

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

Approved by the
Regents
June 18, 2015

ACTION REQUEST

Subject: Proposed 2015-2016 University Health Service Fee

Action Requested: Approval of fee assessment of \$181.43 per student per term

Background: The University Health Service recommends a 2.7% increase in the Health Service fee for FY16. The fee will increase to \$181.43 per student per term.

The projected cost increases for UHS for FY16 are \$651,000, including a salary program, additional programming for alcohol risk management, medical assistants for compliance with new clinical requirements and a psychiatry physician assistant for psychiatric risk management. These cost increases will be met via additional student fees of \$414,000 and ongoing, aggressive cost-containment efforts that will generate \$237,000.

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

Recommendation: We recommend that the Regents approve increasing the Health Service fee to \$181.43 for FY16. A history of Health Service Fee increases is attached (Attachment 2).

Respectfully submitted,



E. Royster Harper
Vice President for Student Life

Attachments

June 2015

University Health Service Budget Comparison

| | FY 15 BUDGET | FY 16 PROPOSED | VARIANCE AMOUNT | % |
|---|----------------------|----------------------|--------------------|--------------|
| INCOME: | | | | |
| Clinical & Other Revenue | \$ 4,764,800 | \$ 5,202,185 | \$ 437,385 | 8.4% |
| *Student Fee | \$ 15,477,569 | \$ 15,753,715 | \$ 276,146 | 1.8% |
| TOTAL INCOME | \$ 20,242,369 | \$ 20,955,900 | \$ 713,531 | 3.4% |
| EXPENSE: | | | | |
| Salaries | \$ 11,197,025 | \$ 10,731,000 | \$ (466,025) | -4.3% |
| Fringe Benefits | \$ 3,243,755 | \$ 3,393,789 | \$ 150,034 | 4.4% |
| Non-Salary Expenses | \$ 5,801,589 | \$ 6,781,111 | \$ 979,522 | 14.4% |
| Building/Equipment Fund | \$ - | \$ 50,000 | \$ 50,000 | 100.0% |
| TOTAL EXPENSE | \$ 20,242,369 | \$ 20,955,900 | \$ 713,531 | 3.4% |
| NET INCOME (LOSS) | \$ - | \$ - | \$ - | |
| Total UHS Student Fee Per Student Per Semester | \$ 176.66 | \$ 181.43 | \$ 4.77 | 2.7% |
| *Number of Semesters | 87,612 | 86,831 | \$ (781) | -0.9% |

Cost Containments (FY09-FY16)

\$ in millions



UHS is committed to Cost Containment and has Cut or Reallocated \$2.48M cumulatively over 8 years



5 Year UHS Student Fee History

FY06 to FY16

Health Service Fee Increases have been held to a minimum over time.

