

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

Approved by the Regents
June 16, 2011

ACTION ITEM

SUBJECT: Proposed Dearborn Campus FY 2011-12 General Fund
Operating Budget

ACTION REQUESTED: Approval of 2011-12 General Fund Budget

BACKGROUND:

The proposed 2011-12 General Fund Budget reflects a 15% reduction in the appropriation from the State of Michigan. The recommended tuition and fee increase for undergraduate and graduate students is 6.9%. Further details on tuition and fee increases are included in the companion Action Item.

Our proposed budget includes a 2.0% salary program and a significant decrease in contingency funds which was needed to help offset the appropriation reduction. Also proposed is funds to address enrollment growth costs in all four academic units and the first installment of a two-year phase-in of debt service for the science building capital outlay renovation project.

Additional details of the 2011-12 budget are outlined in the attached tables.

We recommend the Regents approve the proposed 2011-12 General Fund Budget.

Recommended by:



Daniel Little, Chancellor
University of Michigan-Dearborn

June 2011
Attachments

**General Fund Revenue Budget
Fiscal Year 2011-2012**

	Budget for FY 2010-11	% of Total	Budget Changes	Budget for FY 2011-12	% of Total
State Appropriations	24,639,700	22.8%	(3,623,400)	21,016,300	19.3%
Student Tuition & Fees	79,406,400	73.6%	6,459,000	85,865,400	78.6%
Indirect Cost Recovery	1,040,000	1.0%	260,000	1,300,000	1.2%
Income from Investments	137,000	0.1%	(50,000)	87,000	0.1%
Departmental Activities	2,740,900	2.5%	(1,893,000)	847,900	0.8%
Total Revenue	107,964,000	100.0%	1,152,600	109,116,600	100.0%

**General Fund Expenditure Budget
Fiscal Year 2011-2012**

<u>Area</u>	<u>Budget for FY 2010-11</u>	<u>Salary Prog./ Benefits</u>	<u>Student Support</u>	<u>Academic Programs</u>	<u>Miscellaneous</u>	<u>Budget for FY 2011-12</u>
Arts, Sciences & Letters	19,932,721	411,690	-	717,400	-	21,061,811
Education	3,243,523	73,170	-	81,000	-	3,397,693
Engineering	10,639,718	232,100	-	184,000	-	11,055,818
Business	8,522,194	235,390	-	119,000	-	8,876,584
Other Instructional Units	488,715	-	-	-	-	488,715
Academic Units	42,826,871	952,350	-	1,101,400	-	44,880,621
Chancellor's Area	3,134,189	36,227	-	-	(1,763,500)	1,406,916
Academic Affairs	8,269,281	95,582	-	-	318,600	8,683,463
Business Affairs	15,656,756	180,972	-	-	(1,854,500)	13,983,228
Institutional Advancement	2,235,644	25,841	-	-	-	2,261,485
Enrollment Mgt & Student Life	4,703,133	54,362	-	-	102,200	4,859,695
Government Relations	265,208	3,065	-	-	-	268,273
Senior Officers	34,264,211	396,050	-	-	(3,197,200)	31,463,061
Utilities	3,207,920	-	-	-	(100,000)	3,107,920
Infrastructure Maintenance	1,094,940	-	-	-	-	1,094,940
Fringe Benefits	17,373,422	337,000	-	-	(95,000)	17,615,422
Student Aid	5,909,619	-	908,000	-	-	6,817,619
Debt Service	2,559,612	-	-	-	850,000	3,409,612
Student Fee Allocation	727,405	-	-	-	-	727,405
Other	30,872,918	337,000	908,000	-	655,000	32,772,918
Total Expenditures	107,964,000	1,685,400	908,000	1,101,400	(2,542,200)	109,116,600