Budget Council Members

- John Bland  Director of Public Relations
- Susan Brooks  Associate Vice Chancellor for Finance
- Kathy Buckingham  Business Officer, Development
- Ramah Carle  Associate Provost for Academic Budget and Personnel
- Chris Ervin  Assistant Vice Chancellor for Business Affairs
- Frank Fleming  Budget Director, Student Affairs
- Alan Freitag  President-Elect, Faculty Council
- Margo Gross  President, Staff Organization, and Research & Federal Relations
- Beth Hardin  Vice Chancellor for Business Affairs
- Sonya Hardin  President, Faculty Council
- Sherrie High  University Budget Director, Business Affairs
- Edward Hopper  Professor, Faculty Council
- Joseph Lemons  President, Student Government
- Krista Newkirk  Senior Associate General Counsel, Legal Affairs
- Jacob Pierce  Vice President, Student Government
- Jay Raja  Senior Associate Provost, Academic Affairs
- Sandy Schultz  Administrative Support Specialist, Business Services
- Steve Selby  Director, Office of Sponsored Programs
- Gayle Sims  Director of Corporate and Foundation Relations, Development and Alumni Affairs
- Ken Smith  Assistant Budget Director, Business Affairs
- Darin Spease  Senior Associate Athletic Director
- Gary Stinnett  Associate Vice Chancellor for Human Resources
- Hong Vu  Position Control Manager, Budget Office, Business Affairs
- Cleo Widmaier  Business Manager, University Relations and Community Affairs
The Impact of April Payments & Refunds on Revenues

This year, unlike in FY 2001-02, the most significant declines have occurred in Sales Tax collections. This partially explains why collections compared to targets thru February are worse this year by comparison.
University Revenues
FY 2008

- Appropriation: $175m (41%)
- Tuition and Fees: $111m (26%)
- Auxiliaries Sales & Services: $41m (10%)
- Grants: $44m (10%)
- Investment Income: $7m (2%)
- Additions to Endowments & Gifts: $8m (2%)
- Capital: $36m (8%)
- Other: $3m (1%)

TOTAL $425m
Budget Freeze On April 9

- Directive issued by Charles Perusse, Director of Office of State Budget and Management (OSBM)
- Applies only to General Fund appropriations
- State will provide cash for only five types of expenses:
  - Payroll*
  - Utilities*
  - Student financial aid refunds*
  - Debt service
  - Support for people in the care of the State

*UNC Charlotte receives cash for only these expenses
Cash To Pay Any Other Expense Is “Exceptional”

• Must be specifically requested and approved by OSBM
• Only three general types of expenses will be approved:
  – Direct instructional expenses
  – Safety and public health
  – Economic development with immediate job generation
Questions?

UNC CHARLOTTE
What we must do:

• Preserve campus safety initiatives (shuttle, SafeRide, etc.)
• Protect academic core and student success programs to the extent possible
• Protect critical information technology infrastructure
• Build essential Financial Services capacity
• Preserve diversity-related initiatives
• Complete research administration reform
• Continue to build institution needed for the future
What is the impact of a permanent reduction in fiscal year 2010?

Dollars:

• At 5%, $9.5 million
• At 7%, $13.2 million
• At 9%, $17.0 million
What is the impact of a permanent reduction in fiscal year 2010?

Impact of 7% budget reduction:

- Loss of 35 faculty positions
  - 363 sections
  - 9400 seats
- 18 unfilled positions providing library services, advising, support
What is the impact of a permanent reduction in fiscal year 2010?

Operating funds reduced:

• Curtail start-up commitments
• Limit grant matches
• Limit travel
• Reduce equipment replacement
What is the impact of a permanent reduction in fiscal year 2010?

Student support positions will be unfilled:

- Academically at-risk students underserved
- Crime victims less well served
- Less outreach to parents and families
What is the impact of a permanent reduction in fiscal year 2010?

Institutional support limited:

- Negative effect on financial services improvements
- Reduction in standard of care for housekeeping, grounds, and maintenance and operations
- Less support for research
- Limited professional development
- Fewer small capital projects
- Less support for fundraising
Protecting the Academic Core

• Instructional commitments
• Full-time faculty and staff
• Productive research programs
• Student progression and graduation
• Access to programs
• Basic infrastructure and tools
Distribution of Total General Fund Dollars

- General Fund = $285M

- Academic Affairs: 64%
- Other Divisions: 15%
- Utilities & Other: 21%
Academic Affairs
7% Permanent Reduction=$10.4M

Source of Funds

48% Colleges & Support units
52% Enrollment increase
Academic Affairs Projected Sources of Permanent Reductions

- Vacant Instructional Positions: 48%
- Operating Funds: 49%
- Staff (Vacant): 3%

Breakdown of Operating Funds:
- Supplies: 8%
- Equipment: 16%
- Travel: 10%
- Maintenance: 7%
- Contracted Services: 4%
- Student Wages: 4%
Meeting Instructional Commitments

- Immediate changes
  - Increase class size
  - Eliminate small sections
  - Increase teaching loads
  - Reduce electives
  - Increase advising loads

- Longer term responses
  - Redesign large classes
  - Reduce part-time instruction
  - Increase use of technology
Lower Division Average Section Size

- Fall 2008
- Fall 2009

Bar chart showing the average section size for different courses and comparisons between Fall 2008 and Fall 2009.
Questions?