

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

ACTION REQUEST

Subject: Proposed 2016-2017 University Health Service Fee

Action Requested: Approval of fee assessment of \$186.87 per student per term

Background: The University Health Service recommends a 3.0% (\$5.44) increase in the Health Service fee for FY17. The fee will increase to \$186.87 per student per term.

The projected cost increases for UHS for FY17 are \$1,032,000, including the salary program, expansions in point of care and sexually transmitted infections testing, increases in M lab testing costs, rising cost of pharmaceuticals, growth in medical supply usage, and salary market adjustments. These cost increases will be met via aggressive cost-containment efforts that will generate \$350,000 in savings, an additional fee for service revenue increase for all travel health visits of \$120,000, and the increase in the student health fee of \$472,000, . The remainder will be covered by enhanced clinical revenues.

A summary of the Health Service budget is attached (Attachment 1).

Recommendation: We recommend that the Regents approve the Health Service fee of \$186.87 for FY17. A history of Health Service Fee increases is attached (Attachment 2).

Respectfully submitted,



E. Royster Harper
Vice President for Student Life

Attachments

June 2016

University Health Service Student Fee Increase - Budget Comparison

UNIVERSITY HEALTH SERVICE BUDGET COMPARISON

	FY 16 BUDGET	FY 17 PROPOSED	VARIANCE AMOUNT	VARIANCE %
INCOME:				
Clinical & Other Revenue	\$ 5,202,185	\$ 5,549,200	\$ 347,015	6.7%
Student Fee	\$ 15,753,715	\$ 16,539,000	\$ 785,285	5.0%
TOTAL INCOME	\$ 20,955,900	\$ 22,088,200	\$ 1,132,300	5.4%
EXPENSE:				
Salaries	\$ 10,731,000	\$ 11,209,400	\$ 478,400	4.5%
Fringe Benefits	\$ 3,393,789	\$ 3,454,000	\$ 60,211	1.8%
Non-Salary Expenses	\$ 6,781,111	\$ 7,274,800	\$ 493,689	7.3%
Building/Equipment Fund	\$ 50,000	\$ 150,000	\$ 100,000	200.0%
TOTAL EXPENSE	\$ 20,955,900	\$ 22,088,200	\$ 1,132,300	5.4%
NET INCOME (LOSS)	\$ -	\$ -	\$ -	
Total UHS Student Fee Per Semester	\$ 181.43	\$ 186.87	\$ 5.44	3.0%
Number of Semesters	86,831	88,548	1,717	2.0%

5 Year UHS Student Fee History

FY12 to Proposed FY17

Health Service Fee Increases have been held to a minimum over time through cost containment

