

# University of North Carolina

## FY 2021-23 Operating Budget Priorities

*\*\*Final numbers will be reported to the Committee on Budget and Finance in January 2021\*\**

|  | <b>FY 2021-22</b>      | <b>FY 2022-23</b>      |
|--|------------------------|------------------------|
| 2021-23 Estimated Base Budget<br><i>(Excludes Aid to Private Institutions)</i> | <b>\$2,950,000,000</b> | <b>\$2,950,000,000</b> |

### UNC System Enrollment Funding

Despite the pandemic, the UNC System had the highest student enrollment in the System's history. Funding for enrollment growth will support high-quality education for new students across the state.

|            |                        |                         |
|------------|------------------------|-------------------------|
| NR to R*   | \$29,392,231           | \$29,392,231            |
| FY 2021-23 | 30-40,000,000          | 60-80,000,000           |
| Total      | <b>\$60-70,000,000</b> | <b>\$90-110,000,000</b> |

### NC Promise Program

The NC Promise program has been a tremendous benefit to students at some of our most rural institutions, demonstrating North Carolina's unparalleled commitment to affordability. Enrollment at ECSU, UNCP, and WCU is expected to continue to grow.

|            |                     |                     |
|------------|---------------------|---------------------|
| NR to R*   | \$15,000,000        | \$15,000,000        |
| FY 2021-23 | —                   | 5,000,000           |
| Total      | <b>\$15,000,000</b> | <b>\$20,000,000</b> |

### Building Reserves

The Connect NC bond significantly increased the number of new appropriated capital projects in the UNC System. As these buildings begin to reach completion, there are substantial needs for maintenance and operation funding.

The UNC System is also requesting \$4,794,201 NR in FY 2020-21 for buildings coming online this fiscal year.

|            |                       |                       |
|------------|-----------------------|-----------------------|
| NR to R*   | \$15,143,629          | \$15,143,629          |
| FY 2021-23 | 12,095,690            | 19,820,601            |
|            | 2,624,624 NR          | 1,250,133 NR          |
| Total      | <b>\$27,239,319</b>   | <b>\$34,964,230</b>   |
|            | <b>\$2,624,624 NR</b> | <b>\$1,250,133 NR</b> |

### Faculty and Staff Salaries

UNC System faculty and staff have been working hard educating, promoting student success, and producing groundbreaking research. We have seen the results of these efforts in our steadily increasing graduation rates and nationally recognized research on treatment and prevention of COVID-19.

*equity with state agencies*

UNC System employees have not had a salary increase in two years and have not received an increase that was equivalent to that of other state agencies in three years.

|                          |                          |                          |
|--------------------------|--------------------------|--------------------------|
|                          | <b>\$102-112,000,000</b> | <b>\$144-164,000,000</b> |
|                          | 2,624,624 NR             | 1,250,133 NR             |
| Total Requested Increase | <b>\$105-115,000,000</b> | <b>\$146-166,000,000</b> |
| Total Percent Change     | <b>3.5-3.9%</b>          | <b>4.9-5.6%</b>          |

\* Total request includes the conversion of FY 2021 nonrecurring to recurring, as well as new funding for FY 2021-23.

Note: All items are recurring unless specified as nonrecurring.

Approved by the UNC Board of Governors on November 19, 2020