
University of Oregon Background Budget Information

June 9th, 2015

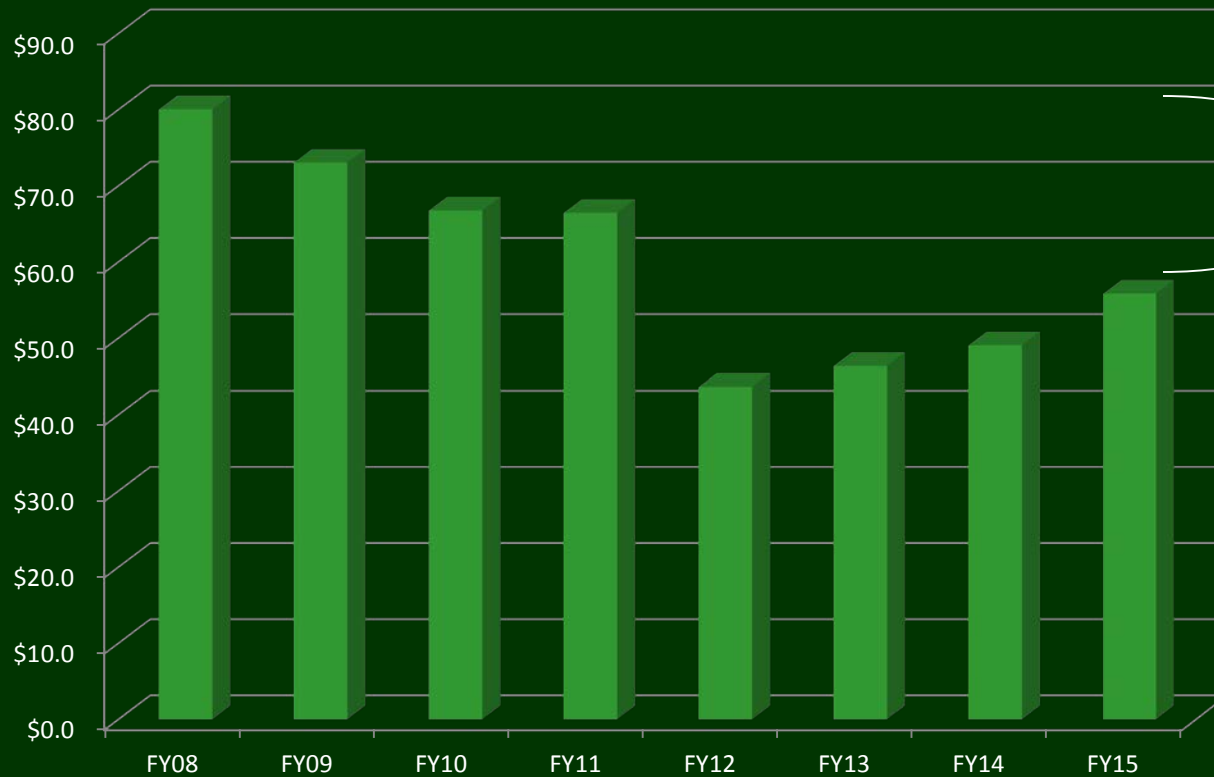


UNIVERSITY OF OREGON

Key Issues

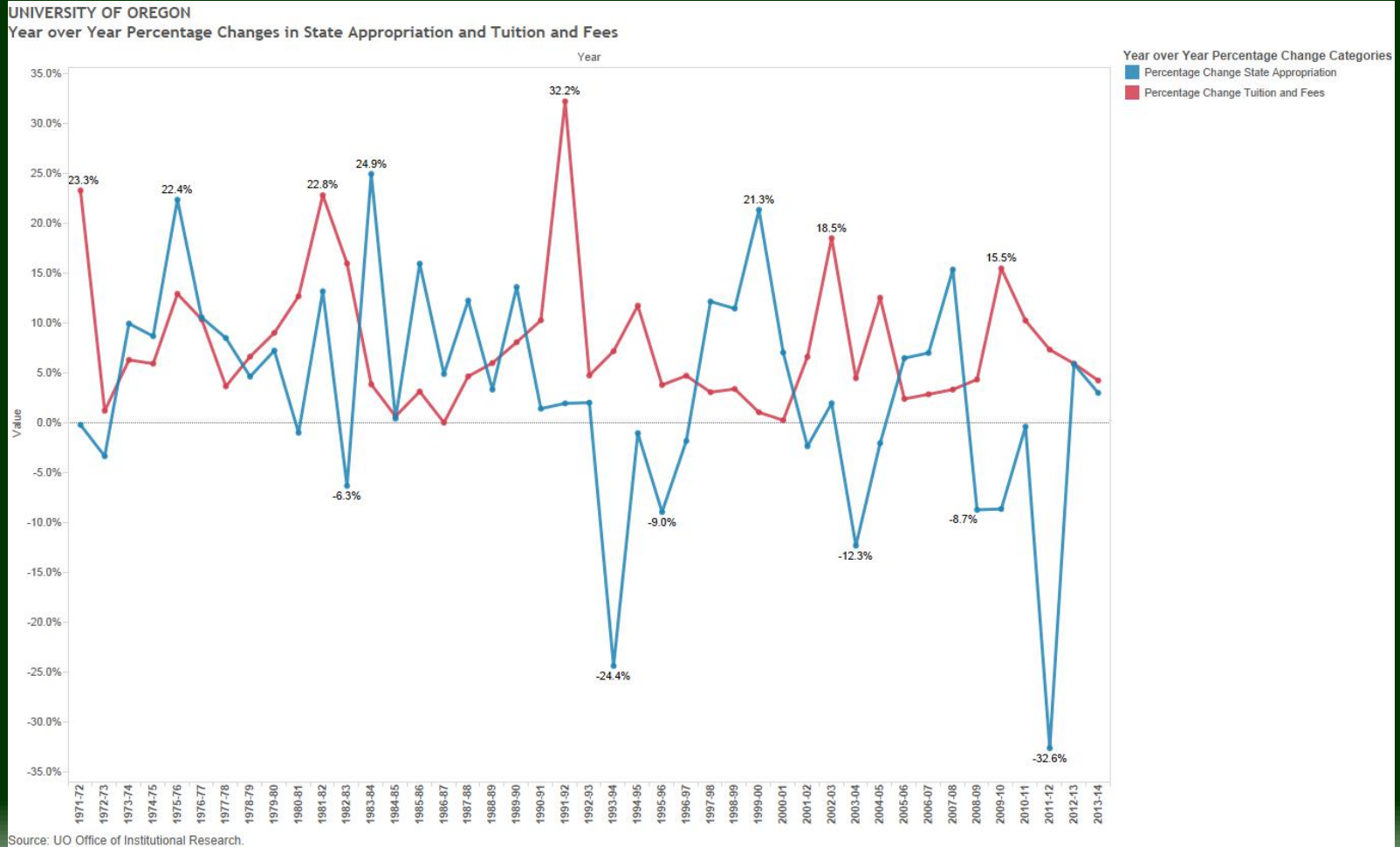
- Historical Decline in State Funding
- Impact on Tuition
- Key Sources of University Financing
- Recent Enrollment Trends
- Faculty and infrastructure investments
- FY15 Budget Projections
- FY16 Budget Issues
- AAU Comparative Data

Decreased levels of State Appropriation



**Loss of
over \$24
million
of
annual
support
per year**

State Appropriation and Tuition



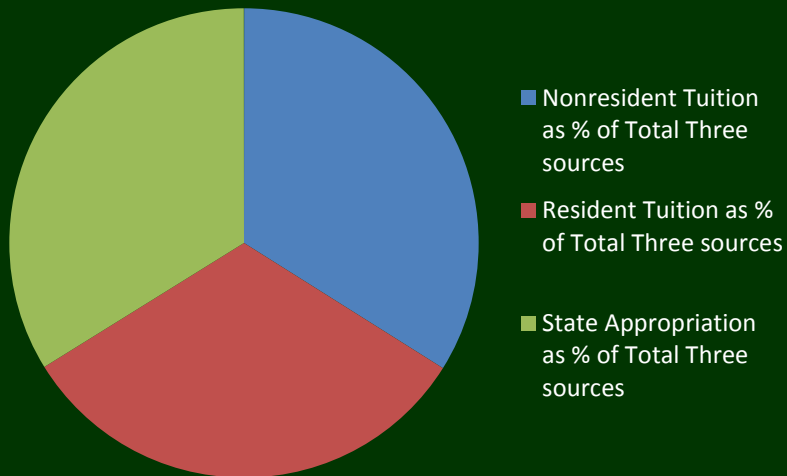
University Resources

FY2014 Major Revenue Streams (E&G Fund)

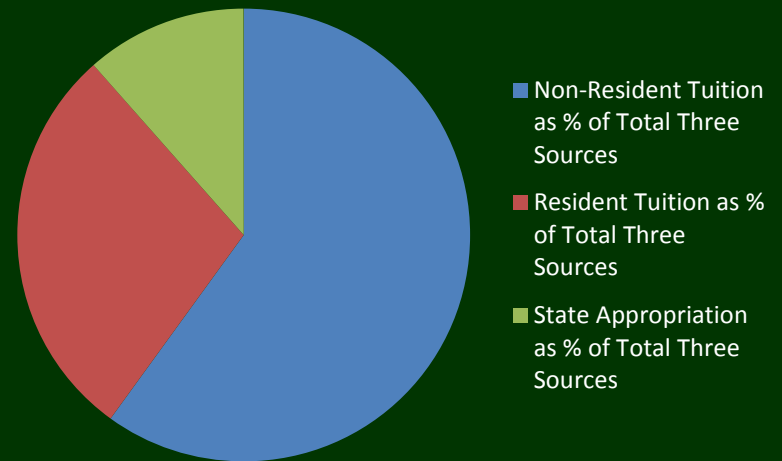
<i>State Appropriation</i>	\$49.1 million
<i>Resident Tuition</i>	\$121.5 million
<i>Non-resident Tuition</i>	\$255.8 million

Increasing Dependence Upon Non-Resident Tuition

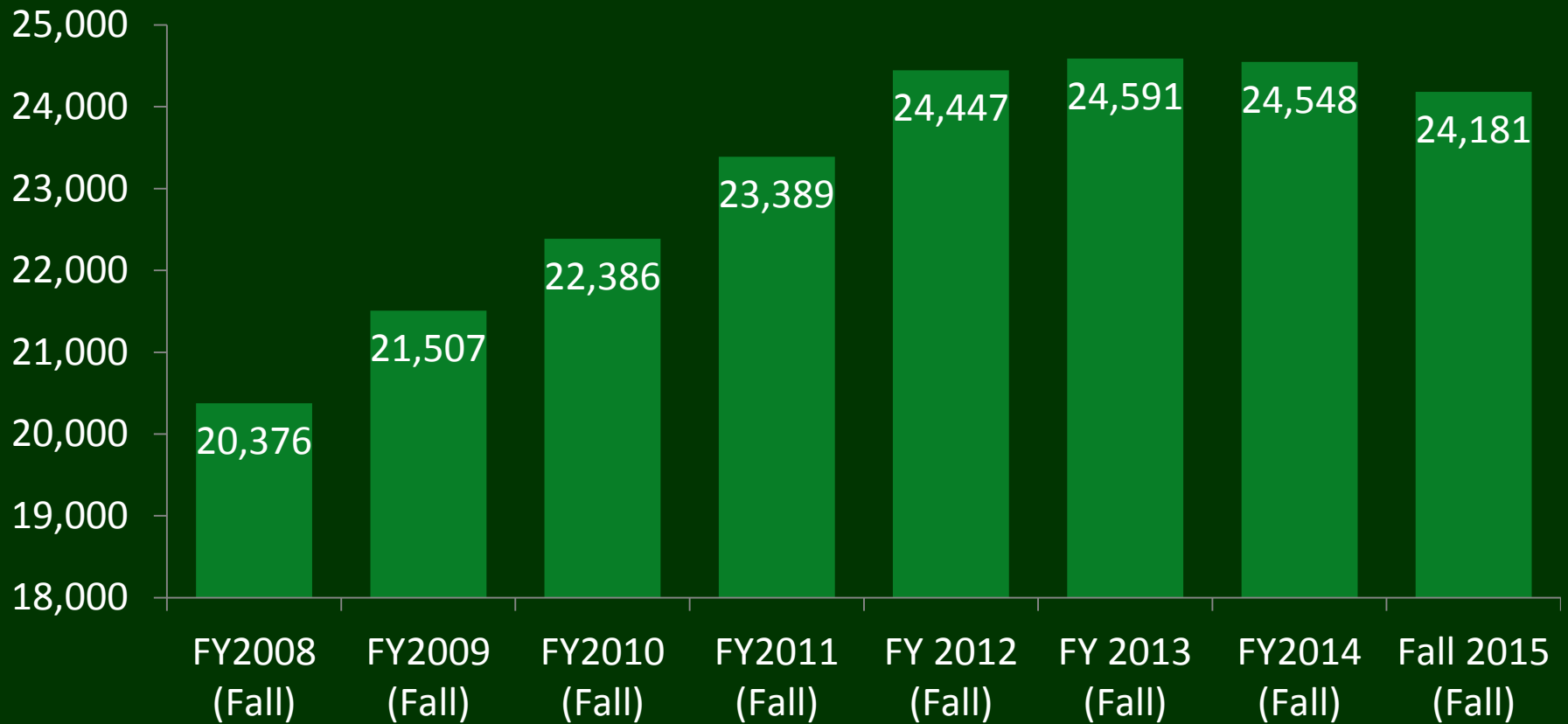
FY2004 - Revenue Breakdown



FY2014 – Revenue Breakdown



Student Enrollment

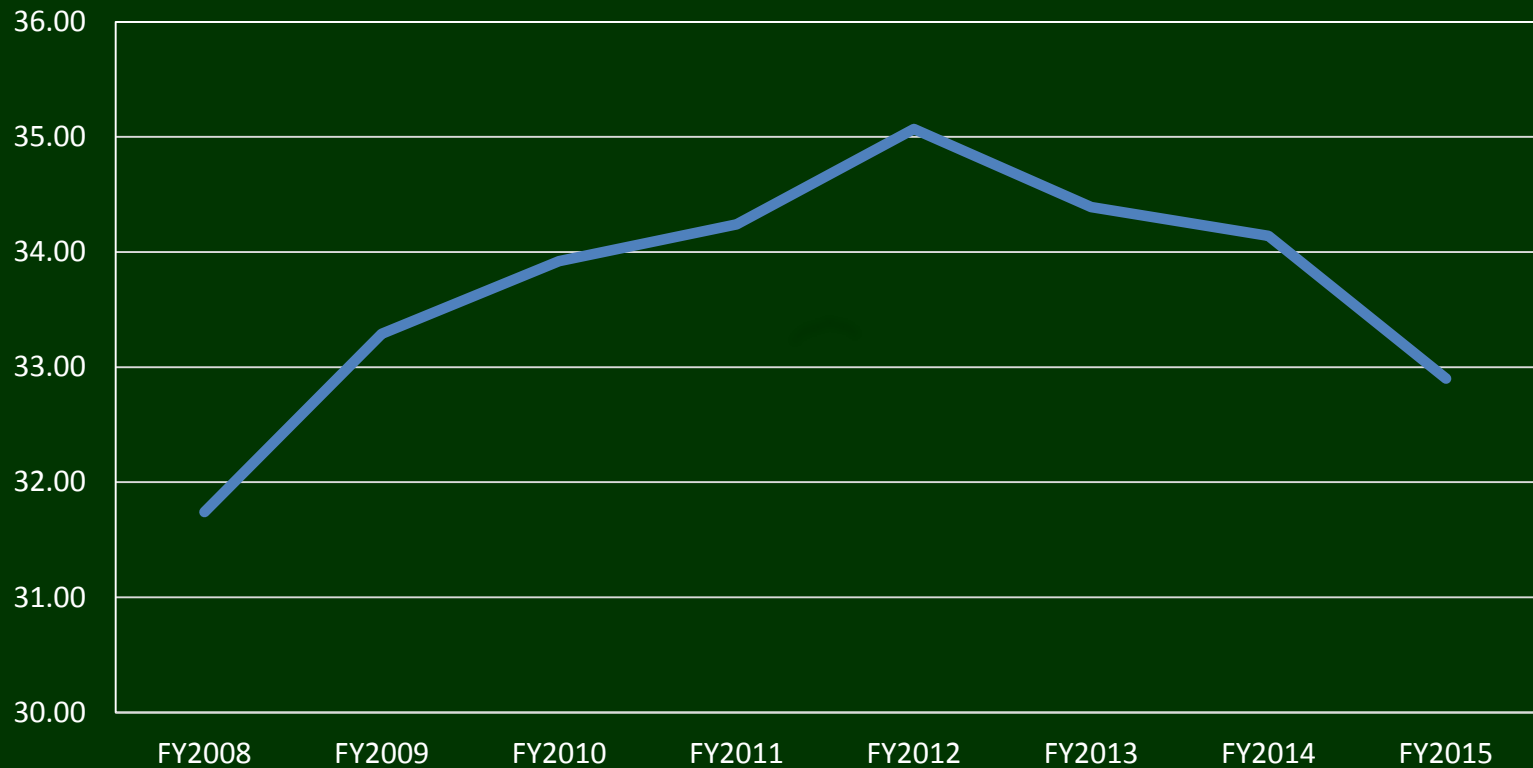


UO Office of Enrollment Management, November 4, 2011

Additional Tenure-Related Faculty Hiring

Year	Students	Tenure Related Faculty	Student / Tenure Related Faculty Ratio
FY2008	20,376	642	31.74
FY2009	21,507	646	33.29
FY2010	22,386	660	33.92
FY2011	23,389	683	34.24
FY2012	24,447	697	35.07
FY2013	24,591	715	34.39
FY2014	24,548	719	34.14
FY2015	24,181	735	32.90

Student / Tenure Related Faculty Ratio -



Classroom Infrastructure



- Over 1,300 new classroom seats needed in addition to new classroom seats coming on line with Straub Hall Classroom Project

UO Budget Structure

E&G Funds

- *Tuition revenue*
- *State Appropriation*
- *F&A Return*
- *Overhead revenue*
- *Fee revenue, interest earnings*

School & College
Budgets

Central Admin
Budgets

Institutional Expenses
(Debt, assessments,
utilities, leases)

Other Funds

- *Grants and Contracts revenue*
- *Auxiliary Revenue*
- *Service Center Revenue*
- *Designated Operations Revenue*
- *Restricted gifts*

Grants & Contracts

Plant Funds

Auxiliary, Service Centers,
and Designated Ops
Funds

Restricted Gifts

FY16 E&G Fund Budget Considerations – Over 80% of E&G Fund Budget is invested in labor costs

Factor	Background	FY16	Relevant Data
Retirement Costs	FY15: \$39.0 million	Increasing by 9% on blended basis; estimated \$3.5 million cost increase	FY16 PERS rates finalized
Health Benefits Costs	FY15: \$50.9 million	Unknown. 5% increase would be \$2.5 million (\$1.45 million in year one)	Over last 12 years average annual increase has been 6.2%; FY15 flat
Salary and Wages	FY15: \$237.9 million	Unknown. Beginning negotiations with UA and SEIU.	Each 1% increase to overall salary base costs \$3 million

FY16 E&G Fund Budget Considerations (continued)

Factor	Background	FY16	Relevant Data
Institutional Expenses	Debt, leases, utilities, assessments	Increasing by \$0.8 million	Based on specific schedules; some assessments still being negotiated.
Strategic Investments	Recommendations developed through Budget Advisory Group	\$2 million	Some of these funds will need to be used for Title IX investments
State Appropriation	FY15: \$55.8 million	Unknown. Depends upon legislative action and final HECC funding model	5% increase would be \$2.8 million; 10% would be \$5.6 million. Some funds may need to be dedicated to new 40/40/20 initiatives