879	2,150,000	45,943,156
Private Gifts & Grants	28,000,000	15,786,000	12,214,000	17,200,000	10,800,000
Investment Income	5,382,645	5,382,645	_____	4,688,300	694,345
Sales/Services of Educational Depts	16,883,666	16,883,666	_____	16,883,666	_____
Sales/Services Auxiliary Enterprises	140,391,547	_____	140,391,547	140,391,547	_____
Other Revenue	11,246,095	11,246,095	_____	11,246,095	_____
<b>Total Operating Fund</b>	<b>\$ 865,664,497</b>	<b>\$ 680,841,484</b>	<b>\$ 184,823,013</b>	<b>\$ 808,226,996</b>	<b>\$ 57,437,501</b>
<b>Research Fund</b>					
Research Grants and Contracts	73,686,597	73,686,597	_____	16,493,750	57,192,847
<b>Total Revenues</b>	<b>\$ 939,351,094</b>	<b>\$ 754,528,081</b>	<b>\$ 184,823,013</b>	<b>\$ 824,720,746</b>	<b>\$ 114,630,348</b>
<b>Expenditures/Transfers</b>					
<b>Education and General (E&amp;G):</b>					
Instruction	\$ 284,019,989	\$ 284,019,989	_____	\$ 278,553,706	\$ 5,466,284
Research	64,100,221	64,100,221	_____	5,779,123	58,321,098
Public Service	35,729,706	35,729,706	_____	22,538,578	13,191,128
Academic Support	68,931,244	68,931,244	_____	67,037,821	1,893,423
Library	23,778,600	23,778,600	_____	23,694,402	84,198
Student Services	36,650,373	36,650,373	_____	35,252,647	1,397,726
Institutional Support	75,723,879	75,723,879	_____	75,706,505	17,374
Physical Plant	69,349,470	69,349,470	_____	69,349,470	_____
Student Aid	82,022,417	82,022,417	_____	47,763,300	34,259,117
<b>Sub-Total Education and General</b>	<b>740,305,900</b>	<b>740,305,900</b>	_____	<b>625,675,552</b>	<b>114,630,348</b>
<b>E &amp; G Transfers / Debt Retirement</b>	<b>13,212,181</b>	<b>13,212,181</b>	_____	<b>13,212,181</b>	_____
<b>Total Education and General</b>	<b>\$ 753,518,081</b>	<b>\$ 753,518,081</b>	_____	<b>\$ 638,887,733</b>	<b>\$ 114,630,348</b>
<b>Auxiliary Enterprises</b>					
Expenditures	157,762,158	_____	157,762,158	157,762,158	_____
Mandatory Transfers for Debt Retirement	12,969,873	_____	12,969,873	12,969,873	_____
<b>Auxiliary Expend. / Mandatory Trans</b>	<b>\$ 170,732,031</b>	<b>\$</b>	<b>\$ 170,732,031</b>	<b>\$ 170,732,031</b>	<b>\$</b>
Non-Mandatory Transfers	14,090,982	_____	14,090,982	14,090,982	_____
<b>Total Auxiliary Enterprises</b>	<b>\$ 184,823,013</b>	<b>\$</b>	<b>\$ 184,823,013</b>	<b>\$ 184,823,013</b>	<b>\$</b>
<b>Total Expenditures/Transfers</b>	<b>\$ 938,341,094</b>	<b>\$ 753,518,081</b>	<b>\$ 184,823,013</b>	<b>\$ 823,710,746</b>	<b>\$ 114,630,348</b>
<b>Net Gain (Loss) *</b>	<b>\$ 1,010,000</b>	<b>\$ 1,010,000</b>	<b>\$ 0</b>	<b>\$ 1,010,000</b>	<b>\$ 0</b>

\* The net gain includes a \$1.0 million reserve repayment for the November 2001 drawdown of \$11.5 million for the Towers Dining Center and Student Union.