



FY 2018 Operations Budget Summary

Prepared for presentation to the Board of Trustees
November 16, 2017

SYSTEM-WIDE OPERATING BUDGET: **\$6.53B** *Up 1.4% from 2017*

- State appropriation after 2-year impasse!
- Robust student enrollments, high student quality
- Research funding remains strong
- Growth in clinical revenue

KEY BUDGET DRIVERS FOR FY 2018

State Appropriation Reduced

- 10% Reduction (-\$66.8M)
- Below FY 1995 level in nominal dollars

Continued Freeze Resident Undergraduate Tuition

- Revenue increases from enrollment growth
- Non-resident and grad/professional increases in tuition

Modest Salary program

- \$22M general increase
- Adjustment for CMER (Compression, Market, Equity, Retention)

FY 2018 OPERATING BUDGET SUMMARY

\$13.4M

Budget Increase (.3%)
Exclusive of payments-on-behalf

Unrestricted

Tuition is

Major Driver for Growth

Restricted

Major Drivers for Growth:
Hospital, Auxiliaries,
Departmental Operations

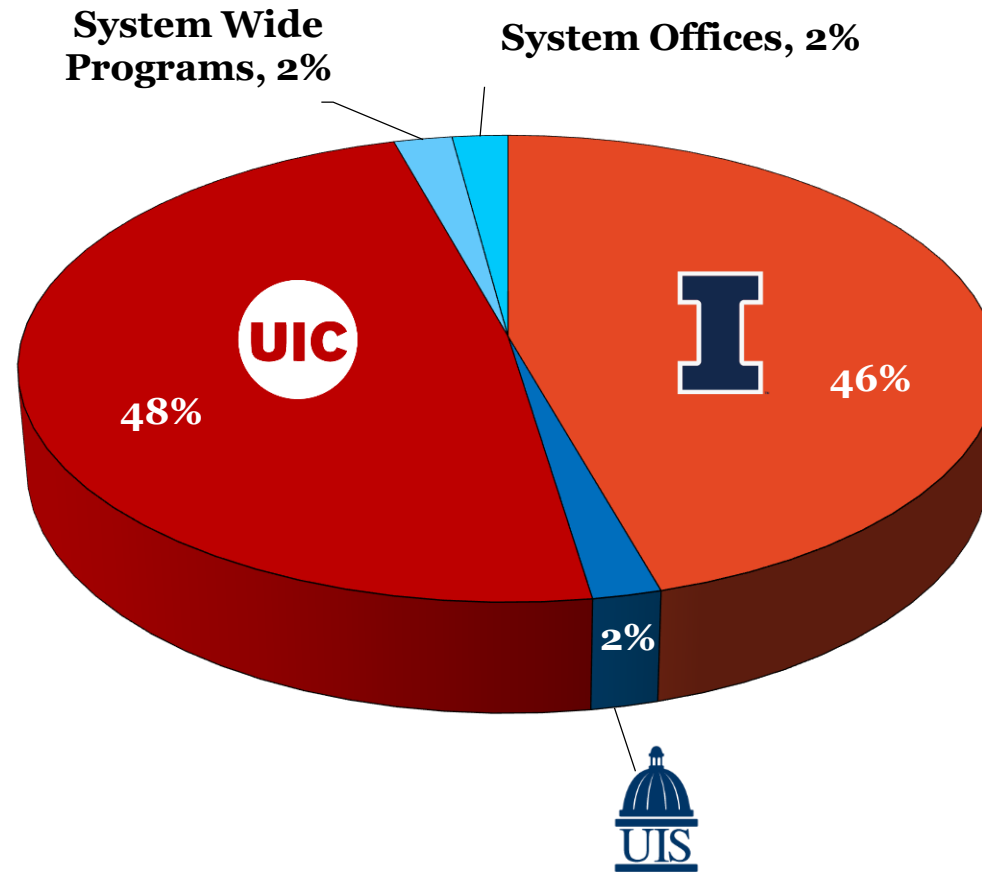
Payments

On-Behalf

• Unrestricted funds	↓	-\$27.4M	-1.2%
• Restricted funds	↑	\$40.8M	+1.6%
• Tuition revenue	↑	\$29.1M	+2.4%
• Institutional funds	↑	\$10.2M	+3.0%
• State appropriation	↓	-\$66.8M	-10.2%
• Sponsored research	↑	\$0.7M	+0.1%
• Gift & endowment income	↑	\$3.3M	+1.9%
• Auxiliaries, Dept'l Operations	↑	\$18.4M	+2.6%
• Hospital and MSP	↑	\$18.3M	+1.9%
• Estimated payments-on-behalf	↑	\$78.7M	+4.9%

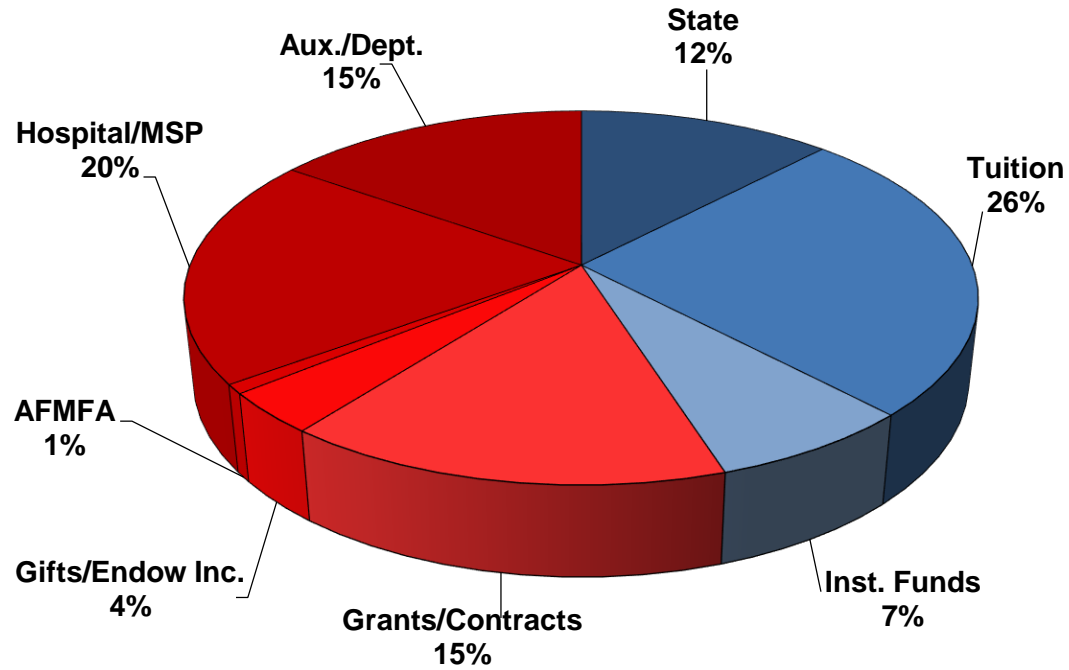
FISCAL YEAR 2018 – TOTAL SYSTEM

\$6.53 Billion

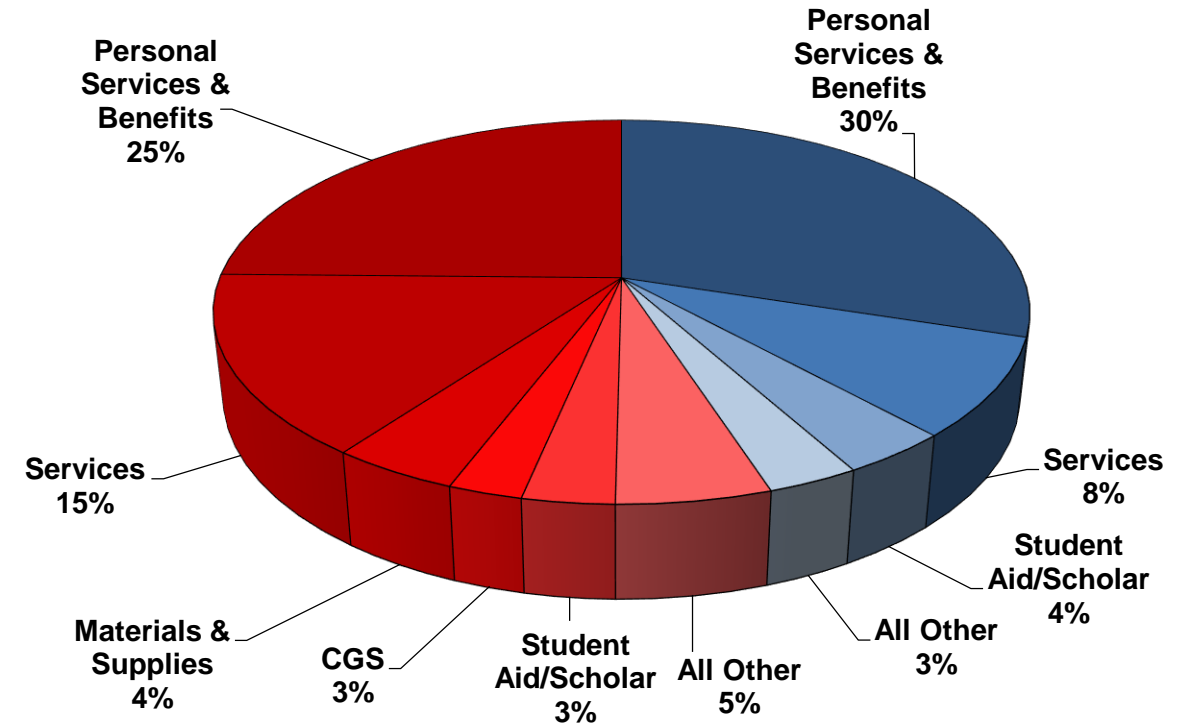


FISCAL YEAR 2018 – TOTAL SYSTEM

Where Does the Money Come From?



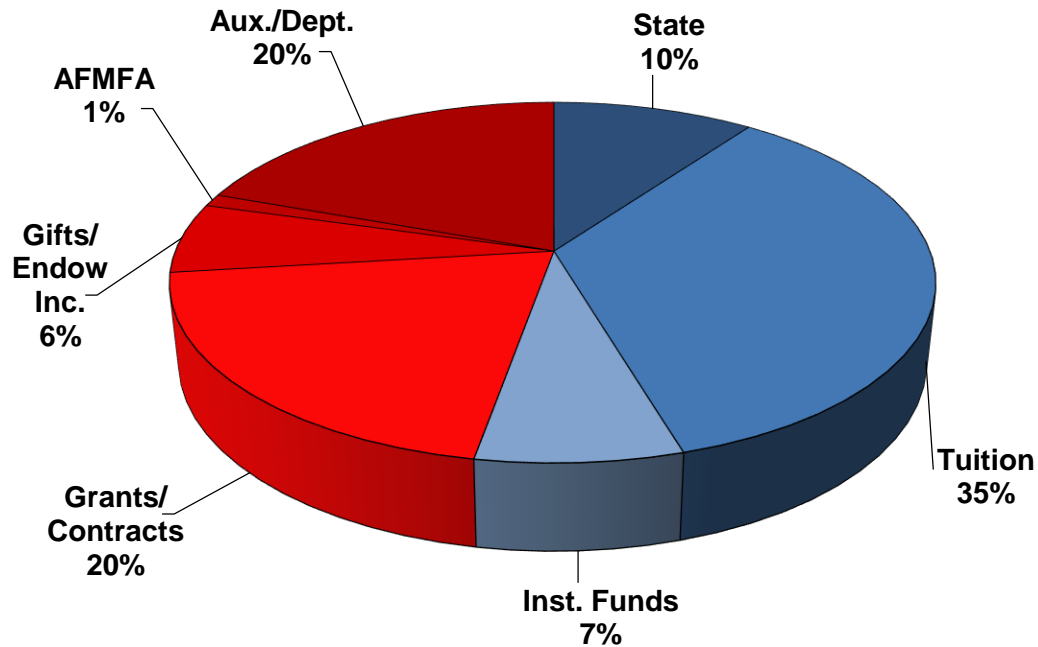
Where Do the Dollars Go?



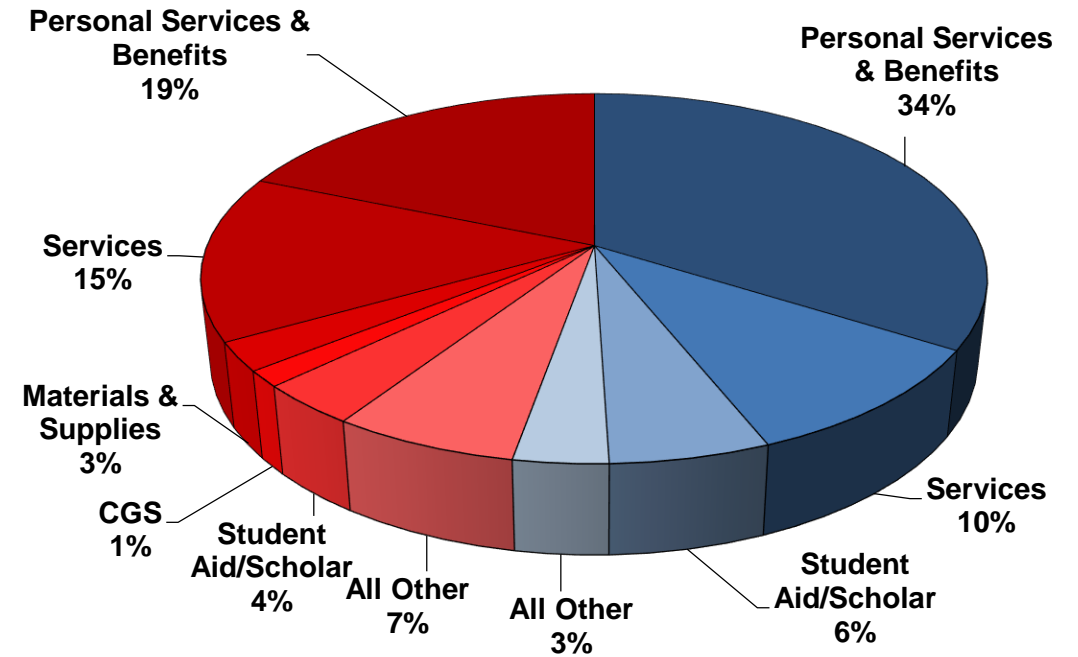
■ Restricted	\$2,662M	55%
■ Unrestricted	\$2,179M	45%
Total	\$4,841M	100%
Payments on Behalf	\$1,690M	
Total Budget	\$6,531M	



FISCAL YEAR 2018: URBANA-CHAMPAIGN

Where Does the Money Come From?



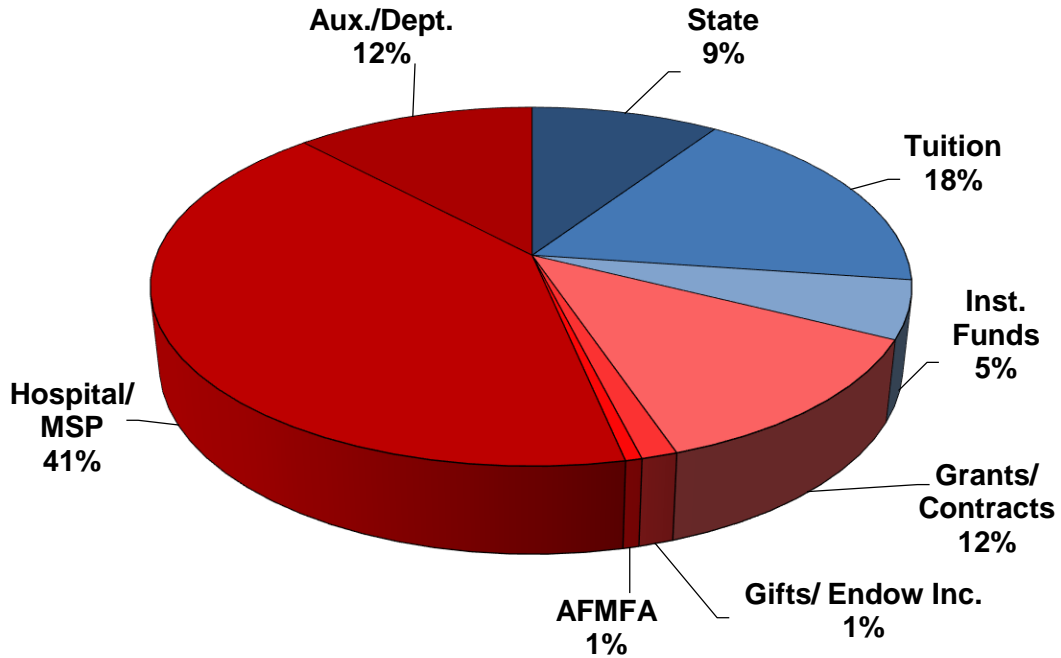
Where Do the Dollars Go?



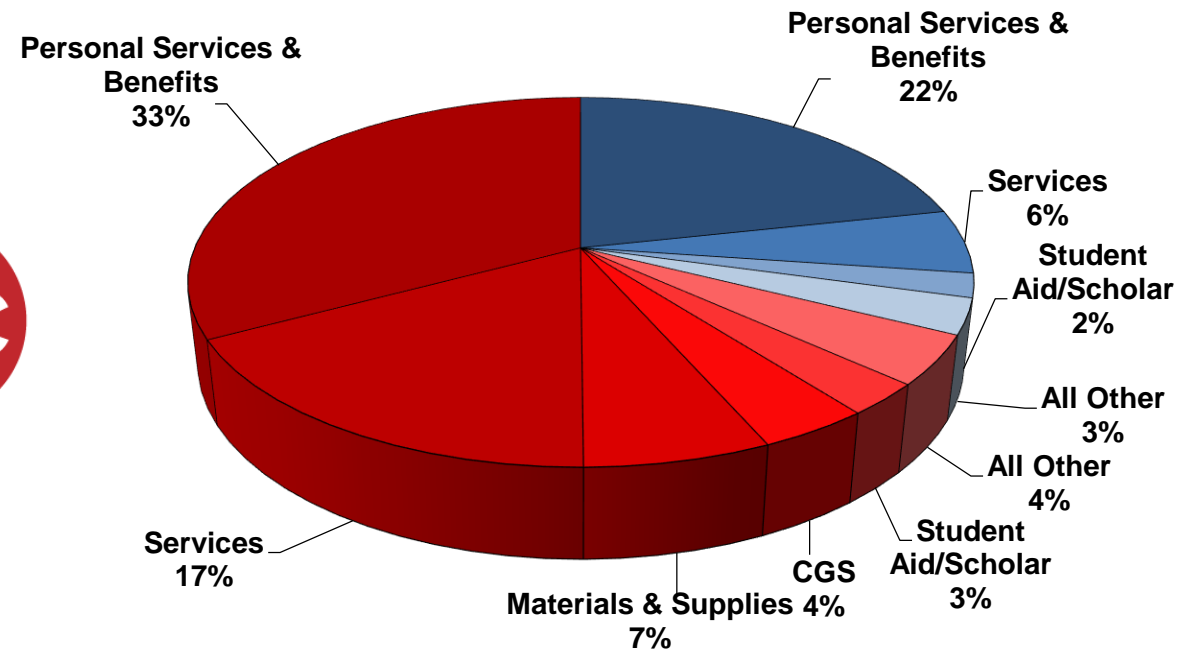
	Restricted	\$1,041M	47%
	Unrestricted	\$1,167M	53%
	Total	\$2,208M	100%
	Payments on Behalf	\$ 694M	
	Total Budget	\$2,902M	



FISCAL YEAR 2018: CHICAGO

Where Does the Money Come From?



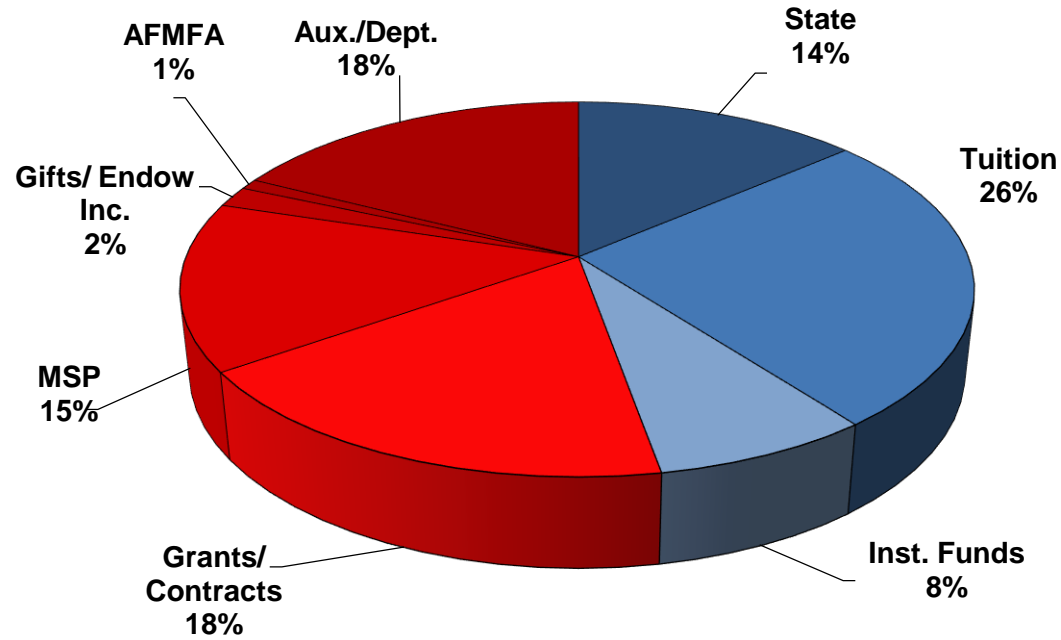
Where Do the Dollars Go?



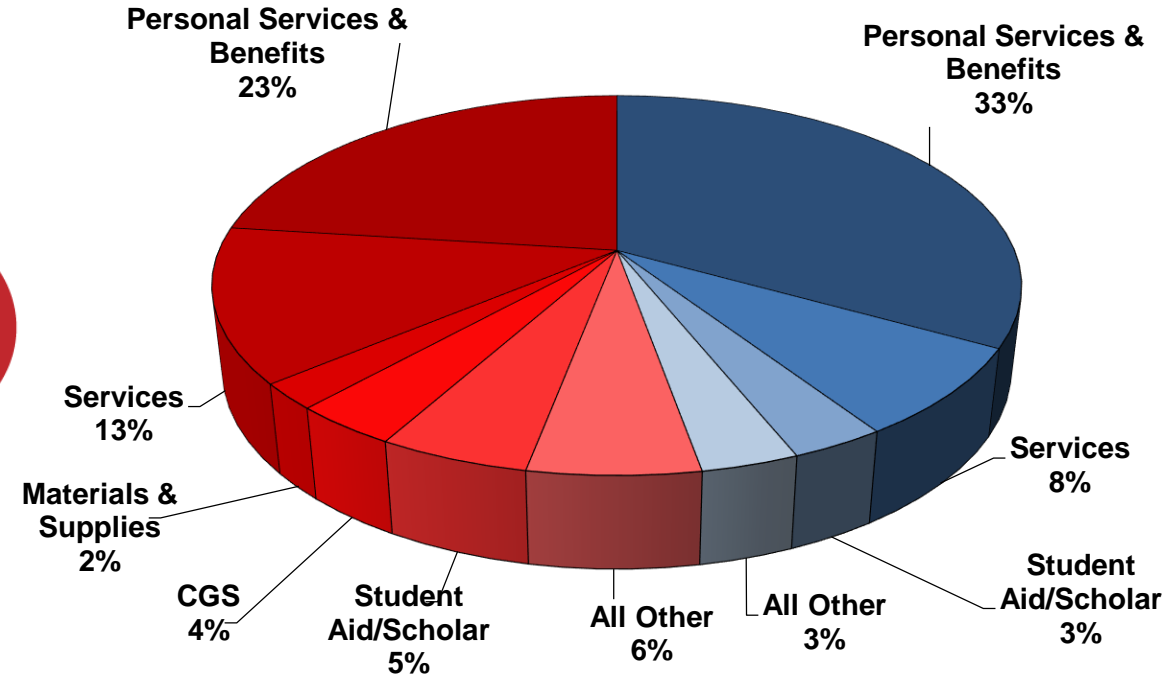
	Restricted	\$1,573M	68%
	Unrestricted	\$ 753M	32%
	Total	\$2,326M	100%
	Payments on Behalf	\$ 884M	
	Total Budget	\$3,210M	

FISCAL YEAR 2018: CHICAGO W/O HOSPITAL

Where Does the Money Come From?



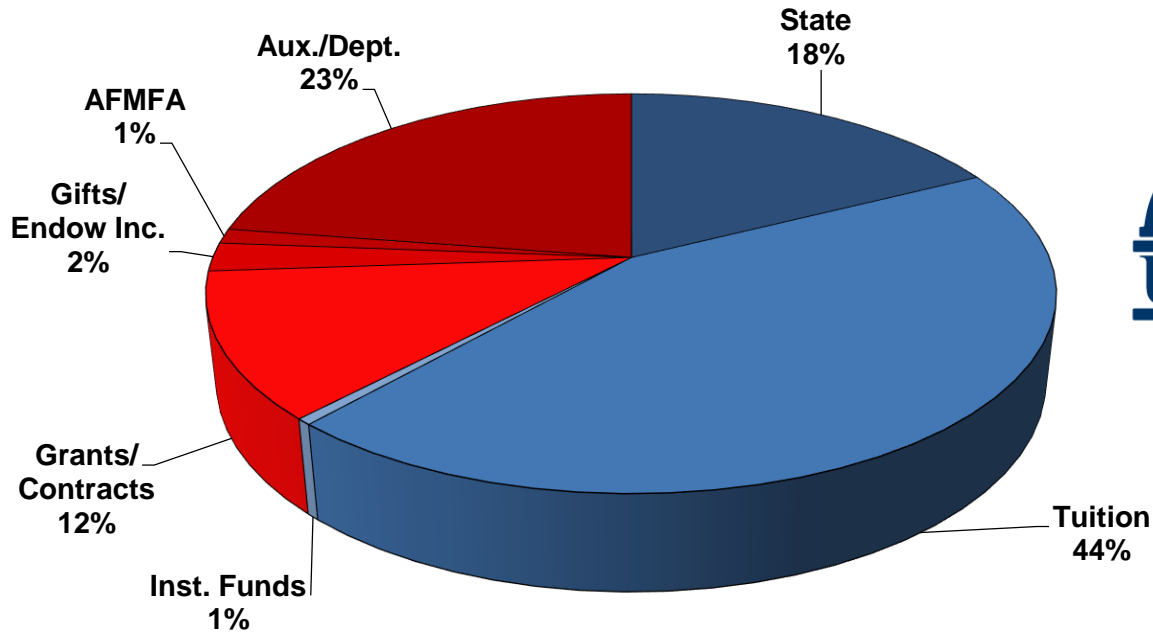
Where Do the Dollars Go?



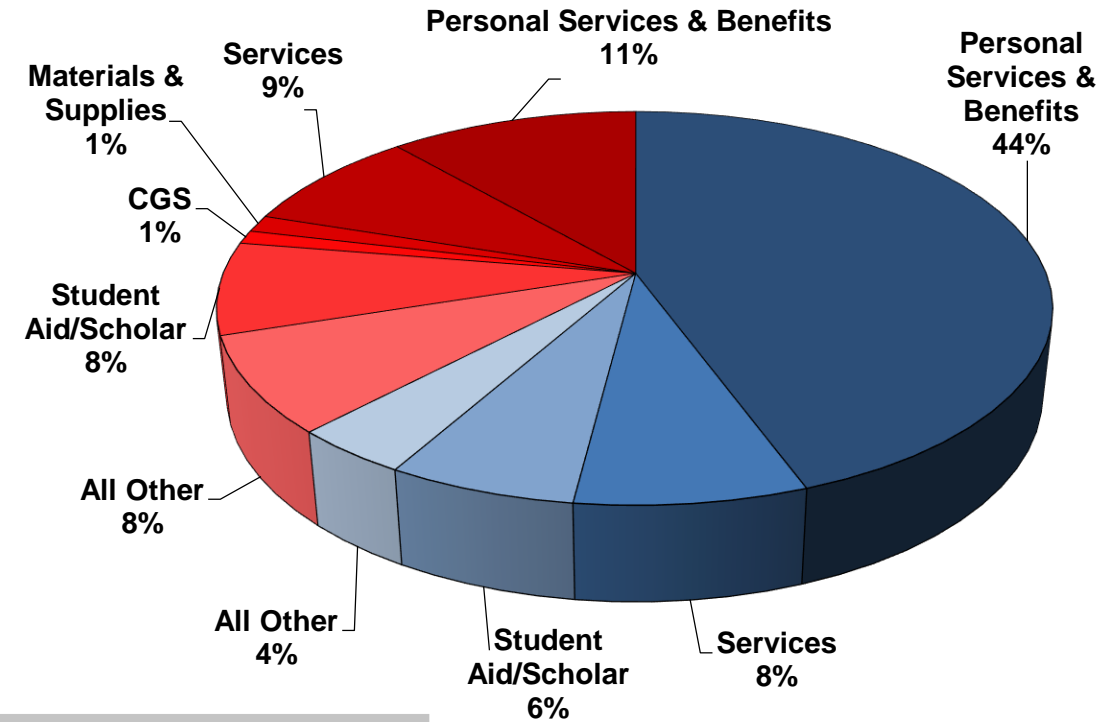
■ Restricted	\$ 843M	53%
■ Unrestricted	\$ 753M	47%
Total	\$1,596M	100%



FISCAL YEAR 2018: SPRINGFIELD

Where Does the Money Come From?



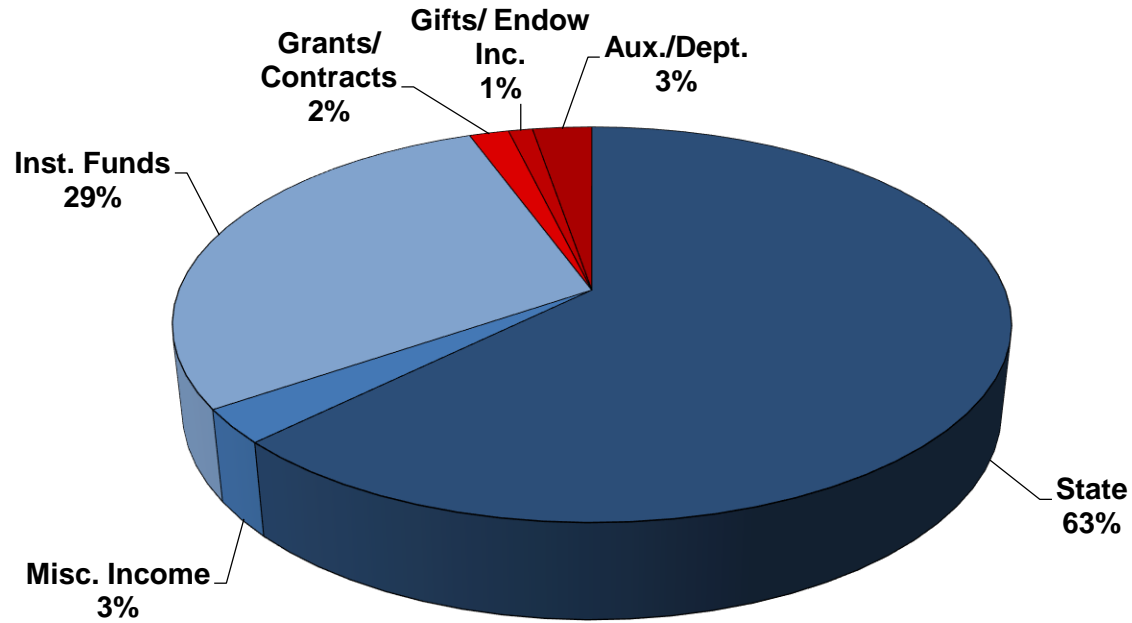
Where Do the Dollars Go?



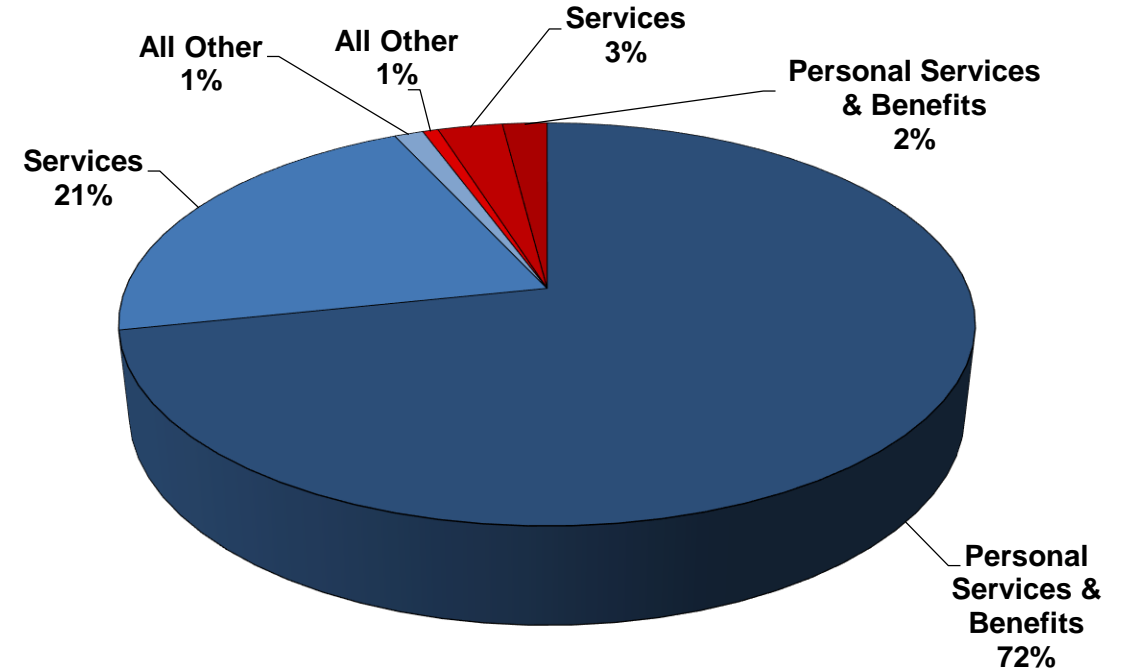
	Restricted	\$ 36M	38%
	Unrestricted	\$ 59M	62%
	Total	\$ 95M	100%
	Payments on Behalf	\$ 42M	
	Total Budget	\$ 137M	



FY 2018: SYSTEM OFFICES & SYSTEM WIDE PROGRAMS

Where Does the Money Come From?



Where Do the Dollars Go?



	Restricted	\$ 12M	6%
	Unrestricted	\$ 199M	94%
	Total	\$ 211M	100%
	Payments on Behalf	\$ 70M	
	Total Budget	\$ 281M	

CHALLENGES GOING FORWARD

- Decreased state funding
- Protecting affordability
- Uncertainty in federal research funding
- Pension cost shifts

