

Division of Business and Finance

Budget and Planning Update

November 20, 2015



North Carolina Agricultural and Technical State University



FY 15-17 Budget Status Update

- The North Carolina General Assembly has communicated the final approved budget for the biennium from July 1, 2015 through June 30, 2017.
 - Budget Spending in total will be \$21.7 billion for the State.

- Management Flexibility reduction for UNC is \$18 million for FY15-16 and \$43 million for FY16-17. In addition another \$3 million non-recurring reduction will be implemented next year.



Other Operating Allocation Impacts

- Enrollment change reduction of \$49 million
- \$29 million mandated to support UNC-related activities for NC Research Campus at Kannapolis to be expended at the same rate as in 2014-15 which equals \$2.5 million for NC A&T
- UNC Carryforward Funds- one year increase from 2.5% to 5% of general fund appropriation for FY15-16.
 - Excess to be used for Repairs and Renovations



FY 15-17 N.C. A&T Budget Impact

- \$750 bonus to all state employees to be paid in December 2015.
- \$296,202 reduction in 2015-16 to Enrollment Growth Funding.
 - Negatively impacted due to enrollment not growing in the right areas. There was a decline in Graduate enrollment which is more heavily weighted.
- 1.4% or \$762,649 management flexibility budget reduction for 2015-16 and an additional 1% or \$1.1 million for the 2016-17 fiscal year.
- General Assembly eliminated \$150,000 funding for Academic Summer Bridge Program.
- \$742,334 appropriated to support in-state tuition for veterans.



FY 15-17 N.C. A&T Budget Impact cont'd.

- \$403,000 for the Center for Energy Research and Tech.
- \$2 million for the support of Union Square (NCAT expects \$1 million with the remainder going to UNCG).
- UNC System SMART Initiatives allocation of \$93,787.
- A limit of \$1 million in state funds that can be used for fundraising expenses – for NCAT this could mean an additional budget reduction of \$563,736 in the second year of the biennium.



State Budget Impact for NC A&T
For Fiscal Years Ending June 30, 2016 and 2017

	Conference Budget	
	FY16	FY17
Beginning Appropriation	90,898,021	91,238,901
Reductions		
Enrollment Growth Funding	-296,202	-
Budget Reduction	-765,918	-1,102,061
Advancement Program Cap	-0	-563,736
Total Reductions	-1,062,120.00	-1,665,797
Additions		
Provision Resident Tuition for Veterans*	742,334	-
Non Resident Tuition Revenue*	-742,334	-
NCRC- Kannapolis	-	-
Center for Energy Research and Tech	403,000	-
Union Square	1,000,000	-
Total Additions	1,403,000	-
Net Change	340,880	-1,665,797
Ending Appropriation	91,238,901	89,573,104
Appropriation decrease for Biennium		-1,324,917
% Decrease		-1.9%



QUESTIONS!