New Faculty Orientation

Budget 101
August 2017
State of Tennessee

TOTAL BUDGET – FY18

$37 billion

$13.5b federal funds
$5.5b other departments
$18b state appropriations
Where the State Dollar Comes From (general funds) – FY18

- **Sales Tax**: 60%
- **Tobacco, Beer, & Alcoholic Beverages**: 3%
- **All Other Taxes**: 9%
- **Insurance & Banking**: 7%
- **Transport.**: 6%
- **Gross Receipts & Privilege**: 4%
- **Income & Inheritance**: 1%
Where State Tax Dollars Go (general funds) – FY18

- Health & Social Services: 32%
- Education: 47%
- Business & Economic Development: 2%
- Law, Safety & Correction: 11%
- Resources & Regulation: 4%
- General Government: 4%
Higher Education Appropriations

$1.8 billion

<table>
<thead>
<tr>
<th>Higher Education</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Board of Regents</td>
<td>770M</td>
</tr>
<tr>
<td>UT System*</td>
<td>574M</td>
</tr>
<tr>
<td>Lottery/loans/THEC/Ctrs</td>
<td>504M</td>
</tr>
</tbody>
</table>

* UT Knoxville appropriations = $219M
How we obtain our **Appropriations**?

University of Tennessee, Knoxville

Incremental Budgeting

<table>
<thead>
<tr>
<th>Formula Outcomes</th>
</tr>
</thead>
<tbody>
<tr>
<td>Retention</td>
</tr>
<tr>
<td># of degrees awarded</td>
</tr>
<tr>
<td>Research and Service</td>
</tr>
<tr>
<td>Degrees per 100 FTE</td>
</tr>
<tr>
<td>Six-year Graduation Rate</td>
</tr>
</tbody>
</table>

Base budget

+/- formula adjustments

+/- governor’s budget changes

= new base budget
UT Knoxville

$1.2 billion

<table>
<thead>
<tr>
<th>Higher Education</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Educational &amp; General (E&amp;G)</td>
<td>$694M</td>
</tr>
<tr>
<td>Auxiliaries</td>
<td>$230M</td>
</tr>
<tr>
<td>Restricted</td>
<td>$254M</td>
</tr>
</tbody>
</table>

FY 2017-18
FY 2017 TOTAL REVENUE
(shown in millions and percent of total)

Knoxville

Total $1.128 billion
In-state tuition, $281, 69%

Out-of-state tuition, $40, 10%

Program & Services Fees, $45, 11%

Other student fees, $35, 9%

Exec Dev, ELI, Cont Ed., $6, 1%

Total $407 million
FY 2017 Tuition and Fees
*(shown in millions and percent of total)*

Knoxville

- **Undergraduate**, $262, 64%
- **Graduate**, $54, 13%
- **Law**, $6, 2%
- **Other**, $5, 1%
- **Fees**, $80, 20%

Total $407 million
FY 2017 TOTAL EXPENDITURES
(Shown in millions and percent of total)

Knoxville

- Unrestricted E&G, $661, 59%
- Restricted, $247, 22%
- Auxiliaries, $220, 19%
- Residence Halls
- Athletics
- Parking
- Dining
- Vol Shop

Total $1.128 billion
FY 2017 Auxiliary Units
(shown in millions)

Knoxville

- Athletics, $129, 59%
- Residence Halls, $37, 17%
- Dining, $7, 3%
- Vol Shop, $24, 11%
- Parking, $10, 4%
- Rentals, $10, 5%
- Arena, $3, 1%

Total $220 million
FY 2017 Operating Budget – all funds
(shown in millions and percent of total)

Knoxville

Total $1.128 billion

- **Instruction**, $305.2, 26%
- **Schol & Fellow**, $173.8, 15%
- **Research**, $155.8, 13%
- **Student Services**, $46.0, 4%
- **Public Service**, $34.9, 3%
- **Inst. Support**, $55.4
- **Auxiliaries**, $220.1, 18%
- **O&M**, $79.9, 7%
- **Transfers**, -$29.1, -2%

(utilities, custodial, maintenance, and grounds)

(utilities, custodial, maintenance, and grounds)

(utilities, custodial, maintenance, and grounds)

(utilities, custodial, maintenance, and grounds)

(utilities, custodial, maintenance, and grounds)

(libraries, museums, development, academic administration, computing support.)

(student activities, admissions, student health, student aid administration, and intramural athletics.)

(WUOT, conferences)

(executive management fiscal operations, Development, HR, computing, etc...)

Total $1.128 billion
Total Budget Revenue Summary (shown in millions and percent of total)

Knoxville

FY 2007

- Tuition & Fees: $204.5 million, 27%
- Appropriations: $134.6 million, 18%
- Grants & Contracts: $163.9 million, 22%
- Auxiliaries: $204.7 million, 27%
- Other: $41.2 million, 6%

Total: $837.3 million

FY 2017

- Tuition & Fees: $409.2 million, 36%
- Appropriations: $220.1 million, 19%
- Grants & Contracts: $225.0 million, 20%
- Auxiliaries: $222.7 million, 20%
- Other: $51.3 million, 5%

Total: $1,448.3 million

FY 2017 (shown in millions and percent of total)
Does not include centers of excellence, governor chairs, or access and diversity funding, or UTSI.
Questions?

Budget 101
August 2017