

Approved by the Board of Trustees  
January 21, 2016

21

Board Meeting  
January 21, 2016

## ROLL CALL

### APPROVE REQUESTS FOR OPERATING AND CAPITAL APPROPRIATIONS, FISCAL YEAR 2017

**Action:** Approve Requests for Operating and Capital Appropriations,  
Fiscal Year 2017

**Funding:** Incremental State Operating and Capital Appropriations

Requests for operating funds and for new capital appropriations for the University of Illinois for the fiscal year commencing July 1, 2016, are presented for action by the Board of Trustees. Following Board action, these requests will be submitted to the Illinois Board of Higher Education and state agencies for review. The accompanying tables summarize the major elements of each request, and the document, *Fiscal Year 2017 Budget Request for Operating and Capital Funds*, provides detailed descriptions of each program and project included in the request.

The unprecedented budgetary impasse in Illinois State Government has impacted the University of Illinois. The University recognizes the State's financial condition, and consequently the University is requesting the State FY 2017 funding levels be restored to the starting FY 2015 levels. The University of Illinois will continue to

reallocate funding toward its core missions, primarily to support its in-state students and to maintain and enhance the overall competitiveness of the institution.

The Capital table identifies the ten projects in the FY 2017 Capital Budget Request in priority order. Together, these projects represent an investment of \$553.5 million, devoted to preserving and extending facilities already in place at the campuses and to investing in critically important new initiatives. Remodeling and renovation projects comprise a large part of the total funds requested with the highest priority given to repair and renovation projects at the three campuses. The request clearly emphasizes the importance the University places on maintenance and upkeep of existing facilities, high-lighting the need to fund adequately multiple aspects of the facility plant assets. Due to the unique characteristic of health care, funding for Medicaid Patient Activity at the UI Health System will continue to be pursued independently from this request.

The operating and capital requests summarized here reflect the University's highest priority budget needs, focusing on the University's mission of education, research, public service, and economic development. The priorities in both the operating and capital requests presented here are consistent with those in the preliminary requests presented to the Audit, Budget, Finance, and Facilities Committee in January 2016.

The University's operating and capital requests for FY 2017 have been prepared by the Vice President for Academic Affairs based upon advice from the University Policy Council.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*,

*The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The Vice President for Academic Affairs and the Vice President/Chief Financial Officer recommend approval.

The President of the University concurs.

**FY 2017 Capital Budget Request  
(Dollars in Thousands)**

<b>Priority</b>	<b>Project</b>	<b>Urbana</b>	<b>Chicago</b>	<b>Springfield</b>	<b>Total</b>
1	Repair and Renovation	\$ 33,600	\$ 24,000	\$ 2,400	\$ 60,000
2	Natural History Building	17,500			17,500
3	Stevenson Hall Classroom Building Modernization		24,000		24,000
4	Altgeld/Illini Hall Renovation	43,240			43,240
5	Pharmacy Renovation & Addition		89,000		89,000
6	Main/Undergrad Library Redevelopment	54,050		58,200	112,250
7	New Engineering Building		86,000		86,000
8	Disability Research, Res. & Educ. Svc. Bldg.	56,644			56,644
9	Art & Design Renovation/Addition	32,430			32,430
10	Education Renovation/Addition	32,430			32,430
		<u>\$ 269,894</u>	<u>\$ 223,000</u>	<u>\$ 60,600</u>	<u>\$ 553,494</u>