

BUDGET UPDATE

Board of Trustees Retreat
August 1, 2014



North Carolina Agricultural and Technical State University



Key General Assembly Budget Deliberations

- TEACHER PAY RAISES
- MEDICAID



Budget Priorities

- No further budget reductions.
- Salary increases for faculty and staff.
- Repeal of the 12.3% nonresident undergraduate tuition increase.
- Support of Union Square Campus.



Budget Reductions

- Previously approved reduction of \$20 million.
- Potential for additional reduction is \$20 million.
- Impact to NCA&T could range from \$1 million to \$2.1 million.



Repeal of 12.3% Nonresident Undergraduate Tuition Increase

- Provision remained in the budget - \$27 million impact.
- Impact to NCA&T of \$2.8 million.
- Potential for a small reduction from 12.3% to 11.7%.



Salary and Benefit Increases

- Expectations of \$1,000 salary increase for all faculty and staff.
- 40 hours of Bonus Leave.



Support for Union Square Campus

- Request of \$2 million to support the funding of equipment and other needs.
- Anticipate receiving the support for the Initiative.
- Planned request for the next budget year is \$6 million.



Other Provisions

- Kannapolis Research Center - \$7.5 million of additional support.
- Required to fund from existing resources.
- University will have to repurpose \$635,000 of budgetary funds to support this initiative.



History of Permanent Reductions at North Carolina A&T

<u>Fiscal Year</u>	<u>Amount</u>	<u>Position Eliminations</u>
2008	\$ 591,376	0
2009	\$ 1,094,000	12
2010	\$ 5,139,349	32
2011	\$ 4,000,000	0
2012	\$ 14,171,475	147.4
2013	0	0
2014	\$ 9,200,000	53
Total	<hr/> \$ 34,196,200	<hr/> 244.4



Questions

