


UConn HEALTH

December 13, 2017

TO: Members of the Board of Trustees

FROM: Andrew Agwunobi 
Chief Executive Officer UConn Health

RE: Revised Spending Plan for Fiscal Year 2018 for UConn Health

RECOMMENDATION:

That the Board of Trustees approve a Revised Spending Plan for Fiscal Year 2018 of \$1,089.5 million for UConn Health. This new Spending Plan reflects the cuts in State support and UConn Health's remedies to maintain a balanced budget.

BACKGROUND:

On Wednesday, June 28, the Board of Trustees approved the FY18 Spending Plan for UConn Health. The FY18 Spending Plan included the best estimates of anticipated revenue and expenditures based on the information available at that time. Now that the State's biennial budget has been passed, the SEBAC agreement has been approved and the final FY18 fringe rates have been set by the State Comptroller, the administration is returning to the Board with an updated balanced budget that accounts for all related changes since that time. The attached document outlines the cuts and provides a brief description of variances from the June Spending Plans.

The biennial budget approved by the State legislature and signed into law by the Governor reduces State support to UConn Health by nearly \$36 million over the FY17 appropriated amounts. Additional cuts of \$8 million have been given to UConn Health through lapses in the current fiscal year.

UConn Health has carefully and effectively managed to balance the budget in FY18 based on the current assumptions. UConn Health will continue to focus on protecting academic excellence, delivering strong student support, providing excellent patient care, and supporting the research mission of the University.