

Salary appropriation –

The Governor’s Budget was released in conjunction with the State of the State address on February 3, 2020. The budget related to higher education can be found at <https://www.tn.gov/content/dam/tn/finance/budget/documents/2021BudgetDocumentVoll.pdf>. Subsequent to the release of the Governor’s Budget, budget reductions were released which reduce the percentage pool for salary increases from 2.5% to 1.5% for higher education employees due to changes in State revenue projections. The pools were established for the main campus as well as the College of Medicine and Family Medicine.

On April 1, 2020, the Finance and Administration Committee approved the 1.5% State funded salary appropriation for all appropriation units be set into reserve pool accounts. The Finance and Administration Committee will meet at a later date to determine how the funds may be distributed in January 2021.

Tuition, Fees and Charges -

The College of Medicine was approved for out-of-state tuition to be set at 30% of in-state at the September meeting. This change is effective for this summer/fall.

At the February 21th meeting of the Board of Trustees, tuition increases of 2% for the College of Medicine and 1.5% for College of Pharmacy were approved based on cost studies of peer institutions. Additionally, Housing rent increases of \$35 - \$100 per term for residence halls and \$60-\$75 per term for apartments were approved.

In light of the economic impact of the COVID-19 pandemic, both Colleges and the Office of Housing & Residential Life are asking for approval to forego increasing tuition and rent.

Tuition and fees for the main campus graduate and undergraduate was initially proposed in the February meeting with a 1.98% increase within the THEC binding limit of 2.0%. Due to the impact on our students, the recommendation at the April 1 committee meeting was to hold tuition and fees flat for FY21.

Maintenance Fee/Tuition Request – Per Semester				
		2020-21		
	2019-20	Original	Revised	
	Actual	Proposed	Proposed	\$ Increase
Undergrad Tuition @ 15 cr hr	\$3,786.00	\$3,786.00	\$3,786.00	\$0
Graduate Tuition @ 9 cr hr	\$4,230.00	\$4,230.00	\$4,230.00	\$0
UG Out of State @ 15 cr hr	\$9,591.00	\$9,591.00	\$9,591.00	\$0
Grad Out-of-State @ 9 cr hr	\$7,560.00	\$7,560.00	\$7,560.00	\$0
Program Services Fee – caps at 8 cr hr	\$959.50	\$991.00	\$959.50	\$0

Spring Estimated and July Proposed Budgets

The three main factors in the budget preparation process are State appropriations, enrollment growth or decline, tuition and fee revenues, and salary increases. Budgets for July were prepared based on salary funding of \$1.2M for the Main Campus, \$789,000 for Medicine and \$219,000 for Family Medicine. College of Medicine also received funding for the Pediatrics Surgery and Pediatrics and Children's Services. The Main Campus received \$2,306,900 in operating increases which will be used for the following:

- \$512,000 is required to fund our portion of OPEB increases in retirement benefits
- \$800,000 is required to offset projected enrollment declines
- \$250,000 is required to cover costs associated with faculty promotion and tenure
- The remaining funds are set aside for inflationary operating increases and strategic initiatives

Main Campus Budget

	Actual 18-19	Orig. 2019-20	Oct. Revised	Est. Spring	July Proposed	F20 to F21
<u>Revenue</u>	\$ 270,662,400	\$ 272,257,100	\$ 274,175,200	\$ 270,001,600	\$ 275,648,900	\$ 3,391,800
<u>Expenditures and Transfers</u>						
Instruction	\$ 101,238,200	\$ 110,711,900	\$ 118,692,900	\$ 114,604,300	\$ 111,005,000	\$ 293,100
Research	2,975,900	2,949,500	5,309,500	4,770,600	2,888,600	(60,900)
Public Service	2,382,800	2,564,200	2,915,400	3,086,100	2,742,200	178,000
Academic Support	23,227,600	24,400,500	27,356,000	27,467,500	25,094,500	694,000
Student Services	26,133,600	26,983,400	26,964,600	27,098,100	27,712,500	729,100
Institutional Support	15,660,600	16,641,700	18,908,800	19,511,000	17,494,300	852,600
Facilities	24,052,800	17,557,500	18,476,200	18,559,700	17,807,100	249,600
Scholarships	33,008,700	34,580,500	35,736,800	36,408,700	36,138,100	1,557,600
Total before transfers	228,680,200	236,389,200	254,360,200	251,506,000	240,882,300	4,493,100
Debt Service	4,230,800	3,798,800	4,845,500	4,845,500	4,845,500	1,046,700
Non-Mandatory Transfers	8,865,900	5,344,500	4,440,400	7,100,900	4,581,800	(762,700)
Auxiliaries Exp & Tnfrs	25,652,100	26,503,700	26,250,100	22,268,500	25,186,400	(1,317,300)
Total	\$ 267,429,000	\$ 272,036,200	\$ 289,896,200	\$ 285,720,900	\$ 275,496,000	\$ 3,459,800

FT Unrestricted and Auxiliary Positions	Orig. 19-20	Oct. Revised	July Proposed	F20 to F21
Faculty	699	711	722	23
Administration	48	48	47	(1)
Maint/Tech/Support	521	519	506	(15)
Professional Support	526	532	549	23
Total	1,794	1,810	1,824	30

Quillen College of Medicine Budget

	Actual 18-19	Orig. 19-20	Oct. Revised	Est. Spring	July Proposed	F20 to F21
Revenue	\$ 59,912,900	\$ 64,896,200	\$ 65,248,900	\$ 60,890,300	\$ 64,576,000	(\$320,200)
Expenditures and Transfers						
Instruction	\$ 38,041,500	\$ 48,843,600	\$ 48,079,500	\$ 43,646,700	\$ 47,245,100	(\$1,598,500)
Research	1,882,700	4,081,700	4,846,300	4,885,100	3,730,300	(351,400)
Academic Support	5,802,100	6,972,000	6,652,200	7,006,200	7,041,100	69,100
Student Services	1,547,200	1,832,400	1,645,200	1,779,300	1,873,300	40,900
Institutional Support	3,303,300	3,116,500	3,031,000	3,052,200	3,142,400	25,900
Facilities	5,096,400	6,660,900	6,725,700	6,759,700	6,801,200	140,300
Scholarships	256,700	260,000	260,000	260,000	260,000	-
Total before transfers	55,929,900	71,767,100	71,239,900	67,389,200	70,093,400	(1,673,700)
Debt Service	84,600	88,860	88,800	88,800	88,000	(860)
Non-Mandatory Transfers	3,516,700	(7,021,600)	(3,587,300)	(4,006,200)	(5,702,500)	1,319,100
Total	\$ 59,531,200	\$ 64,834,360	\$ 67,741,400	\$ 63,471,800	\$ 64,478,900	(\$355,460)

FT Unrestricted and Auxiliary Positions	Orig. 19-20	Oct. Revised	July Proposed	F20 to F21
Faculty	154	156	157	3
Administration	7	7	7	-
Maint/Tech/Support	113	112	111	(2)
Professional Support	89	88	88	(1)
Total	363	363	363	-

Family Medicine Budget

	Actual 18-19	Orig. 19-20	Oct. Revised	Est. Spring	July Proposed	F20 to F21
Revenue	\$ 16,849,600	\$ 17,239,900	\$ 17,318,900	\$ 17,318,900	\$ 17,550,700	\$ 310,800
<u>Expenditures and Transfers</u>						
Instruction	\$ 11,191,700	\$ 11,540,400	\$ 11,904,500	\$ 11,976,600	\$ 12,018,000	\$ 477,600
Research	353,300	268,400	273,900	309,500	260,400	(8,000)
Academic Support	3,395,100	3,607,100	3,650,500	3,799,900	3,788,500	181,400
Institutional Support	1,629,300	1,706,100	1,669,300	1,681,100	1,650,900	(55,200)
Facilities	339,100	400,000	424,300	483,300	387,900	(12,100)
Debt Service	262,900	262,900	262,900	-	-	(262,900)
Transfer from R&R		(200,000)	(350,000)	(350,000)	(375,000)	(175,000)
Transfer from COM	(444,400)	(350,000)	(400,000)	(465,000)	(200,000)	150,000
Total	\$ 16,727,000	\$ 17,234,900	\$ 17,435,400	\$ 17,435,400	\$ 17,530,700	\$ 295,800

FT Unrestricted and Auxiliary Positions	Orig. 19-20	Oct. Revised	July Proposed	F20 to F21
Faculty	31	31	32	1
Administration	-	-	-	-
Maint/Tech/Support	54	53	52	(2)
Professional Support	25	26	29	4
Total	110	110	113	3

Gatton College of Pharmacy Budget

	Actual 18-19	Orig. 19-20	Oct. Revised	Est. Spring	July Proposed	F20 to F21
Revenue	\$ 11,553,300	\$ 11,541,800	\$ 11,541,800	\$ 11,560,600	\$ 11,039,560	(\$502,240)
<u>Expenditures and Transfers</u>						
Instruction	\$ 6,353,100	\$ 7,049,200	\$ 7,905,000	\$ 7,885,700	\$ 7,146,480	\$97,280
Research	149,300	294,100	533,000	530,000	108,060	(186,040)

Academic Support	1,316,000	1,462,200	1,637,600	1,637,600	1,311,650	(150,550)
Student Services	639,400	608,100	714,400	684,800	661,380	53,280
Institutional Support	452,400	432,900	609,800	613,500	595,750	162,850
Facilities	489,100	528,400	648,000	658,500	494,550	(33,850)
Scholarships	481,400	467,600	467,600	529,700	416,000	(51,600)
Total before transfers	9,880,700	10,842,500	12,515,400	12,539,800	10,733,870	(108,630)
Debt Service	661,000	661,000	661,000	661,000	661,000	-
Non-Mandatory Transfers	36,600	38,300	38,300	35,900	(355,310)	(393,610)
Total	<u>\$ 10,578,300</u>	<u>\$ 11,541,800</u>	<u>\$ 13,214,700</u>	<u>\$ 13,236,700</u>	<u>\$ 11,039,560</u>	<u>(\$502,240)</u>

FT Unrestricted and Auxiliary Positions	Orig. 19-20	Oct. Revised	July Proposed	F20 to F21
Faculty	34	34	34	
Administration	1	1	1	-
Maint/Tech/Support	13	14	14	-
Professional Support	15	15	15	-
Total	63	64	64	-