

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

Approved by the Regents

July 21, 2006

ACTION ITEM

SUBJECT: Proposed Dearborn Campus FY 2006-07 General Fund
Operating Budget

ACTION REQUESTED: Approval of 2006-07 General Fund Budget

BACKGROUND:

The proposed 2006-07 General Fund Budget reflects a 2.9% increase in the appropriation from the State of Michigan. The recommended tuition and fee increase for undergraduate and graduate students is 8%. Further details on tuition and fee increases are included in the companion Action Item.

Our proposed budget includes a 3% salary program and funding for significant increases in financial aid (12.9%) and utilities (14.9%). It provides resources for new faculty lines needed to assure continued accreditation of our School of Management. The budget continues phasing in support for the Fairlane Center that will be needed when the Ford lease expires. Also included is the final installment of operating fund requirements for the soon to be completed Science and Engineering building additions.

Additional details of the 2006-07 budget are outlined in the attached tables.

We recommend the Regents approve the proposed 2006-07 General Fund Budget.

Recommended by:



Daniel Little, Chancellor
University of Michigan-Dearborn

July 2006
Attachments

**General Fund Revenue Budget
Fiscal Year 2006-2007**

	Budget for FY 2005-2006	%	Budget Changes	Budget for FY 2006-2007	%
	of Total			of Total	
State Appropriations	24,179,500	28.6%	1,277,100	25,456,600	28.3%
Student Tuition & Fees	57,119,400	67.5%	3,851,500	60,970,900	67.8%
Indirect Cost Recovery	400,000	0.5%	100,000	500,000	0.6%
Income from Investments	100,000	0.1%	37,000	137,000	0.2%
Departmental Activities	2,868,900	3.4%	15,000	2,883,900	3.2%
Total Revenue	84,667,800	100.0%	5,280,600	89,948,400	100.0%

**General Fund Expenditure Budget
Fiscal Year 2006-2007**

Area	Budget for FY 2005-06	Salary Prog./ Benefits	Student Support	Academic Programs	Miscellaneous	Budget for FY 2006-07
Arts, Sciences & Letters	15,133,733	562,120	-	214,190	-	15,910,043
Education	2,734,812	103,237	-	-	-	2,838,049
Engineering	9,053,747	299,433	-	170,000	-	9,523,180
Management	5,425,805	209,999	-	382,500	-	6,018,304
Other Instructional Units	350,582	8,422	-	-	-	359,004
Academic Units	32,698,679	1,183,211	-	766,690	-	34,648,580
Chancellor's Area	1,702,652	9,163	-	-	373,000	2,084,815
Academic Affairs	6,792,699	124,367	-	35,600	100,000	7,052,666
Business Affairs	12,754,577	139,283	-	-	792,300	13,686,160
Institutional Advancement	1,481,039	32,093	-	-	200,000	1,713,132
Enrollment Mgt & Student Life	4,103,832	103,249	-	-	30,000	4,237,081
Government Relations	229,794	6,365	-	-	-	236,159
Senior Officers	27,064,593	414,520	-	35,600	1,495,300	29,010,013
Utilities	3,021,406	-	-	-	450,000	3,471,406
Infrastructure Maintenance	1,028,140	-	-	-	60,000	1,088,140
Fringe Benefits	13,494,515	350,969	-	87,210	8,100	13,940,794
Student Aid	3,343,450	-	429,000	-	-	3,772,450
Debt Service	3,289,612	-	-	-	-	3,289,612
Student Fee Allocation	727,405	-	-	-	-	727,405
Other	24,904,528	350,969	429,000	87,210	518,100	26,289,807
Total Expenditures	84,667,800	1,948,700	429,000	889,500	2,013,400	89,948,400