FY 2011 Budget

UNIVERSITY OF ILLINOIS

URBANA-CHAMPAIGN • CHICAGO • SPRINGFIELD

Prepared for Presentation to the Board of Trustees
September 23, 2010
University of Illinois

- University has over $245 million in unpaid State vouchers (09/21/10).
  - $40 million FY 2010
  - $205 million FY 2011
- General Fund appropriation reduced $46 million (6.2%) in FY 2011.
- “Maintenance of Effort” or MOE expires after FY 2011.
- Direct appropriation is now below FY 1999 level, in nominal dollars. Below 1980 when adjusted for inflation.

- Actions taken in response to significantly delayed State payments:
  - HR actions (hiring by exception only; furloughs; savings from open positions and attrition contribute to target; limited number of layoffs)
  - Reduced travel, non-essential equipment purchases, etc.
  - Efforts on IT, administrative streamlining efforts, programmatic reviews
UI Month End GRF Receivable
Fiscal Year 2007 through Fiscal Year 2011

The first two months of FY10 and FY11 had receivables from the prior FY still outstanding. The receivable amount for each month in millions are as follows: from FY09 included in July 09 $77 and August 09 $44; from FY10 included in July 10 $193, Aug 10 $119 and Sept 10 $40.
FY 2011 Operating Budget

• Total revenues increase $178.2 million (3.9%)
  – Unrestricted $75.5 (4.3%)
  – Restricted $58.6 (2.7%)
  – Payments-on-Behalf $44.1 (6.5%)

• Tuition and institutional funds (ICR, royalties, admin. allowance) main drivers of unrestricted growth

• General revenue fund appropriation reduced $46.8 million

• Sponsored research restricted revenues increased $3.7 million

• Gift & Endowment Income restricted revenues reduced $12.8 million primarily from reductions in Extension programs

• Hospital and MSP restricted revenues increased $67.2 million
Where Does the Money Come From? 
FY 2011

- Payments on Behalf: 15.2% ($723.3)
- State: 15.0% ($716.9)
- Tuition: 17.5% ($833.8)
- Contractual Services: 12.5% ($595.4)
- Inst. Funds: 6.3% ($298.7)
- Grants/Contracts: 18.3% ($871.5)
- AFMFA: 0.7% ($32.8)
- Hospital/MSP: 14.4% ($684.9)

Total: $4,761.3M (100%)

Where Do the Dollars Go? 
FY 2011

- Personal Services: 23.5% ($1,120.1)
- Contractual Services: 6.5% ($309.1)
- Equipment: 1.4% ($67.8)
- All Other: 8.0% ($379.3)
- Commercials: 4.9% ($233.2)

Total: $4,761.3M (100%)

Unrestricted: $1,849.4M (38.8%)
Restricted: $2,911.9M (61.2%)
Total: $4,761.3M (100%)
Operating Budget Summary

$4.761 Billion

<table>
<thead>
<tr>
<th>Year</th>
<th>Dollars in Millions</th>
<th>Payments on Behalf</th>
<th>Restricted Funds</th>
<th>Unrestricted Funds</th>
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<tbody>
<tr>
<td>FY2006</td>
<td>$3,000</td>
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35.3% increase in total budget from FY06-FY11
45.0% increase in restricted funds
22.3% increase in unrestricted funds
Unrestricted Revenue Components

22.3% increase in unrestricted funds from FY06-FY11
45.0% increase in restricted funds from FY06-FY11