



THE UNIVERSITY
of NORTH CAROLINA
at CHAPEL HILL

Division of Finance and Administration

Financial Update



Photo credit: Sam Kittner '85

Kevin Seitz
Interim Vice Chancellor for Finance and Administration
May 21, 2014



Financial Update

State Situation

- **Projecting a \$455 million revenue shortfall**
 - ❖ **Medicaid**
 - ❖ **New tax plan**
- **Allotments of state appropriation are being reduced by 1.5% over last quarter of fiscal year**
- **Spending guidelines regarding salary adjustments, purchasing and travel**

UNC Chapel Hill Situation

- **Planning for a 4% reduction in 2014-2015**
- **Managing to allotment reductions**



Facts and Figures

Debt	
Debt Portfolio	\$1.4 billion
Annual Debt Service Payment	\$90 million

Physical Aspects	
Number of Major Buildings	256
Gross Square Footage of Buildings	19.8 million
Total Amount of Acreage	4,355
Annual Number of Work Orders	124,022

Payroll	
Number of Employees Paid Per Month	22,000
Number of W2's Provided Per Year	30,000



Facts and Figures

Leasing	
Number of Leased Properties	64
Annual Rental Payments	\$8.3 million
Square Footage of Leased Properties	400,000

Parking and Public Safety	
Number of Parking Passes Sold	19,559
Number of Parking Spaces on Campus	22,563
Police Calls Received	21,220

Procurement	
Annual Amount of Purchases	\$800 million
Amount of Savings Over State Contracts	\$14.5 million



Facts and Figures

Auxiliaries

Number of Customers Served at Bookstore	2.5 million
Carolina Inn Reservations Per Year	41,000
Number of Meals Served Per Year by Campus Dining	4 million

Environment, Health and Safety

Hazardous Material Pickups Per Year	6,204
Annual Inspections Conducted	
● Chemical Fume Hood	978
● Collaborative Laboratory	561

Student Accounts

Number of Current Student Accounts Managed	30,000
Amount Billed to Students Annually	\$400 million



Facts and Figures

Accounting/Budget

Number of General Ledger Accounts	25,000+
Budget Managed	\$2.5 billion

Contributions

Annual Contribution to Financial Aid

● Trademarks and Licensing	\$3.9 million
● Student Stores	\$350,000
● Vending	\$200,000

Annual Contribution to Libraries

● Carolina Inn	\$200,000
● Hill Building	\$100,000

Energy Services

Annual Consumption

● Chilled Water	108 million ton hours
● Electricity	494 million kilowatt hours
● Potable Water	596 million gallons



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Proposed Governor's Budget: System-wide and *Estimated UNC Impact*



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Proposed Governor's Budget: System-wide and *Estimated* UNC Impact

Revised 2014-15 Budget

System	UNC-CH	% of System
\$2.6B	\$507.7M	20%

Proposed Governor's Budget Additions

	System	UNC-CH	% of System
Salary Increases (\$1000 per Employee)	\$33.4M	\$12.4M	37%
"Discovery to Innovation" Strategy	\$3.0M	–	–

Approved Biennial Budget Additions

	System	UNC-CH	% of System
Enrollment Growth Funding	\$26.7M	\$1.5M	–
Building Reserve	\$1.7M	–	–
Subtotal Additions	\$64.8M	\$13.9M	–



Proposed Governor's Budget: System-wide and *Estimated* UNC Impact

Proposed Governor's Budget Reductions

	System	UNC-CH	% of System
Additional Management Flex	\$44M	\$10.2M	23%
Tuition Rate for Non-Resident Full Scholarships	\$9.3M	\$7.1M	77%
EPA Non-Faculty - Operational Efficiency	\$2.0M	\$.5M	25%
Centers and Institutes	\$13.1M	\$5.8M	44%
Utility Budget	\$9.1M	\$2.4M	27%
Enrollment Growth Funding	\$7.1M	\$.2M	—

Approved Biennial Budget Reductions

	System	UNC-CH	% of System
Strategic Directions Efficiencies	\$12.2M	\$2.5M	21%
Management Flex	\$7.8M	\$1.7M	22%
Non-Resident Student Tuition Increase	\$27.2M	\$12.3M	45%
Subtotal Reductions	\$131.8M	\$42.7M	32%