

**OPEN SESSION**

**FOR INFORMATION ONLY**

(No formal action is requested at this time)

1. Public Affairs Update  
*Clayton Somers, Vice Chancellor for Public Affairs & Secretary of the University*  
*Kelly Dockham, Director of Federal Affairs*
2. Communications Update  
*Joel Curran, Vice Chancellor for Communications*
3. Development Update  
*David Routh, Vice Chancellor for University Development*

\*Some of the business to be conducted is authorized by the N.C. Open Meetings Law to be conducted in closed session.

**Important Dates for the Committee:**  
Spring Commencement - Sunday, May 13, 2018

**COMMITTEE MEMBERS**

**William (Bill) A. Keyes IV, Chair**  
**W. Edwin (Ed) McMahan, Vice Chair**  
**Charles G. Duckett**  
**Allie Ray McCullen**  
**Richard Y. Stevens**  
**Elizabeth M. Adkins**

***Administrative Liaisons:***

***David Routh, Vice Chancellor for University Development***  
***Joel Curran, Vice Chancellor for Communications***

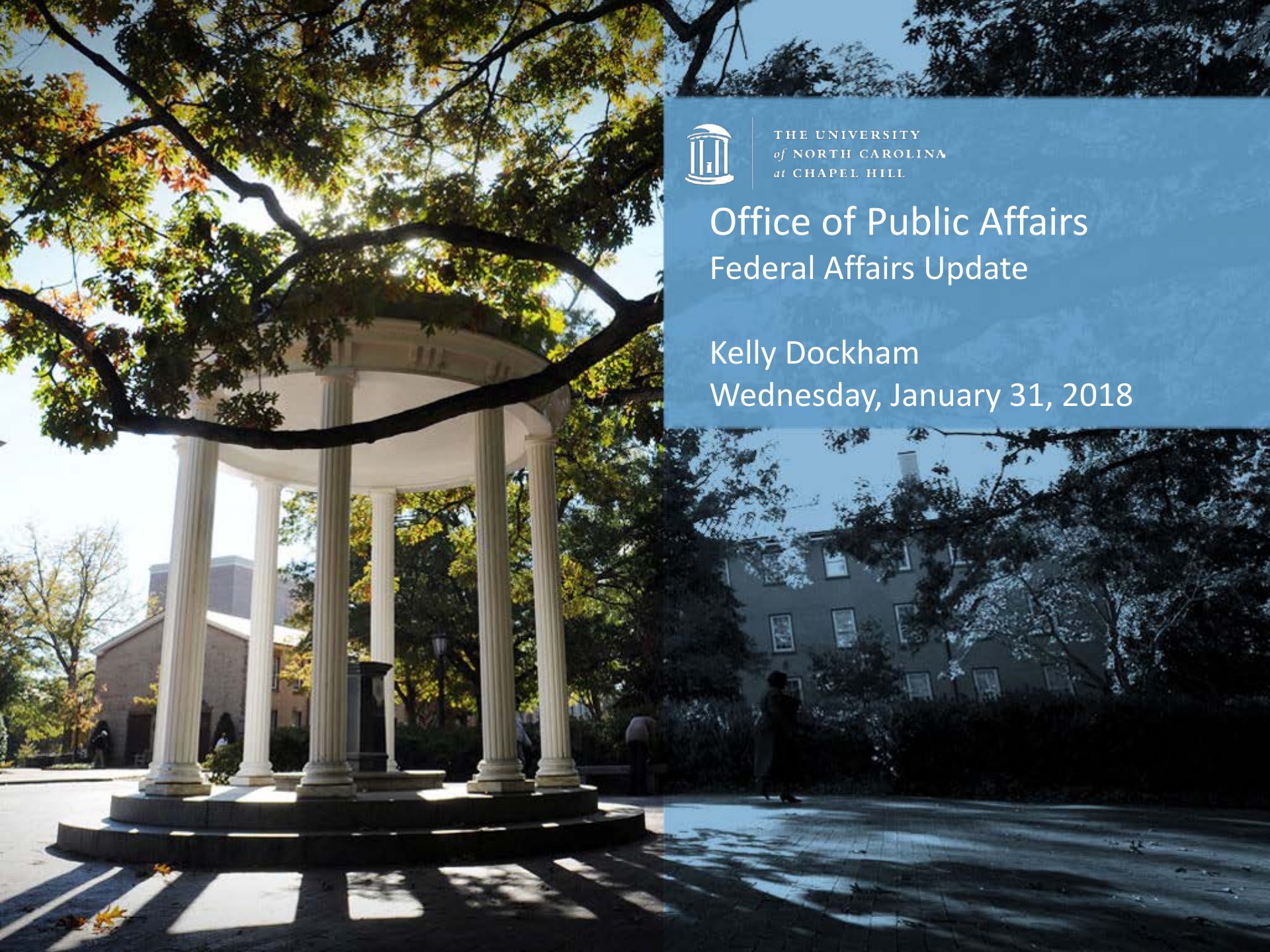


THE UNIVERSITY  
*of* NORTH CAROLINA  
at CHAPEL HILL

## Office of Public Affairs Federal Affairs Update

Kelly Dockham

Wednesday, January 31, 2018



# Federal Affairs

## 1. H.R. 1: Tax Cuts and Jobs Act

## 2. Budget and Appropriations:

- Fiscal Year 2018
- Fiscal Year 2019



# Student & Family Tax Benefit Provisions

Provision	Prior Law	Enacted Legislation (H.R. 1)
<b>Student Loan Interest Deduction (SLID)</b>	Taxpayers may take an above-the-line deduction on the interest paid on qualified education loans.	Retains prior law
<b>Qualified Tuition Reduction</b>	Section 117 (d) allows institutions to provide tax-free undergraduate-level tuition waiver or reimbursements (for study at schools with reciprocal agreements) to employees, spouses and dependents. It also allows tax-free tuition of individuals employed as graduate-level teaching and research assistants.	Retains prior law

# Charitable Giving Provisions

Provision	Prior Law	Enacted Legislation (H.R. 1)
<b>Charitable Contributions</b>	Taxpayers may take an itemized deduction for charitable contributions limited to <b>50% of AGI</b> for cash and capital gain property contributions to public charities and certain private foundations.	Charitable contribution limited to <b>60% of AGI</b> for cash and capital gain property contributions to public charities and certain private foundations
<b>Increase in the standard deduction</b>	Individuals are also allowed to reduce their AGI by either the standard deduction (\$12,700 for married filing jointly) or itemized deductions.	Increases the standard deduction to \$12,000 for single filers, \$24,000 for joint filers, and \$18,000 for Head of Household. <i>*Sunsets 12/31/2025.</i>
<b>Charitable deduction for the right to purchase tickets for athletic events</b>	Section 170(l) provides a charitable deduction of 80% the amount paid for the right to purchase tickets for athletic events.	Repeals deduction

# UBIT & Excise Taxes

Provision	Prior Law	Enacted Legislation (H.R. 1)
<b>Name and logo royalties</b>	Certain types of income are exempt from unrelated business taxable income	Proposal not included in final bill
<b>Excise tax on tax-exempt organization executive compensation</b>	N / A	Tax exempt organizations would be subject to a 21% excise tax on executive compensation, subject to exceptions for non-highly compensated employees, and certain medical services.
<b>Excise tax on private colleges &amp; universities</b>	N / A	Imposes a 1.4% excise tax on the net investment income of private colleges and universities with: (1) assets (other than those used directly in carrying out the institution's educational purposes) valued at the close of the preceding tax year of at least \$500,000 per full-time student; (2) at least 500 students; and (3) more than 50% of students located in the US.

# Budget & Appropriations Update

## FY 2018

- **February 8:** Current Continuing Resolution (CR) expires

### **Negotiations:**

- Budget Caps
  - Appropriation Levels
  - Immigration
- Another CR in the future (6<sup>th</sup> CR for FY18)



# Budget & Appropriations Update

- **FY19:**

- Presidential Budget Proposal expected early February
- FY18 inaction could delay release
- Anticipate cuts
- **Senate:** possible absence of a Budget Resolution
- **CRs** and **Omnibus** very likely







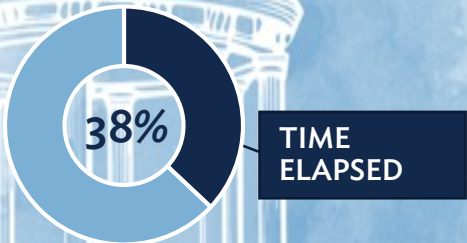
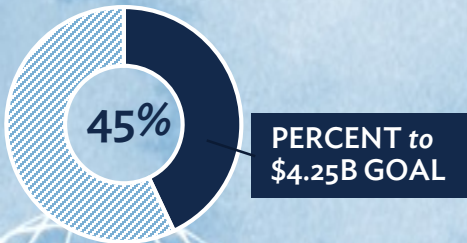
• *the* CAMPAIGN *for* CAROLINA •  
David S. Routh, Vice Chancellor for Development

External Relations Committee

the CAMPAIGN for CAROLINA

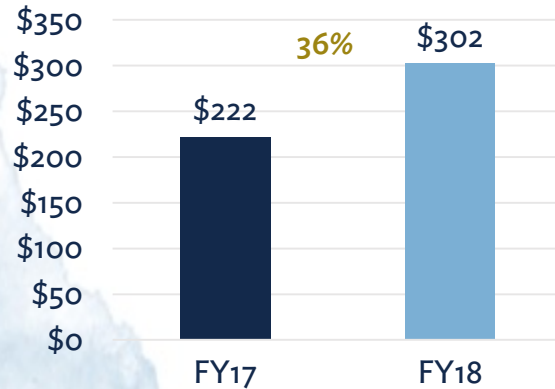
# Campaign Dashboard

TOTAL CAMPAIGN ACTIVITY **\$1,910,324,056**



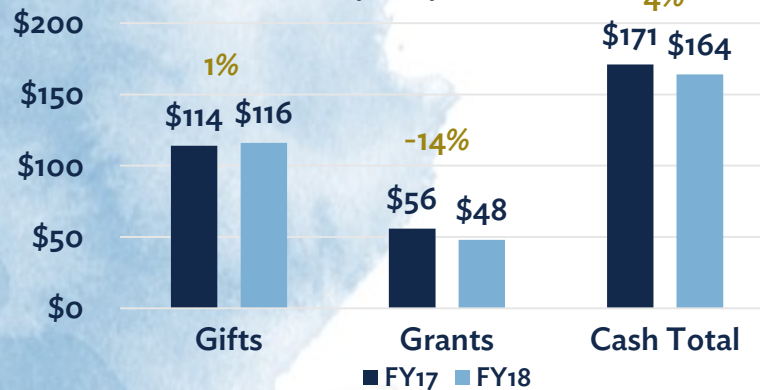
## New Cash & Commitment Totals

Amounts in millions. YTD as of end of Q2, FY18.



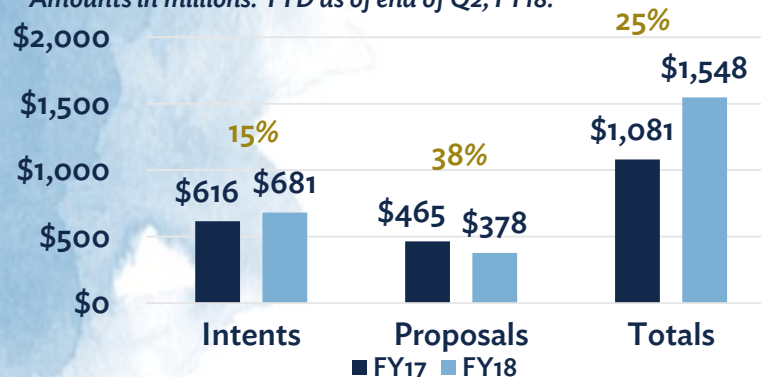
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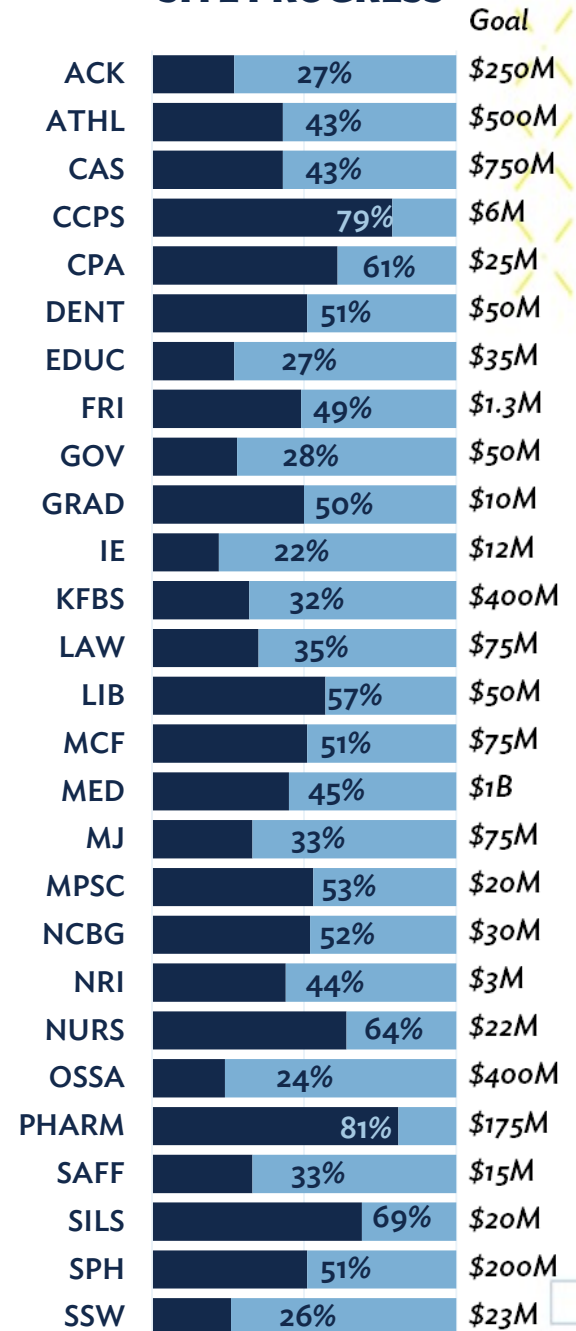


## The Pipeline

Amounts in millions. YTD as of end of Q2, FY18.



## SITE PROGRESS

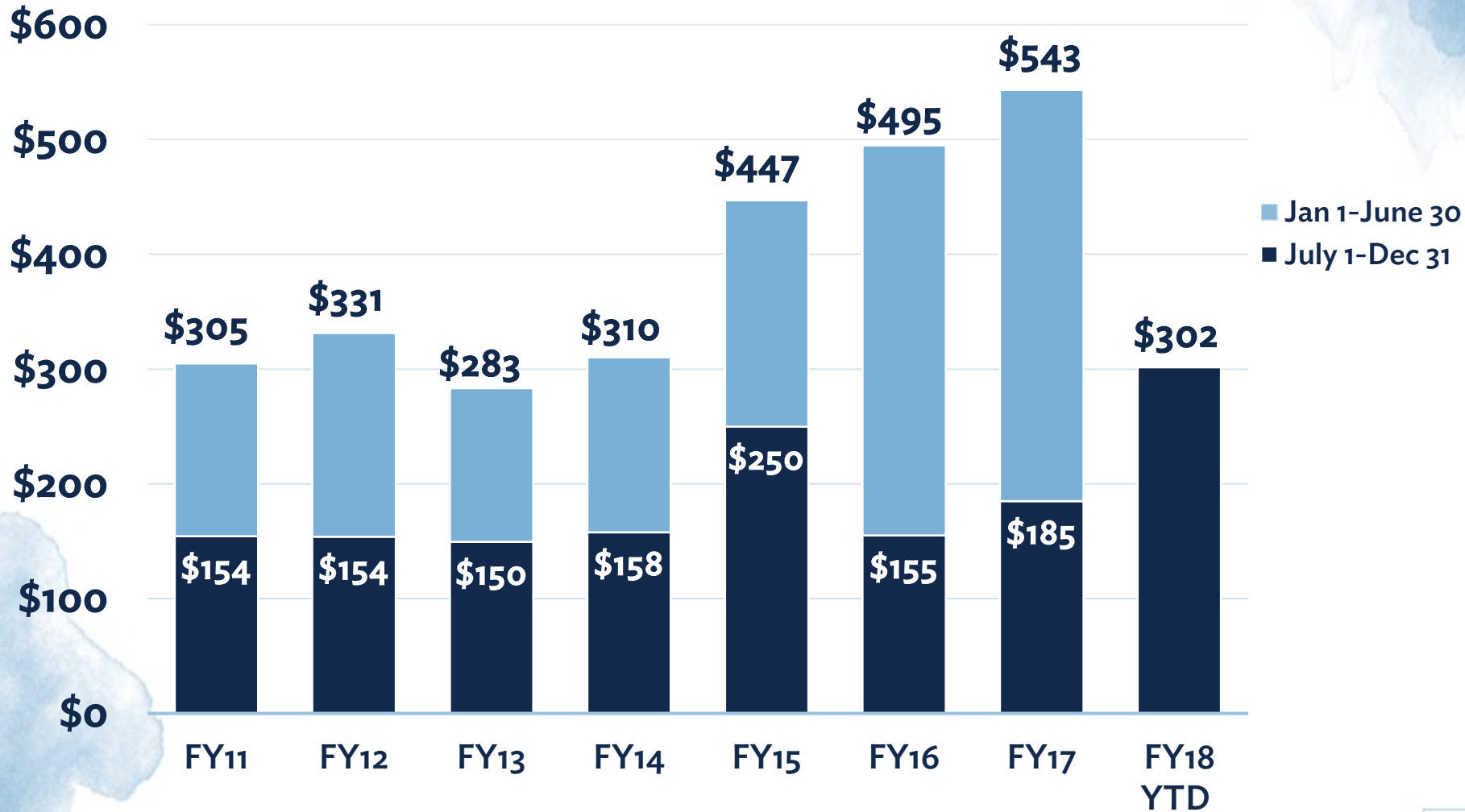


Unless otherwise noted, data accurate as of end of Q2, FY18

# New Cash & Commitment Totals

Prior FYs through June 30. FY18 YTD as of end of Q2, FY18.

Amounts in millions





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