

## UNIVERSITY OF WISCONSIN SYSTEM

Budget Summary						FTE Position Summary				
Fund	2012-13 Adjusted Base	Request		2013-15 Change Over Base Year Doubled		2012-13	Request		2014-15 Over 2012-13	
		2013-14	2014-15	Amount	%		2013-14	2014-15	Number	%
GPR	\$1,124,903,400	\$1,137,190,900	\$1,149,462,400	\$36,846,500	1.6%	18,432.76	18,443.26	18,556.76	124.00	0.7%
FED	1,843,593,700	1,843,593,700	1,843,593,700	0	0.0	5,602.60	5,602.60	5,602.60	0.00	0.0
PR	2,811,321,900	2,901,179,100	2,908,709,500	187,244,800	3.3	10,492.18	10,504.18	10,564.68	72.50	0.7
SEG	<u>32,663,000</u>	<u>32,663,000</u>	<u>32,663,000</u>	<u>0</u>	0.0	<u>148.42</u>	<u>148.42</u>	<u>148.42</u>	<u>0.00</u>	0.0
<b>TOTAL</b>	<b>\$5,812,482,000</b>	<b>\$5,914,626,700</b>	<b>\$5,934,428,600</b>	<b>\$224,091,300</b>	<b>1.9%</b>	<b>34,675.96</b>	<b>34,698.46</b>	<b>34,872.46</b>	<b>196.50</b>	<b>0.6%</b>

### Major Request Items

#### 1. STANDARD BUDGET ADJUSTMENTS

GPR	\$20,789,500
PR	<u>7,881,800</u>
<b>Total</b>	<b>\$28,671,300</b>

Request adjustments to the base budget of \$10,375,700 GPR in 2013-14 and \$10,413,800 GPR in 2014-15 and \$3,940,900 PR annually for: (a) full funding of continuing position salaries and fringe benefits (\$9,550,500 GPR and \$3,940,900 PR annually); and (b) full funding of lease and directed moves costs (\$825,200 GPR in 2013-14 and \$863,300 GPR in 2014-15).

#### 2. INITIATIVES TO IMPROVE INSTITUTIONAL PERFORMANCE ON SELECT ACCOUNTABILITY MEASURES

	Funding	Positions
GPR	\$11,573,000	111.00
PR	<u>6,231,700</u>	<u>60.00</u>
<b>Total</b>	<b>\$17,804,700</b>	<b>171.00</b>

Request \$432,300 GPR and \$232,800 PR in 2013-14 and \$11,140,700 GPR and \$5,998,900 PR in 2014-15 to support initiatives aimed at improving institutional performance on selected accountability measures. The UW System is also requesting 4.0 GPR positions and 3.0 PR positions beginning in 2013-14 and an additional 107.0 GPR positions and 57.0 PR positions beginning in 2014-15 to support these initiatives. Under 2011 Act 32, the UW Board of Regents and the UW-Madison Chancellor are required to report annually to the Governor and the Legislature on a number of accountability measures. According to the request, each UW institution has established improvement goals for at least four of these accountability measures including at least one measure related to economic development. Examples of these accountability measures include degrees awarded, average time-to-degree, graduation and retention rates, access particularly for low-income and minority students, and research funding.

**3. FLEXIBLE DEGREE PROGRAM**

Request \$650,000 GPR and \$350,000 PR in 2013-14 and \$1,300,000 GPR and \$700,000 PR in 2014-15 and 6.5 GPR positions and 3.5 PR positions beginning in 2013-14 and an additional 6.5 GPR positions and 3.5 PR positions beginning in 2014-15 for the development of a flexible degree program targeted at adult learners. The proposed degree program would be self-paced and competency-based meaning that students could be awarded credit for demonstrating college-level competencies learned independently or through employment. According to the request, the UW flexible degree program would provide a high-quality, affordable alternative to existing self-paced and competency-based degree programs offered by national companies.

	<b>Funding</b>	<b>Positions</b>
GPR	\$1,950,000	13.00
PR	<u>1,050,000</u>	<u>7.00</u>
Total	\$3,000,000	20.00

**4. LAWTON AND ADVANCED OPPORTUNITY PROGRAMS**

GPR	\$2,534,000
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Request \$371,700 in 2013-14 and \$763,800 in 2014-15 to increase funding for the Lawton minority undergraduate retention grant program and \$457,800 in 2013-14 and \$940,700 in 2014-15 to increase funding for the Advanced Opportunity Program (AOP). The AOP provides grants to minority and economically disadvantaged students enrolled at UW System institutions. Both programs are funded through the UW System's general program operations appropriation. Based on information provided by UW System, Lawton program funding was \$6,757,900 and AOP funding was \$8,322,800 in 2012-13. The requested funding would increase funding for the Lawton program and AOP by 5.5% annually.

**5. ADJUST PR GENERAL PROGRAM OPERATIONS APPROPRIATION TO REFLECT 2012-13 OPERATING LEVELS**

PR	\$165,261,400
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Request \$82,630,700 annually to reflect increases in 2012-13 in tuition revenue and revenues from self-supporting operations. The UW System's program revenue general program operations appropriation is an "all moneys received" appropriation meaning that all revenues may be spent regardless of the amount shown in the appropriation schedule.

**6. STUDENT TECHNOLOGY FEE INCREASES**

PR	\$5,657,100
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Request \$2,121,400 in 2013-14 and \$3,535,700 in 2014-15 to reflect projected higher student technology fee revenues attributable to general tuition revenue growth. The student technology fee is set as a percentage of overall tuition (2.5% at Madison and 2.0% at all other institutions) and therefore fee revenues increase along with tuition.

**7. SLH -- ALCOHOL AND DRUG TESTING**

Request \$398,600 annually from the driver improvement

	<b>Funding</b>	<b>Positions</b>
PR	\$797,200	3.00

fund and 3.0 analytical chemist positions beginning in 2013-14 for alcohol and drug testing by the State Laboratory of Hygiene (SLH) under the state's implied consent laws. The funding requested would support the salary and fringe benefit costs related to the requested positions (\$204,600 annually) and the rental of additional laboratory space, equipment maintenance, and testing supplies (\$194,000 annually). According to the information provided, the positions and funding requested would allow SLH to increase the number of samples tested, eliminate the current backlog of samples to be tested, and reduce testing turnaround time.

Under the implied consent laws, any person who drives or operates a motor vehicle on public highways is deemed to have consented to the testing of his or her breath, urine, or blood for alcohol, controlled substances, and other drugs. According to the information provided, SLH performs approximately 90% of implied consent alcohol and drug testing in the state. Implied consent testing is funded by a driver improvement surcharge which is imposed on all individuals who have been convicted of operating while intoxicated. Revenues from this surcharge are also used to fund education and law enforcement activities. If surcharge revenues are not otherwise increased, funding for these activities would have to be reduced in order to increase funding for alcohol and drug testing.

**8. AQUACULTURE DEMONSTRATION FACILITY**

	<b>Funding</b>	<b>Positions</b>
PR	\$365,600	2.50

Request \$182,800 annually from tribal gaming revenues and 2.5 positions beginning in 2013-14 for the Northern Aquaculture Demonstration Facility (NADF). The additional staff positions requested are as follows: (a) 1.0 aquaculture support specialist to assist with research and demonstration projects; (b) 1.0 aquaculture outreach specialist whose duties would include technology transfer, industry education, and economic development activities; and (c) 0.5 office operations associate to manage accounts, perform clerical responsibilities, and coordinate industry publications. Salaries and fringe benefits for these positions would total \$143,100 annually. The remaining \$39,700 requested would be used to fund increases in utility costs.

NADF is located in Bayfield and is a division of UW-Stevens Point. Funds provided through the state budget support the utility, supplies, maintenance, and staff costs of the facility while separate state, federal, and other grants support the facility's research, education, and public service activities. Base level funding for NADF is \$417,500.

**9. AUTHORIZE THE BOARD OF REGENTS TO APPROVE COMPENSATION PLANS**

Request statutory language authorizing the Board of Regents and the UW-Madison Chancellor to approve compensation plans for UW employees.

Under current law, the Board of Regents makes recommendations regarding compensation and benefit adjustments for UW faculty and academic staff members to the Director of the Office of State Employment Relations (OSER). The OSER Director then submits a proposed compensation plan for UW faculty and academic staff to the Joint Committee on

Employee Relations (JCOER) for approval. Beginning on July 1, 2013, the Board of Regents and the UW-Madison Chancellor will make recommendations regarding compensation and benefit adjustments for all UW employees, including former members of the classified service, to the OSER Director. Similar to current practice, the OSER Director will then submit a proposed compensation plan for all UW employees to JCOER for approval.

#### **10. DISCRETIONARY MERIT COMPENSATION ADJUSTMENTS**

Request statutory language changes to permit the Board of Regents to grant discretionary merit compensation adjustments to UW employees. These adjustments would be funded through the University's base budget. Under current law, the Board of Regents may grant discretionary merit compensation adjustments to UW employees who are part of the classified service. On July 1, 2013, these employees will be transferred to one of two new personnel systems developed by the Board of Regents and the UW-Madison Chancellor. The Board of Regents will not have the authority to grant discretionary merit compensation adjustments after these employees have been transferred to the new personnel system. The Board of Regents does not have the authority to grant discretionary merit compensation adjustments to faculty and academic staff under current law.

#### **11. GRANT PURCHASING AUTHORITY TO THE BOARD OF REGENTS**

Request statutory language authorizing the Board of Regents to purchase all necessary materials, supplies, equipment, all other permanent personal property and miscellaneous capital, and contractual services and all other expense of a consumable nature for the University. In addition, grant the Board of Regents administrative rule and policymaking authority in this area. Under current law, the Department of Administration is authorized to make purchases for all agencies. The Department may delegate this authority to special designated agents.