Campus Biennial Budget Meeting
Tenth in a Series

August 19, 2015
UWM Student Union, Wisconsin Room
Today’s Meeting

• **Brief Updates**
  o From the Chancellor
  o Budget Planning Task Force
  o Governance Groups
  o Budget Communication Task Force

• **Q & A – Open Discussion**
  o budget-questions@uwm.edu

• **Wrap-up and Closing Comments**
### 2015-17 Budget Recap

<table>
<thead>
<tr>
<th>What Could Have Been</th>
<th>Actual</th>
</tr>
</thead>
<tbody>
<tr>
<td>$300 million cut to UW System</td>
<td>$250 million cut to UW System</td>
</tr>
<tr>
<td>$ 48 million cut to UWM</td>
<td>$ 30 million cut to UWM</td>
</tr>
<tr>
<td>3x the size of any prior cut</td>
<td>1.5x size of any prior cut</td>
</tr>
</tbody>
</table>
Breakdown of UWM’s Cut

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>UWM’s Share of $150 Million Annual Base Reduction (13.6%)</td>
<td>$20,430,000</td>
</tr>
<tr>
<td>Additional Annual Reduction for Unfunded Costs</td>
<td>$2,121,000</td>
</tr>
<tr>
<td><strong>Total Annual Cut without Restored $25 million</strong></td>
<td><strong>$22,551,000</strong></td>
</tr>
<tr>
<td>UWM’s Share of Restored $25 million (18%)</td>
<td><strong>($4,508,800)</strong></td>
</tr>
<tr>
<td><strong>UWM’s Total Annual Base Cut with Restored $25 million</strong></td>
<td><strong>$18,042,200</strong></td>
</tr>
<tr>
<td>UWM’s Share of UW System $20 million in One-Time Funds (29%)</td>
<td>$5,825,100</td>
</tr>
<tr>
<td>Amount Needed to Fund Cut in <strong>FY 2016</strong></td>
<td><strong>($12,217,100)</strong></td>
</tr>
<tr>
<td>Amount Needed to Fund Cut in <strong>FY 2017</strong></td>
<td><strong>($18,042,200)</strong></td>
</tr>
<tr>
<td><strong>Total UWM Cut Over FY 15-17 Biennium</strong></td>
<td><strong>($30,259,300)</strong></td>
</tr>
</tbody>
</table>
Groups Addressing the Cuts

- Budget Planning Task Force
- Budget Model Working Group
- Budget Communication Task Force

Strategic Directions
UWM Structural Deficit

• **UWM-specific Issues**
  • Significant capital and program commitments
  • $20M in Milwaukee Initiative and DIN base funds
  • Several years of declining enrollment
  • Historical underfunding of GPR allocation

• **UWS Issues**
  • Budget cuts for four consecutive biennia
  • Four year tuition freeze
Team Sponsors: Chancellor, Provost and VC of FAA

Team Co-Chairs: Dean, gov member (1 ea)

Team Size: approx. 15 people

Support Team: 10 people

Team and Support Team Members: Students, faculty, staff, deans, cabinet members
New UWM Resources
Structure
Operations

Shared Governance

Budget Planning Task Force
Budget Model Working Group
Budget Communication Task Force

Chancellor’s Campus Organization & Effectiveness Team
Updates on UWS Task Forces

• **UWS Task Force on Shared Governance**
  • Separate BOR policy to retain shared governance is not required when state budget did not remove shared governance from statutes

• **UWS Tenure Policy Task Force**
  • UWM representatives: Rob Smith and Kristene Surerus
  • First meeting: August 20, 2015
  • Goal: create new policy, using AAUP as model
  • UWM committed to uphold and stand for tenure practice that comports with AAUP standards

• **UWS Tuition Setting Task Force**
Budget Planning Task Force

- Previously, BPTF allocated $15.7 million in cuts
  - $12.2 million for FY 16
  - $3.5 million for FY 17
- Pending task is to allocate another $14.5 million in cuts beginning in FY 17
  - BPTF is reviewing all units’ permanent cut scenarios
  - Two subcommittees, Academic and Administrative, are meeting weekly; cuts will not be pro rata
  - Full committee reconvening next week
- AOC Update
Budget Model Working Group

- BMWG formed 2 years ago to research and draft proposal for new resource allocation model
- BMWG recommended a series of modifications to current model, tested them in spring 2015
- Presentations have been made to various groups this summer and will continue into early fall, to include governance groups and open forums
- Chancellor will review final recommendations and make a decision later in the fall
- First budget changes under new model not effective until FY 18, at earliest
Governance Groups

- University Committee
- Academic Staff Committee
- University Staff Council
- Student Association
Budget Communication Task Force

- Communication Task Force Work Continues
  - Planning advocacy for 2017-19 budget
  - Legislative campus visits underway
  - Next phase of budget information web site
Wrap-up

• What’s Coming Up
  – Chair Retreat (Aug. 20)
  – Fall Plenary Address (Sept. 3)
  – Board of Regents (Sept. 10-11)
Q & A – Open Discussion

budget-questions@uwm.edu
SPACER SLIDE

Slide to follow have optional content that can be pulled up, if needed
### Recommended Allocation of FY16 Cut

<table>
<thead>
<tr>
<th></th>
<th>% Share UWM Budget</th>
<th>FY16 Cut (in millions)</th>
<th>Cut %</th>
</tr>
</thead>
<tbody>
<tr>
<td>Academic Affairs</td>
<td>54.6%</td>
<td>*$6.2</td>
<td>39.5%</td>
</tr>
<tr>
<td>Student Affairs</td>
<td>22.5%</td>
<td>$4.0</td>
<td>25.5%</td>
</tr>
<tr>
<td>Finance &amp; Administrative Affairs</td>
<td>12.6%</td>
<td>$3.1</td>
<td>19.7%</td>
</tr>
<tr>
<td>General Education Administration</td>
<td>2.8%</td>
<td>$0.6</td>
<td>3.8%</td>
</tr>
<tr>
<td>Unit-Wide / Central Pool</td>
<td>7.5%</td>
<td>$1.8</td>
<td>11.5%</td>
</tr>
<tr>
<td><strong>Total to be Collected in FY16</strong></td>
<td><strong>100.0%</strong></td>
<td><strong>$15.7</strong></td>
<td><strong>100%</strong></td>
</tr>
</tbody>
</table>

- **Amount needed for FY16**: $12.2
- **To be Set Aside for FY17**: $3.5
- **Remaining Amount Needed for FY17**: $14.5