



THE UNIVERSITY
of NORTH CAROLINA
at CHAPEL HILL

Attachment J

Division of Finance and Administration

Financial Update



Photo credit: Sam Kittner '85

Matt Fajack
Vice Chancellor for Finance and Administration
July 23, 2014



Revenue Actuals Comparison (Dollars in Thousands)

	FY 2011-2012	FY 2012-2013	FY 2013-2014	FY 2013-2014
	July-May Actual	July-May Actual	July-May Actual	July-May % of Variance
Revenues:				
State Appropriations	\$352,990	\$408,103	\$402,169	(1)%
Tuition and Fees	369,605	413,008	456,506	11%
Governmental Contracts and Grants	1,058,397	1,117,057	1,090,146	(2)%
Non-Governmental Con. And Grants	197,638	195,863	189,821	(3)%
Gifts	255,056	228,408	231,916	2%
Sales and Services	733,515	741,054	774,301	4%
Investment and Endowment Income	94,691	95,957	107,098	12%
Other Sources	57,240	91,054	73,859	(19)%
Total Revenues	\$3,119,132	\$3,290,504	\$3,325,816	



Expense Actuals Comparison (Dollars in Thousands)

	FY 2011-2012	FY 2012-2013	FY 2013-2014	FY 2013-2014
	July-May Actual	July-May Actual	July-May Actual	July-May % of Variance
Expenses/Transfers/Other				
Instruction	\$630,395	\$616,058	\$627,940	2%
Organized Research	577,454	646,646	644,586	0%
Public Service	115,192	123,682	123,702	0%
Student Services	23,730	25,071	28,286	13%
Student Financial Aid	294,453	319,781	343,703	7%
Academic Support	89,952	97,072	100,299	3%
Institutional Support	81,208	92,468	107,628	16%
Physical Plant Operations	119,507	125,277	132,801	6%
Auxiliary Enterprise & Internal Services	325,900	356,427	364,664	2%
Professional Clinical Services	358,578	374,079	396,170	6%
Transfers & Internal Deductions	48,611	102,135	132,531	30%
Total Expenses, Transfers & Other	\$2,664,980	\$2,878,696	\$3,002,310	



General Assembly State Budget Process

- In **2013** the General Assembly established a biennial state budget for the **2013/14** and **2014/15** fiscal years
 - ❖ The enacted net reduction in state appropriation for Chapel Hill's 2014/15 fiscal year budget was approximately **(\$15 Million)**
- In **2014** the General Assembly is modifying the previously enacted budget for the **2014/15** fiscal year
 - ❖ The estimated **additional** change in state appropriation for Chapel Hill's **2014/15** fiscal year budget ranges from a **(\$26 Million)** reduction to a \$3.3 Million addition.



General Assembly State Budget Process

- The actual net change in state appropriation for **2014/15** will be a combination of what the General Assembly enacted in 2013 and will enact in 2014
- Additional steps in the state budget process
 - ❖ The Conference Committee of the General Assembly negotiates a state budget
 - ❖ The General Assembly approves the state budget
 - ❖ The Governor signs the state budget
 - ❖ The Board of Governors distributes the state budget



2014 Legislative Session Proposed Changes For FY 2014/15 Budget (Dollars in Millions)

	GOV	SENATE	HOUSE
2014 Session-Proposed			
Salary Increases	TBD	\$3.47	TBD
Management Flex	(10.35)	0	(4.34)
Centers and Institutes	(5.78)	0	0
Negative Adjustment Factor	(0.15)	(0.15)	(0.15)
Full Time Academic Scholarships	(6.94)	0	0
Utility	(2.42)	0	0
EPA Non-Faculty	(0.49)	0	0
2014 Session-Proposed Total	(\$26.13)	\$3.32	(\$4.49)

	GOV	SENATE	HOUSE
BOG Discretion			
Kanapolis Support	TBD	TBD	TBD
NR UG Tuition Revenue	\$12.30	\$12.30	\$10.57