
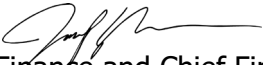


UConn HEALTH

June 25, 2025

TO: Members of the Board of Trustees

FROM: Andrew C. Agwunobi, MD, MBA 
EVP for Health Affairs and Chief Executive Officer for UConn Health

Jeffrey P. Geoghegan, CPA 
Executive Vice President for Finance and Chief Financial Officer
UConn and UConn Health

RE: Fiscal Year 2026 Spending Plan for the University of Connecticut Health Center

RECOMMENDATION:

That Board of Trustees approve a spending plan for Fiscal Year 2026 of \$1,871.3 million for UConn Health.

RESOLUTION:

"Be it resolved that the Board of Trustees approve the Fiscal Year 2026 spending plan of \$1,871.3 million for UConn Health."

BACKGROUND:

The FY 26 spending plan includes \$1,809.5 million of revenue, including estimated state support of \$144.3 million, to cover \$1,871.3 million in expenses. Mitigation plans are currently underway to cover the shortfall. UConn Health will report back to the Board on a quarterly basis to provide updates on the plans.

The General Assembly has approved an FY26 budget that includes a block grant of \$143.5 million and .8 million of fringe benefits for State grants. We are grateful to the Governor and General Assembly for their continued support of UConn Health.

UConn Health will continue to manage its budget closely monitoring State support, clinical volume and operating costs. We will also continue to focus on providing excellent patient care, protecting academic excellence, and supporting the research mission.

FY26 Proposed Spending Plan

UConn Health Center	FY26 Budget	FY2025 Forecast	Variance	% Variance
State Support	\$ 144.3	\$ 193.7	\$ (49.4)	(25.5%)
Tuition and Fees	36.1	35.6	0.5	1.3%
Grants & Contracts	107.1	118.5	(11.4)	(9.6%)
Interns/Residents	99.5	91.7	7.9	8.6%
Net Patient Revenue	1169.3	1070.1	99.2	9.3%
Other Revenue	253.1	252.8	0.3	0.1%
Total Revenues	\$ 1,809.5	\$ 1,762.4	\$ 47.0	2.7%
Salaries & Wages	\$ 678.3	\$ 655.0	\$ 23.3	3.6%
Fringe Benefits	187.8	167.4	20.3	12.1%
Temporary/Contractual Support	213.9	206.4	7.5	3.6%
Drugs/Medical Supplies	378.7	348.0	30.7	8.8%
Resident and Fellow house staff	83.3	76.4	6.9	9.0%
Utilities	18.6	17.3	1.3	7.2%
Interest Expense on Debt Service	8.0	7.8	0.2	2.6%
Purchased Services	186.9	151.8	35.0	23.1%
Other Expenses	82.0	85.1	(3.1)	(3.6%)
Capital Projects/Debt Payments	33.8	32.0	1.9	5.8%
Total Expenses	\$ 1,871.3	\$ 1,747.3	\$ 124.0	7.1%
Budget Stabilization Fund	\$ 15.1	(\$ 15.1)		
Mitigation Plan	\$ 46.7	\$.0		
Net Income/(Loss)	(\$.0)	\$.0		