



Board of Regents University System of Georgia

FY 2013 Operating Budget Request and FY 2012 Amended Budget

"Creating A More Educated Georgia"



Budget Reductions

- Reduction Plans of 2%
 - FY 2012 Amended = \$34.8 Million
 - FY 2013 = \$34.8 Million
- Institutions instructed not to include furloughs as a part of reduction plans
- No funds currently being withheld by the Office of Planning and Budget

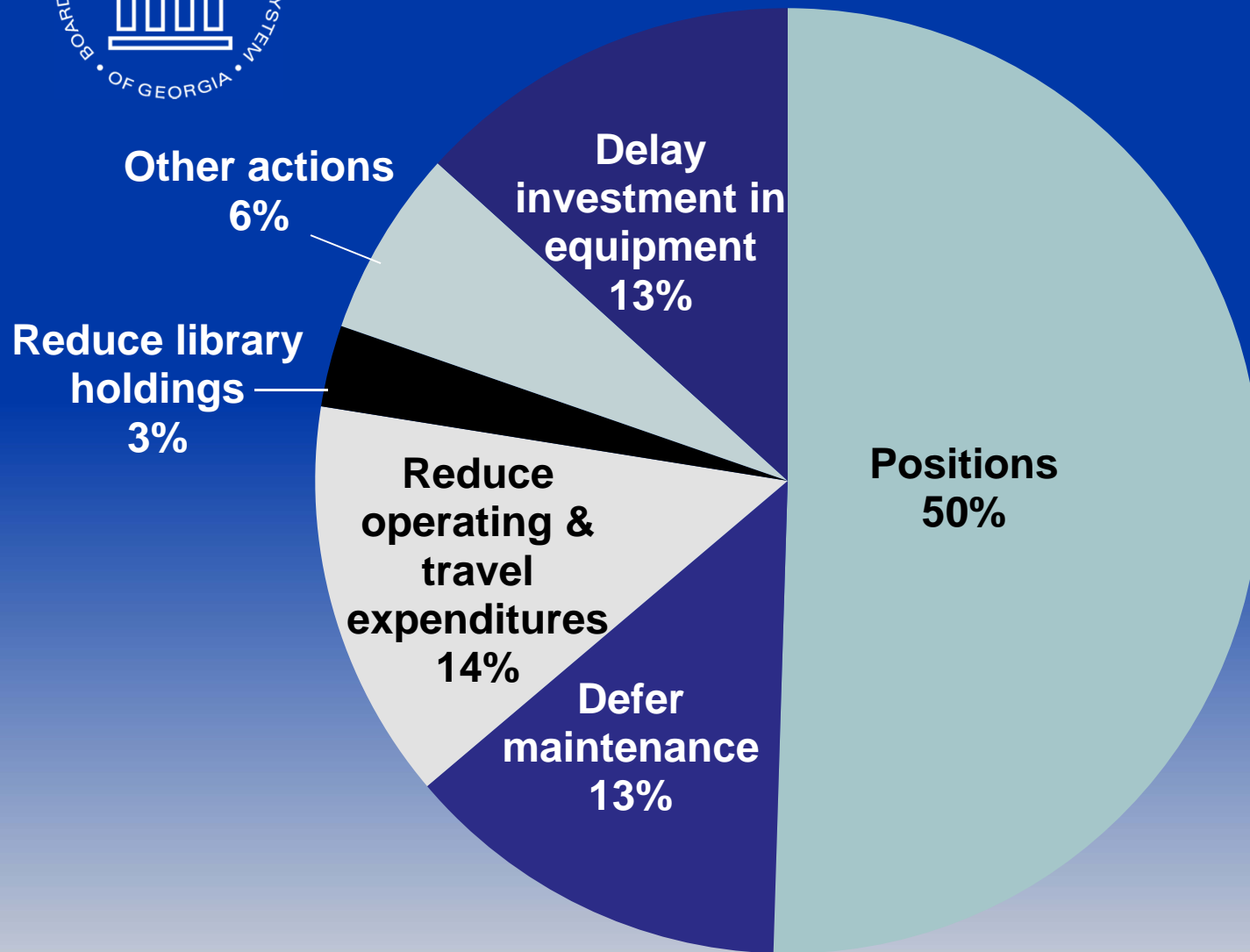


Budget Reduction Implications

- Eliminate positions and/or freeze vacancies
- Increase use of part-time faculty
- Reduce course offerings/increase class size
- Eliminate low enrollment programs
- Reduce operating, travel, professional development and equipment expenditures
- Defer maintenance
- Reduce library holdings



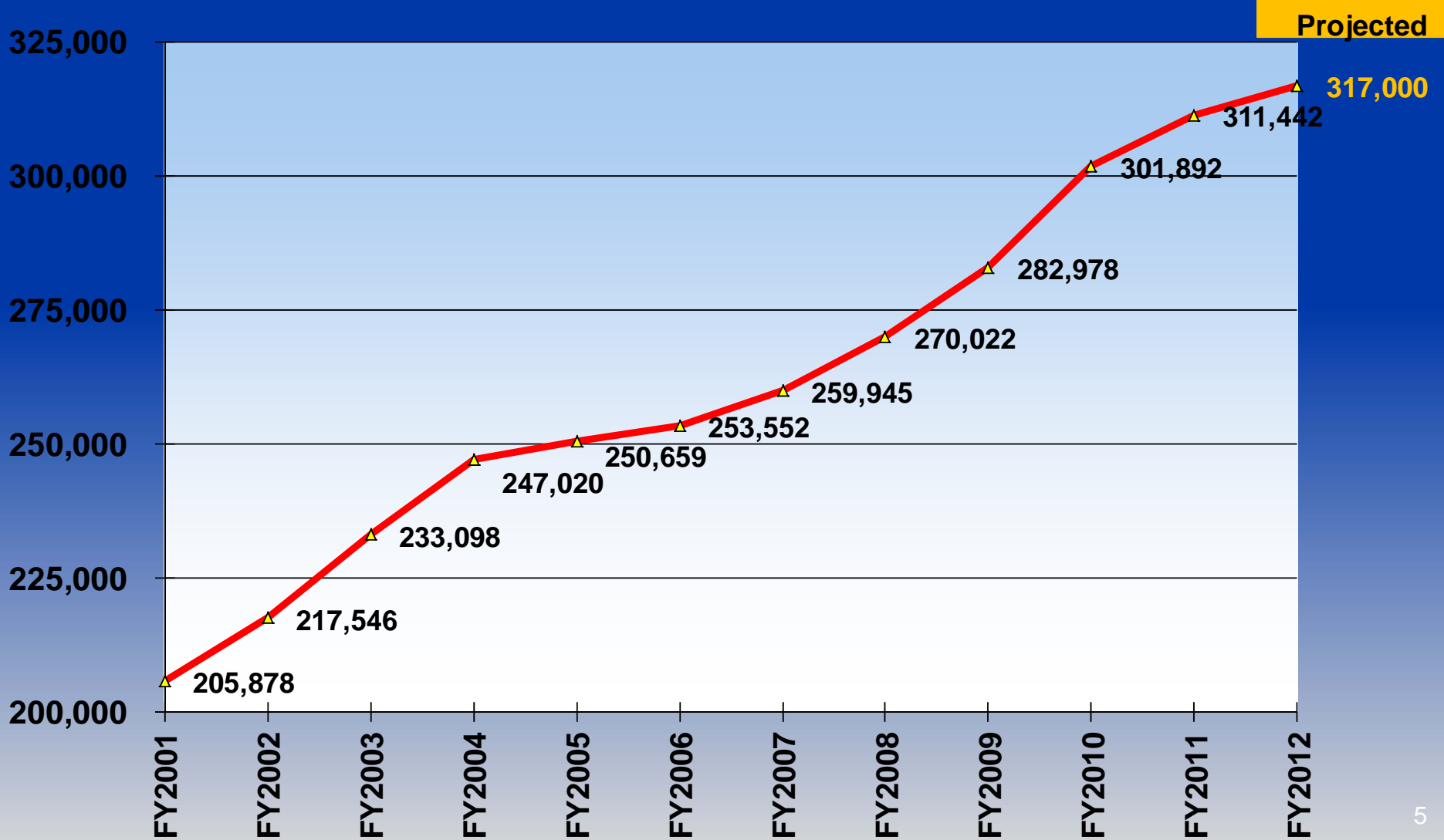
Budget Reduction Implications



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University System Enrollment

Fall Headcount Enrollment





FY 2013 Formula Request

Enrollment Growth @ 3%	\$ 72.6 Million
M&O Funds - Increased Square Footage	\$ 12.5 Million
Health Insurance – Employer Share at 5.2%	\$ 11.0 Million
Retiree Health and Life Benefits	\$ 5.7 Million
Payback Projects Retired	\$ 0.8 Million
Total	\$102.6 Million

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Formula Earnings

Full Funding vs Actual Funding

(Billions)





Health Professions Expansion

Graduate Medical Education	\$ 1.20 Million
Nursing	\$ 6.03 Million
- Increase Nursing Graduate Level RN Programs	
- Enhance Nursing Faculty Careers	
- Enhance Clinical Rotations and Training	
- Provide Regional Simulation Centers	
Total	\$ 7.23 Million

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Other Request Items

Health Insurance & Retiree Fringes for B Units	\$ 1.3 Million
Formula for Georgia Public Library System	\$ 0.4 Million
Southern Regional Education Board	\$ 0.1 Million
Total	\$ 1.8 Million



FY 2013 Request Summary

Formula	\$ 102.6 Million
Health Professions Education	\$ 7.2 Million
Health Ins. & Retiree Fringes for B Units	\$ 1.3 Million
Formula for GPLS	\$ 0.4 Million
Southern Regional Education Board	\$ 0.1 Million
Total	\$111.6 Million

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FY 2013 Funding Change

Fiscal Year 2012 State Appropriations

\$ 1.74 Billion

Formula Funds \$ 102.6 Million

Medical Education Expansion \$ 7.2 Million

Other Requests \$ 1.8 Million

Total Increase \$111.6 Million

6.4%

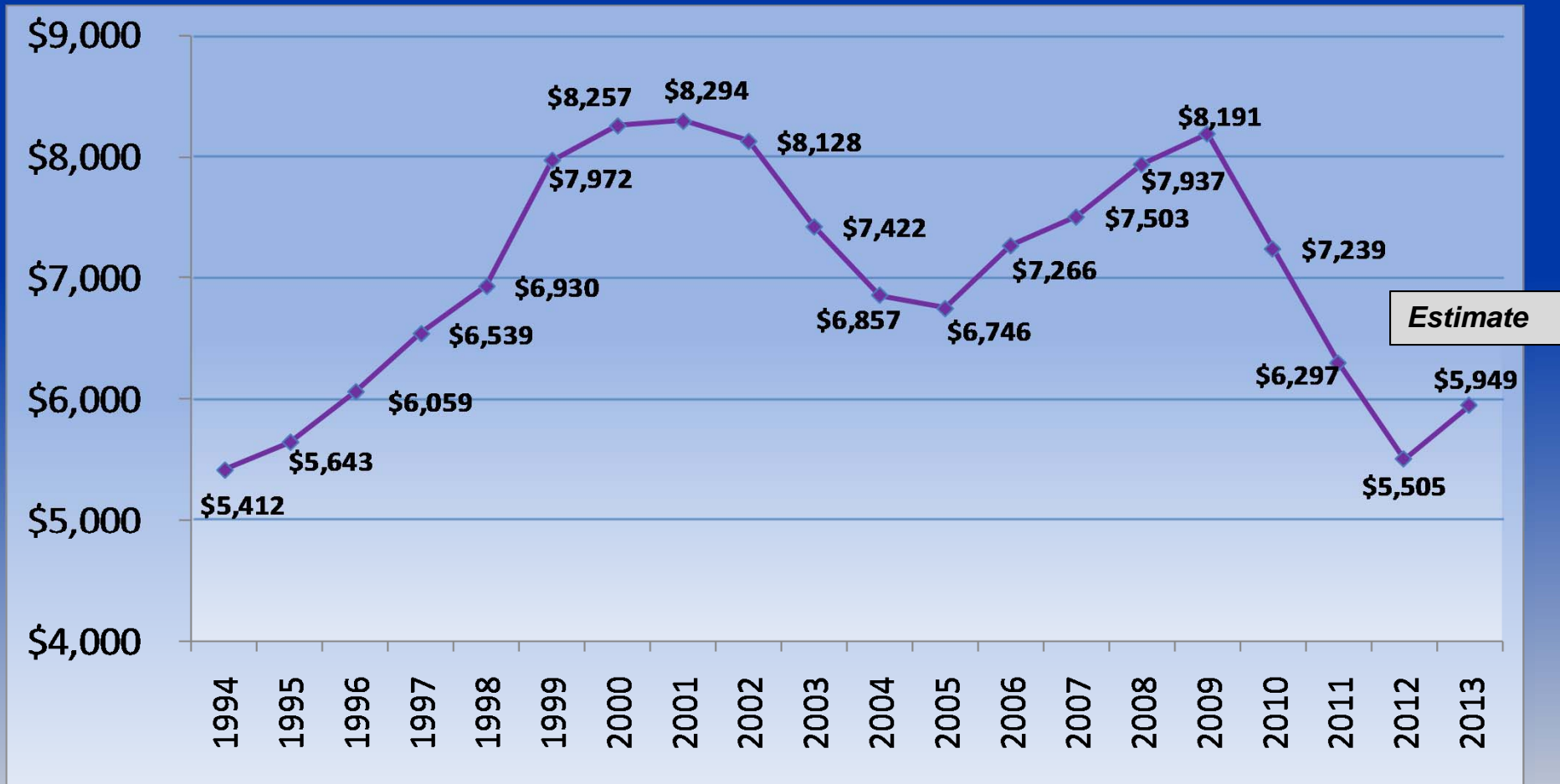
FY 2013 Total Request (*Before Reductions*)

\$ 1.85 Billion

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State Funding Per Student FTE



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Next Steps for FY 2013

- Work with Executive and Legislative Partners to Fully Fund Requested Formula Increase
- Maintain Affordability – Tuition and Fees
- Limit Mandatory Fee Increase Requests
- Utilize Zero-Based Budget Approach for Selected Programs (to include System Office)
- Begin Formula Review



Board of Regents University System of Georgia

FY 2013 Capital Budget Request

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FY 2013 Capital Budget Summary

Major Repair and Renovation	\$ 50.0 M
Equipment	\$ 11.1 M
Construction	\$ 206.1 M
Other Projects	\$ 15.0 M
Georgia Public Library System	<u>\$ 16.1 M</u>
Total	\$ 298.3 M



FY 2013 Major Repair and Renovation - \$50,000,000

- Critical for USG institutions to meet major repair and renewal needs in instructional buildings and associated infrastructure
 - Maintains safety and integrity of critical facilities systems and components
 - Enables instructional space to meet changing enrollment and program needs
 - Promotes local economies through the use of locally based contractors and designers
 - Protects State's capital investment



FY 2013 Equipment

ABAC	Historic Tift Lewis Herring Renovation	\$1,500,000
CCGA	Teacher Learning/Education Center	\$1,100,000
GSOU	Biology Building	\$2,800,000
GSWSU	Health and Human Sciences Building	\$1,400,000
KSU	Education Classroom Facility	\$2,300,000
UWG	Nursing Building	<u>\$2,000,000</u>
	Subtotal	\$11,100,000



FY 2013 Construction

GCSU	Historic Ennis Hall Renovation	\$ 9,600,000
GGC	Allied Health Building	\$25,200,000
GHSU	Medical Commons	\$28,000,000
GIT	Engineered Biosystems Building	\$59,000,000
UGA	Vet Med Teaching Hospital	\$52,300,000
VSU	Health Science Building	<u>\$32,000,000</u>
	Subtotal	\$206,100,000



FY 2013 Other Projects

KSU	Infrastructure Expansion	\$ 5,000,000
UGA	Agricultural Extension Minor Capital	\$ 4,000,000
UGA	Griffin Food Technology Center	\$ 3,500,000
UGA	Rock Eagle (MRR)	\$ 1,000,000
USG	State History Museum	<u>\$ 1,500,000</u>
	Subtotal	\$ 15,000,000



FY 2013 Georgia Public Library System

1. Perry Public Library (Houston County)	\$ 1,600,000
2. Athens Regional Library (Royston, Franklin County)	\$ 1,325,429
3. Three Rivers Regional Library (Folkston, Charlton County)	\$ 561,167
4. Flint River Regional Library (Milner, Lamar County)	\$ 783,333
5. Dougherty County Public Library (Albany)	\$ 2,000,000
6. Gwinnett County Public Library (Norcross)	\$ 1,873,143
7. Cobb County Public Library (East Marietta)	\$ 2,000,000
8. Live Oak Public Library, Islands (Savannah, Chatham Co.)	\$ 2,000,000
9. Atlanta-Fulton County Library (Milton, Fulton County)	\$ 2,000,000
10. Atlanta-Fulton County Library (Wolf Creek, Fulton County)	<u>\$ 2,000,000</u>
Subtotal	\$16,143,072

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Board Action Items

- Approval of the FY 2013 Operating Budget Request
- Approval of the FY 2013 Capital Budget Request
- Approval of the 2% reduction plans in concept for FY 2012 Amended and FY 2013