



Board of Trustees Budget Discussion

May 12, 2011

Legislative Outcomes

- UF Self-Insurance (Health Insurance)
- Summer School Exemption
- Shands Sovereign Immunity
- Spring/summer enrollment pilot with Bright Futures
- Study appropriate scores for AP Credits

Legislative Outcomes (continued)

- Retention of existing retirement programs
- No guns on campus
- Bright Futures eligibility
- Regulation of sports agents and interior designers
- Prostate Cancer Awareness
- Unclaimed property disposition

Appropriations

- Research and Academic Center at Lake Nona: \$6 million
- Institute for the Commercialization of Public Research: \$10 million
- Shands Cancer Hospital: \$5 million
- Shands Teaching Hospital: \$8 million
- St. Augustine: \$400,000

Appropriations (continued)

- HSC programs saved from cuts
 - Spinal Cord Research: \$1 million (with UM)
 - Brain Tumor Registry: \$500,000
 - Dental Clinic: \$715,000
 - Archer Family Medicine Clinic: \$98,500
- Bright Futures cut 20%

Medicaid Reform

- 12% rate cut to hospitals
- Retained Medically Needy and Aged and Disabled Programs
- PSNs for faculty practice for 2 years

Budget Summary

- Gross Reduction \$26.3 million
- Financial Aid reduction \$9.0 million
- Employees' retirement reduction \$15.0 million
- Stimulus to be replaced with recurring \$4.4 million
- Jumpstart \$8 million
- Tuition Increase: \$26 million
(15% undergrad, 10% grad/professional)
- **Net Reduction: \$33 million**

Principles (for Planning)

- Maintain Academic Programs
- Address fiscal year 2011-12 reductions with non-recurring funds
- Develop a 3 year strategic plan
- No programmatic layoffs

Assumptions for next 3 years

- Reductions (Net)
 - 2011-2012 \$33 million
 - Flat or reduced budget
 - 2012-2013
 - 2013-2014
- Tuition (undergrad) – 15% increase annually
(grad/professional subject to market)
- Fund retirement restoration of 3%
- Must identify short-term funding to accomplish strategic long-term reductions
- No programmatic layoffs
- Student Financial Aid Funding - \$9 million need

Transitional Funding (FY 2011-12)

- Carry Forward recall
- UAA
- State non-recurring
- Central Funds
- T.B.D.

Recurring Funding (Immediate)

- Research overhead
- Auxiliary overhead
- Leave payment reduction
- Tuition Increase at 15%
- Require employees to use leave for 4 personal leave days
- R.C.M. Budget Review Council

Strategic Alternatives

- Distance Learning – expedite
- Expedite Shared Services (Accounting, H.R., clerical and IT)
- Increase out-of-state students
- Implement Paid Time Off – 7 weeks to 5 weeks
- Increase faculty productivity in selected areas
- Better utilization of UF vendor contracts (commodities)

Strategic Alternatives (continued)

- Reduction of college budget effective 7/1/12 – 1% to 2%
- Reduction of all administrative units effective 7/1/12 – 2% to 4%
- Postpone Harn Asian wing opening
- Eliminate low-enrolled Programs
- Suspend current year SPP & promotion