



# **The University of Alabama in Huntsville**

## **Preliminary 2012-13 Operating Budget**

**July 25, 2012**

## **Key Budgeting Parameters:**

- **Maintain a balanced budget**
- **State Appropriations decrease 4%**
- **Stable Enrollment**
- **Modest tuition & fees increase**
- **Provide a merit-based salary pool to faculty, staff, and graduate assistants**

## Key Budgeting Parameters (continued):

- **Fund customary faculty promotions**
- **Allocate funds for new faculty in targeted growth area - Nursing**
- **Assure quality in teaching, research, and services**
- **Protect revenue generating units**

## **Budget Reduction Actions:**

- **Electronic & paperless administrative process**
- **Energy management**
- **Reorganization: not filling or postponing certain vacant positions**
- **Faculty & staff health/fitness program**



## Undergraduate In-State Students Taking 30 Semester Hours

	<u>UAH</u>	<u>National Public Doctoral</u>
2011-12	\$ 8,094	\$ 9,185
Gap - Dollars		\$ (1,091)
Gap - Percent		-12%

## **Undergraduate In-State Students Taking 30 Semester Hours**

<b>2011-12</b>	<b>\$8,094</b>
<b>Increase</b>	<b>\$ 700</b>
<b>2012-13</b>	<b>\$8,794</b>
<b>Percent Increase</b>	<b>8.65%</b>

- **\$120 of the \$700 increase is dedicated for the new Student Life Center debt service**



# Changes in TRS rates:

	<u>Employee</u>	<u>Employer</u>
<b>October 1, 2010</b>	<b>5.00%</b>	<b>12.51%</b>
<b>October 1, 2011</b>	<b>7.25%</b>	<b>10.00%</b>
<b>October 1, 2012</b>	<b>7.50%</b>	<b>10.08%</b>

TRS = Teachers Retirement System



**Preliminary 2012-13 Operating Budget  
Incremental Increase and Decrease**

**Revenues**

State Appropriation Decrease	(1,730,000)
Tuition & Fees Revenues	5,165,000
Nursing Enrollment Growth	465,000
Other (F&A dedicated to General fund)	155,000
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Total Revenues	<u><u>4,055,000</u></u>

**Expenditures**

3% Merit-based salary pool	2,190,000
Faculty Promotions	78,000
Scholarships	716,000
New Student Life Center Debt Service	720,000
Nursing: 2 New Faculty Positions	216,000
Library Books & Periodicals Inflation	53,000
VP University Advancement/CIO Positions	369,000
System Office Allocations	60,000
Internal Reallocations	(347,000)
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Total Expenditures	<u><u>4,055,000</u></u>





## **Future Budgeting Issues to Consider**

- **State support will continue to decline**
- **Enrollment must improve**
- **Maintaining affordable tuition**
- **Scholarships**
- **IT Investment**
- **Uncertainty in external federal funding**
- **Impact of Patient Protection & Affordable Care Act**