



2012-13 Annual Budget

Board of Regents Meeting
June 7, 2012

FY 2012-13 Annual Budget

- Primary budget source - the 2011-13 biennial budget approved by the Legislature and the Governor
- Chapter 20 of the biennial budget act includes most of the state dollars and tuition authority for the University of Wisconsin System

2012-13 Budget Changes

(in millions)	2011-12 Budget	2012-13 Budget	Change
GPR	\$1,001.5	\$1,135.2	\$133.7
Tuition	\$1,209.0	\$1,277.4	\$ 68.4
Other	\$3,379.7	\$3,488.8	\$110.1
Total	\$5,590.2	5,901.4	\$312.2

2012-13 GPR and Tuition Changes

Key Budget Modifications GPR/Tuition 2011-12 to 2012-13

2011-12 Budget	\$2,210.5
Debt Service (↓ \$41.7 m. in 2011-12)	106.4
Utilities (↓ \$10.5 m. in 2011-12)	18.0
Self-Supporting Operations	27.6
Partial Restoration of Base	34.5
Est. Health Insurance/Other	15.6
2012-13 Budget	\$2,412.6

Segregated Fees by Campus

- ✓ Segregated Fees range from \$859 at UW-Whitewater to \$1,363 at UW-Superior and average \$1,065.
- ✓ Increases range from \$-4 to \$83 at UW-Milwaukee.
- ✓ The major reasons for increases are:
 - ✓ Funding for major projects and student approved facility enhancements.
 - ✓ Student initiated programming.
 - ✓ Additional staffing, supplies and expense.

Room & Board Rates by Campus

- Room and Board costs range from \$5,610 at UW-Superior to \$8,594 at UW-Milwaukee, with an average of \$6,415
- Increases range from \$70 to \$412. The average increase is \$231 (3.7%)
- The major reasons for increases are:
 - ✓ New and renovated residence halls
 - ✓ Facility maintenance projects
 - ✓ New meal plans and extended service hours



2011-13 Budget Challenges

	2011-12	2012-13	Biennial
Base Reduction	\$125,125,000	125,125,000	\$250,250,000
Lapses	\$46,135,078	\$19,634,769	\$65,769,847
Total Cuts and Lapses	\$171,260,078	\$144,759,769	\$316,019,847
Tuition Offset	-\$37,500,000	-\$72,032,500	-\$109,532,500
Savings from Employee Contributions	-\$25,000,000	-\$25,000,000	-\$50,000,000
Net Cuts and Lapses	\$108,760,078	\$47,727,269	\$156,487,347

Why Tuition Increases are Needed

- ✓ \$34 million partial restoration of base to maintain capacity for Growth Agenda for Wisconsin
- ✓ Continue key instructional and support services
- ✓ Limit impact on access and quality:
 - Class size increases
 - # of faculty teaching
 - # of classes offered

Tuition Peers

- UW-Madison* – among the lowest tuition of Big 10 peers after increases, and the dollar gap has remained at about \$1,330 the last two years
- Madison, Milwaukee and Comprehensives all remain below 2011-12 peer average after the 2012-13 proposed increases.

Improving Affordability

- Increasing the number of WHEG Awards.
- Tuition Assistance Grants for middle income students.
- Covenant students will receive state and foundation grants.
- Lower cost access for students at Colleges (14,000+)
- Madison and Eau Claire differentials include financial aid.
- Increases in private institutional aid.
- Initiatives to reduce time to degree.
- Tuition Plateau Discount at most institutions (can save students \$15,000 or more)