Budget Summary for Operations
FY 2013

Prepared for Presentation to the
Board of Trustees
September 14, 2012
University of Illinois

- University has a total $325 million in unpaid State vouchers:
  - $187 million for FY 2012.
  - $138 million for FY 2013.

- General Fund appropriation reduced $42.3 million (6.0%) in FY 2013.

- Direct appropriation will be below FY 1997 level, in nominal dollars. Below 1966 when adjusted for inflation.

- Undergraduate tuition approved in January 2012 for FY 2013.

- Salary adjustment of 2.5%.

- Pension issue remains unresolved.

- Actions taken in response to significantly delayed State payments.
FY 2013 Operating Budget Summary

• Total budget increase $155.6 million (3.7%), exclusive of Payments-on-Behalf
  – Restricted $115.6 (5.1%)
  – Unrestricted $  40.0 (2.0%)

• Payments-on-Behalf increased $227.6 million (28.7%)

• Sponsored research and hospital/MSP main drivers of restricted revenue growth
  – Sponsored research increased $46.6 million
  – Hospital and MSP increased $62.3 million

• Tuition and institutional funds main drivers of unrestricted revenue growth
  – Tuition revenue increased $73.0 million
  – Institutional funds increased $9.4 million
  – General revenue fund appropriation decreased $42.3 million
Where Does the Money Come From?
FY 2013

Restricted
$2,374.0M 54.0%

Unrestricted
$2,021.1M 46.0%

Total
$4,395.1M 100%

Payments on Behalf
$1,020.9M

Total Budget
$5,416.0M
Payments on Behalf
FY 2009 – FY 2013
(Dollars in Millions)

* Retirement based on estimated historical share of SURS funding and fringe benefits based on 5 year average increase.
Operating Budget Summary
Excluding Payments-on-Behalf

Dollars in Millions

FY 2012

$1,981

FY 2013

$2,021

Restricted Funds

Unrestricted Funds

Increase from FY12:

3.7% $4.395 Billion

5.1%

2.0%
Restricted Revenue Components
Excluding Payments-on-Behalf

$2.374 Billion

Increase from FY12:

-4.9%
2.0%
9.0%
6.5%

<table>
<thead>
<tr>
<th>Sponsored Projects</th>
<th>MSP/Hospital</th>
<th>Aux &amp; Dept Activities</th>
<th>Gift/Endow Income/AFMFA</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY 2012</td>
<td>$764</td>
<td>$692</td>
<td>$618</td>
</tr>
<tr>
<td>FY 2013</td>
<td>$813</td>
<td>$754</td>
<td>$631</td>
</tr>
</tbody>
</table>

Dollars in Millions
## Unrestricted Revenue Components

### Dollars in Millions

<table>
<thead>
<tr>
<th>Year</th>
<th>Appropriations</th>
<th>Income Fund</th>
<th>ICR/Admin Allow/Royalties</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY 2012</td>
<td>$332</td>
<td>$939</td>
<td>$710</td>
</tr>
<tr>
<td>FY 2013</td>
<td>$342</td>
<td>$1,012</td>
<td>$667</td>
</tr>
</tbody>
</table>

**Increase from FY12:**
- Appropriations: 2.0%
- Income Fund: 7.8%
- ICR/Admin Allow/Royalties: -6.0%

**Total Revenue:** $2.021 Billion
University of Illinois
State Tax Appropriation
Per Student FTE
FY 1990 – FY 2013

In constant FY12 CPI dollars

Spending Authority: FY02 – FY13 adjusted for Health Insurance obligation of $24.9 million and cash rescissions. FY09 – FY13 does not include $15.8 million transferred for the State Surveys. FY90-FY95 adjusted to include UIS.