

ROLL CALL

APPROVE REQUESTS FOR NEW OPERATING AND CAPITAL  
APPROPRIATIONS, FISCAL YEAR 2015

**Action:** Approve Requests for New Operating and Capital Appropriations, Fiscal Year 2015

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

Requests for incremental operating funds and for new capital appropriations for the University of Illinois for the fiscal year commencing July 1, 2014, 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 2015 Budget Request for Operating and Capital Funds*, provides detailed descriptions of each program and project included in the request.

The Fiscal Year 2015 Operating Budget Request is outlined in Table 1. The University seeks \$78.7 million in new funds, an increase of 4.5 percent above the current year's State tax plus income fund base budget. The FY 2015 request focuses primarily upon needs for salary competitiveness for faculty and staff. The FY 2015 request also continues prior efforts to secure facilities maintenance resources in the

operating budget, as well as resources to meet critical operating cost increases. The request presents the most urgent funding needs confronting the University.

Table 2 identifies the ten projects in the FY 2015 Capital Budget Request in priority order. Together, these projects represent an investment of \$432.0 million, devoted to preserving and extending facilities already in place at the campuses and to 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 adequately fund multiple aspects of the facility plant assets. Due to its unique characteristic of health care education, funding for the Healthy Returns-The Illinois Bill of Health proposals 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 instruction, 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 July 2013.

The University's operating and capital requests for FY 2015 have been prepared by the Vice President for Academic Affairs based upon advice from the University Policy Council.

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

The President of the University concurs.

**Table 1**  
**FY 2015 Operating Budget Request**  
**(Dollars in Thousands)**

<b>I.</b>	<b>Strengthen Academic Quality</b>	<b>\$ 46,801.3</b>
	Competitive Compensation	
<b>II.</b>	<b>Address Facility Operations Needs</b>	<b>\$ 28,371.8</b>
	O & M New Areas, Facility Maintenance Support, Utility Maintenance Support	
<b>III.</b>	<b>Meet Inflationary and Other Cost Increases</b>	<b>\$ 3,492.2</b>
	Payroll Cost Increases, Library Price Increase	
	<b>Total Request</b>	<b>\$ 78,665.3</b>
	<i>% of FY 2014 Base</i>	<i>4.5%</i>
<b>IV.</b>	<b>Healthy Returns—The Illinois Bill Of Health</b>	\$15,000.0
<b>V.</b>	<b>Medical Professional Liability Insurance</b>	\$10,000.0

*FY 2014 Operating Tax and Income Fund Base:*  
*\$1,732,393.7*

**Table 2**  
**FY 2015 Capital Budget Request**  
**(Dollars in Thousands)**

<u>Priority</u>	<u>Project</u>	<u>Urbana</u>	<u>Chicago</u>	<u>Springfield</u>	<u>Total</u>
1	Repair and Renovation	\$33,600.0	\$24,000.0	\$2,400.0	\$60,000.0
2	Natural History Building	15,000.0			\$15,000.0
3	Pharmacy Renovation & Addition		86,000.0		\$86,000.0
4	Cultural Center Buildings	15,000.0			\$15,000.0
5	Main/Undergrad Library Redevelopment	50,000.0		55,000.0	\$105,000.0
6	Medical Sciences Building Modernization Ph. 1		26,000.0		\$26,000.0
7	Stevenson Hall Classroom Building Modernization		22,000.0		\$22,000.0
8	Altgeld/Illini Hall Renovation	30,000.0			\$30,000.0
9	Disability Research, Res. & Educ. Svc. Bldg.	52,400.0			\$52,400.0
10	Utility and Mechanical System Upgrades		20,600.0		\$20,600.0
		\$196,000.0	\$178,600.0	\$57,400.0	\$432,000.0