



2005-07 Biennial Budget Update

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Board of Regents
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2005-07 Biennial Budget

	2003-05	2005-07
State's Structural Deficit	\$3.2 billion	\$1.6 billion
Required UW GPR reductions	-\$250 million	-\$90 million
Tuition Offset	\$150 million	\$0 million
Net UW operational reductions	-\$100 million	-\$90 million

2005-07 Biennial Budget

(in millions)



Item	Governor's	Joint Finance	Difference
Salaries, Fringes, Utilities and Debt Service	\$81.71	\$81.71	\$0.00
Financial Aid	\$10.61	\$8.68	-\$1.93
120 Additional Faculty	\$11.43	0.00	-\$11.43
Platteville/Rock Engineering	\$.58	\$.76	\$.18
Committee on Baccalaureate Expansion (COBE)	\$1.11	\$.50	-\$.61
Faculty Retention	\$5.00	\$5.00	0.00
Alzheimer's Research	\$3.00	\$2.50	-\$.50
Domestic Partner	\$1.00	\$0.00	-\$1.00
GPR Budget Reductions	-\$65.00	-\$90.00	-\$25.00
Automobile Allowance	\$0.00	-\$.27	-\$.27
UW-Milwaukee & UW-Waukesha Task Force	\$0.00	\$.03	\$.03
UW Fox Valley Engineering	\$0.00	\$.10	\$.10
Smart Growth Reduction	\$0.00	-\$.17	-\$.17
Total	\$ 49.44	\$ 8.84	-\$ 40.60

Statutory Limitations – Resident Undergraduate Tuition

- The Board is only authorized to increase resident undergraduate tuition to fund:
 - Additional tuition authority provided in the biennial budget.
 - Compensation and fringe benefits.
 - Any projected loss in revenue caused by enrollment changes in the previous year.
 - State-imposed costs not covered by GPR, as determined by the Board.
 - Distance education, nontraditional courses and intersession courses.
 - Differential tuition.

2005-07 Financial Aid Funding

Financial Aid Funding Changes (From the Governor's Budget)	2005-06	2006-07
WHEG-UW (in HEAB)	-3,426,000	-7,591,100
Advanced Opportunity Program	-393,400	-546,200
Lawton	-482,400	-505,600
Total Change in UW Financial Aid	-\$4,301,800	-\$8,642,900



UW System Enrollment versus Gap in State Support Per Student 1986 - 2004

Year	Enrollment	UW State Support compared to National Average per Student
1986	139,134	-\$1,222
1995	125,098	+\$161
2004	135,190	-\$1,228

2004-05 UW System Tuition Versus Peer Institutions

2004-05 Resident Undergraduate Tuition and Fees for Entering Students

	<u>UW</u> <u>Tuition & Fees</u>	<u>Peer</u> <u>Midpoint</u>	<u>Distance From</u> <u>Midpoint</u>	<u>Rank</u>
Madison	\$5,862	\$7,447	-\$1,585	8 th of 9
Milwaukee	\$5,831	\$6,859	-\$1,028	11 th of 15
Comprehensives	\$4,724	\$5,626	-\$902	33 rd of 35

UW System Capital Budget:

JFC Changes to the Building Commission's Capital Budget:

1. Reduced All Agency Funds by \$20 million
 - Impact on UW System: Around \$10 million, the UW System normally receives approximately 50%.

2. Reduced funding for UW Major Projects by \$10 M
 - Impact to the UW System: Reduces from \$164 M to \$154 M the funding that covers 14 major projects at UW campuses.

 - UW System is directed to submit a plan to the Building Commission.

UW System Capital Budget:

JFC Changes to the Building Commission's Capital Budget:

3. Authorized the Governor's Wisconsin Institute for Discovery at UW-Madison for 2005-07, but withheld enumeration for future biennia.
4. Sets a state target for future GFSB (2007-09 and beyond) and adjusts for industry inflation thereafter (includes additional restrictions).