



THE UNIVERSITY
of NORTH CAROLINA
at CHAPEL HILL

Presentation to the Board of Trustees

State Biennial Budget Process

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Budget Process Drivers

- **Legislative Basis**
 - State Executive Budget Act
 - Higher Education Reorganization Act of 1971
 - North Carolina General Statute
 - “A single, unified recommended budget for all of the constituent institutions of The University of North Carolina.”



Budget Components

- **Continuation Budget,**
 - The amount of annual funds required to provide the current level of services.
 - Includes inflationary adjustments, operating budgets for new buildings, and enrollment changes.
 - Salary Increases
- **Expansion Budget**
 - Funds provided for enhancements to existing programs or new programs.
- **Capital Budget**
 - Funds provided for the design, construction, and renovation of campus facilities.



Budget Process

1. In Fall of even numbered years, Campus receives instructions from UNC General Administration.
2. In Fall of even-numbered years. Campus prepares and submits biennial budget request to UNC General Administration
3. In January of odd-numbered years, the Board of Governors approves UNC Budget and submits to Governor.
4. Governor submits UNC budget to General Assembly, makes recommendations on the University's request.
5. General Assembly considers UNC budget request and Governor's recommendations and makes final funding decisions on UNC budgets.



Budget Components

2013-15 Continuation Budget

- Amount of annual funds required to provide the current level of services.
- Includes inflationary adjustments, operating budgets for new buildings, and enrollment changes.

	Recurring	Non-recurring
Building Operating Funds:	\$10.5 Million	\$1.5 Million
• Biomedical Research and Imaging	\$9.0 Million	\$1.1 Million
• Facilities Shops	\$740 Thousand	\$228 Thousand
• Carolina North Donated Properties	\$716 Thousand	\$168 Thousand
Enrollment Growth Funding:	\$1.83 Million (estimated)	



Budget Components *(cont'd.)*

2013-15 Expansion Budget

- Provide for enhancements to existing programs or new programs.
- **School of Medicine expansion** **\$2.4 Million**
Expansion request incorporates funding for the additional expense associated with clinical education of its increased medical student enrollment (the entering medical student class increased from 160 in 2010 to 170 in 2011 and 180 in 2012).
- **Area Health Education Centers (AHEC) expansion:** **\$5.2 Million**
 - Expansion of residency education in high needs specialties
 - Support for innovations in community-based student training
 - Housing support for ECU School of Dental Medicine students
- **School of Government Expansion:** **\$2.4 Million**
 - Sustain and expand the School of Government's Applied Public Policy initiative



Budget Components *(cont'd.)*

2013-15 Capital Budget

- Provide for the design and construction of new campus facilities.

6-year state appropriated list:

\$1.5 Billion

Law School

\$153.2 Million

Comprehensive renovation of academic buildings

\$464.5 Million

Science Complex Phase III

\$196.0 Million

6-year non-appropriated list:

\$560 Million

Collaborative Science Building

\$96.6 Million

Carolina North infrastructure

\$17.5 Million

Chilled water project

\$49.7 Million

6-year repair and renovation list:

\$169 Million

Fire and safety needs

\$59.0 Million

Plumbing, heating and electrical

\$34.9 Million

Structural repairs

\$19.7 Million

Note: All UNC CH proposals are preliminary and require further review and approval of UNC GA & BOG