

June 29, 2016

TO: Members of the Board of Trustees

FROM: Scott A. Jordan *SAJ*
Executive Vice President for Administration and Chief Financial Officer

RE: State Appropriation Request for the Biennium Fiscal Years 2018 and 2019 for the University of Connecticut, Storrs and Regional Campuses

RECOMMENDATION:

That the Board of Trustees approve the State Appropriation Request for the Biennium Fiscal Years 2018 and 2019 as follows: \$285.0 million for Fiscal Year 2018 and \$295.6 million for Fiscal Year 2019 for the University of Connecticut, Storrs and Regional Campuses.

BACKGROUND:

The Fiscal Year 2018 State Appropriation request is \$285.0 million. It includes a request for *Next Generation Connecticut* funding of \$51.2 million which would bring the State supported amount back up to the original program request. Also, the University is requesting New Building Operating and Maintenance (O&M) funding of \$3.8 million related to the cleaning, maintenance, and utility costs surrounding new buildings including Tech Park, Engineering Building, Waterbury Rectory, and the Hartford Campus. In addition to the Appropriation request, the University is budgeting \$189.5 million for fringe benefits, which are received as a reimbursement from the State.

The Fiscal Year 2019 State Appropriation request is \$295.6 million. It includes a request for *Next Generation Connecticut* funding of \$10.3 million per the original program plan. Also, the University is requesting New Building Operating and Maintenance (O&M) funding of \$0.4 million related to the cleaning, maintenance, and utility costs surrounding new buildings, including Spring Hill Farm and the Fine Arts Production Facility addition. The University is also budgeting \$199.6 million for fringe benefits, which are received as a reimbursement from the State.

The University has not included a request for collective bargaining increases in either year due to the lack of settled contracts. However, the expectation is that a request would follow any future settled contracts.

We are grateful to the State Legislature and Governor for their continued support of UConn. State support, which consists of both the direct appropriation and fringe reimbursement, is critical to the University.

UNIVERSITY OF CONNECTICUT
Schedule of State Support
State Appropriation Request

FY 2017 Approved Appropriation

Operating Expenses	\$ 207,699,685
Workers' Compensation Claims	3,045,682
Next Generation Connecticut	19,072,546
Kirklyn M. Kerr Grant Program	100,000
FY 2017 Total Approved Appropriation	\$ 229,917,913

Collective Bargaining - No settled contracts	-
Next Generation Connecticut	51,220,153
New Facilities O&M	3,837,503
FY 2018 Total Requested Appropriation	\$ 284,975,569

Collective Bargaining - No settled contracts	-
Next Generation Connecticut	10,275,796
New Facilities O&M	382,339
FY 2019 Total Requested Appropriation	\$ 295,633,704