

Report on the Implementation of FY 2013-14 Budget Reductions

November 7, 2013

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Presentation Outline

- **Background**
- **Summary**
- **Conclusion**

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Background

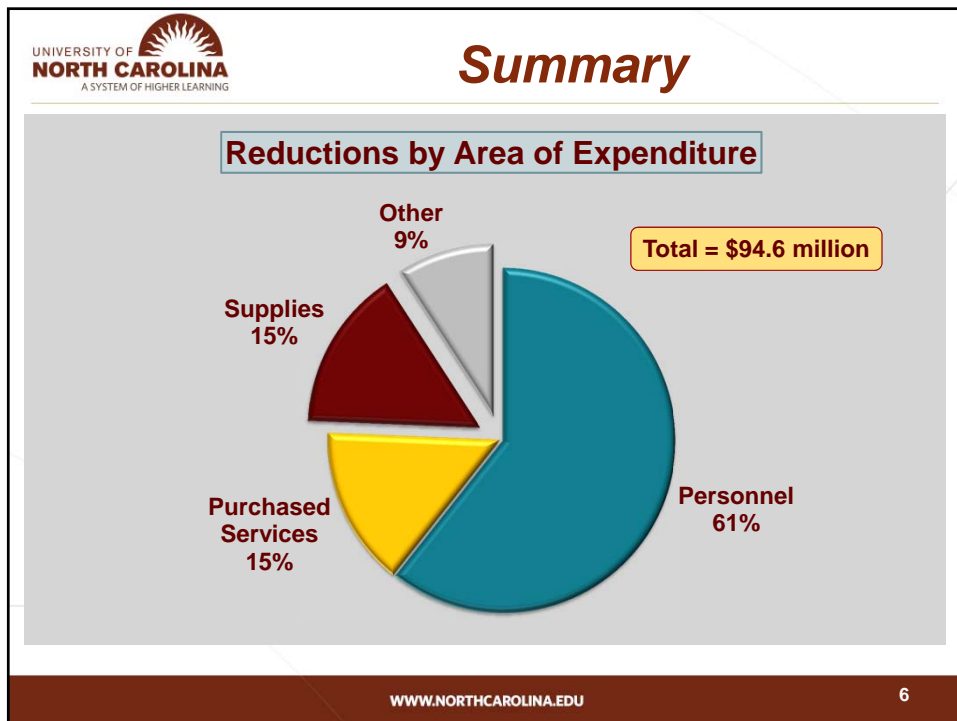
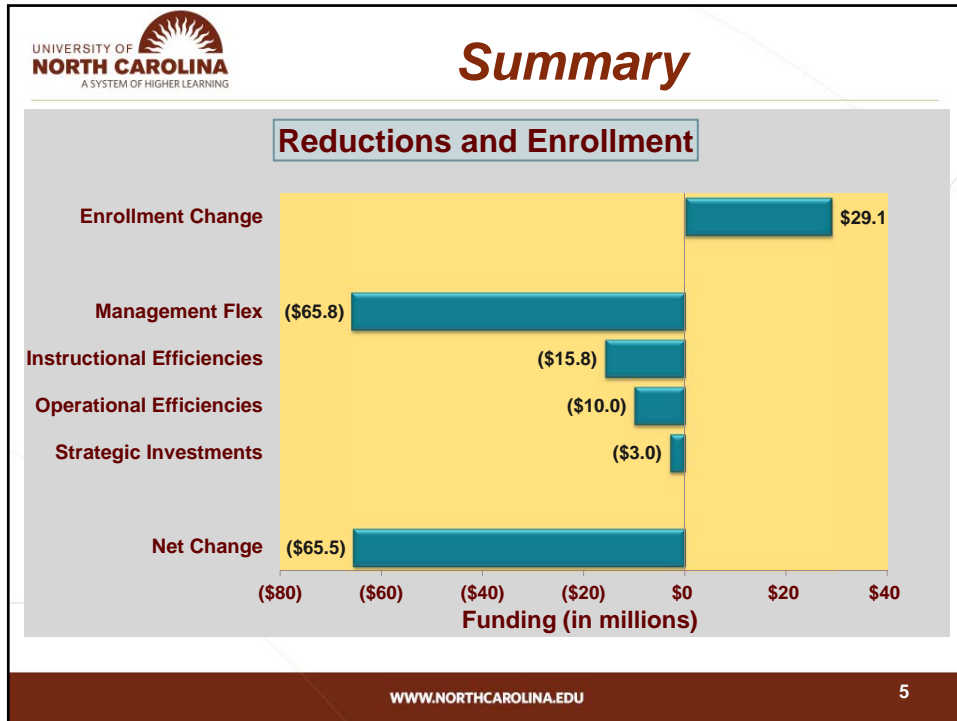
FY 2013-14 Reductions

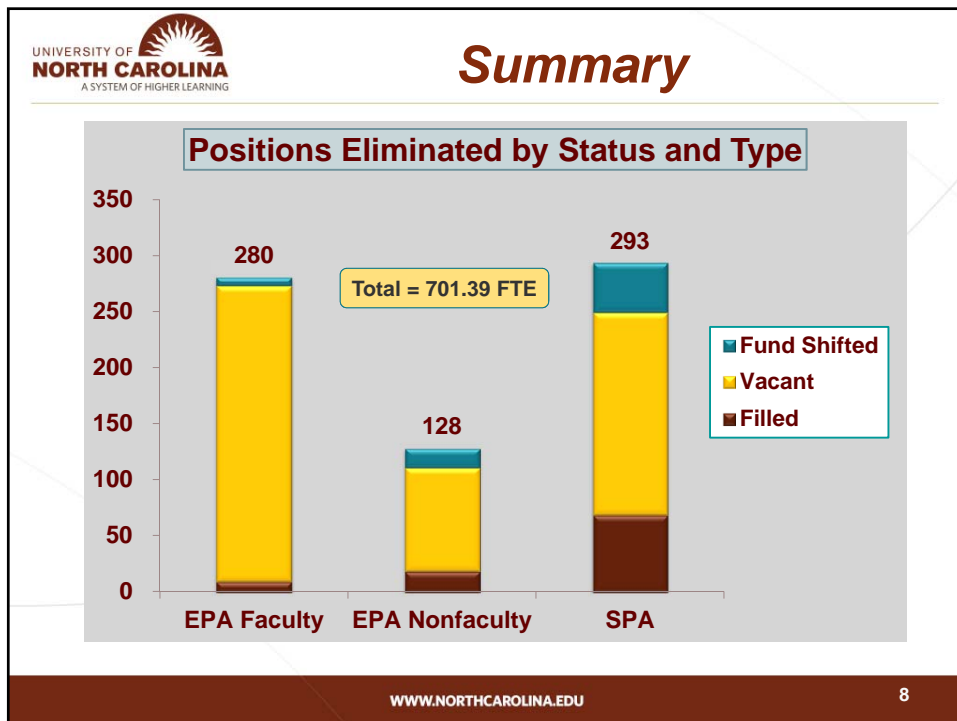
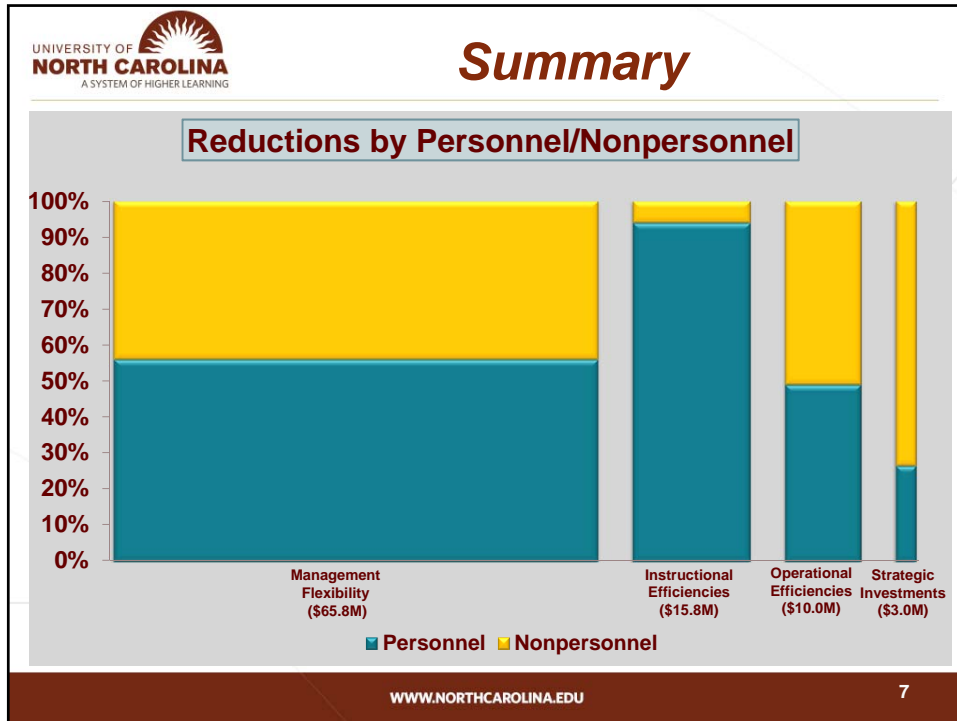
- **2013 budget included three reductions that required allocation by the Board of Governors:**
 - ◆ Management Flexibility (\$65.8M)
 - ◆ Instructional Efficiencies (\$15.8M)
 - ◆ Operational and Administrative Efficiencies (\$10M)
- **Also permitted the Board to use up to \$15 million of existing funds to implement portions of the strategic plan.**
 - ◆ Strategic Investments (\$3M)

Background

Budget Reductions Report

- **S.L. 2013-360 required a report on the implementation of the management flexibility reduction, including specific data on:**
 - ◆ FTE eliminated by faculty/nonfaculty; and
 - ◆ Low performing, low-enrollment, or redundant programs eliminated.
- **Report was submitted by November 1 deadline.**
- **Reductions are still under review by Office of State Budget and Management.**





Summary

Programs Eliminated

- Four campuses reported eliminating a total of eight programs, including:

East Carolina University	Wood Design
NC State University	Master of Agricultural Education Master of Science in Agricultural Education Master of Immunology Master of Science in Immunology PhD in Immunology
UNC Greensboro	Bio Music Program
UNC Pembroke	Master of Music Education

Conclusion

- UNC System implemented four reductions totaling \$95 million; net reduction of \$66 million including enrollment.
- 61% of the reductions were made to personnel expenditures (total of 701 FTE).
- 77% of the reductions to nonpersonnel expenditures were made to purchased services and supplies.