



UNIVERSITY OF WISCONSIN SYSTEM

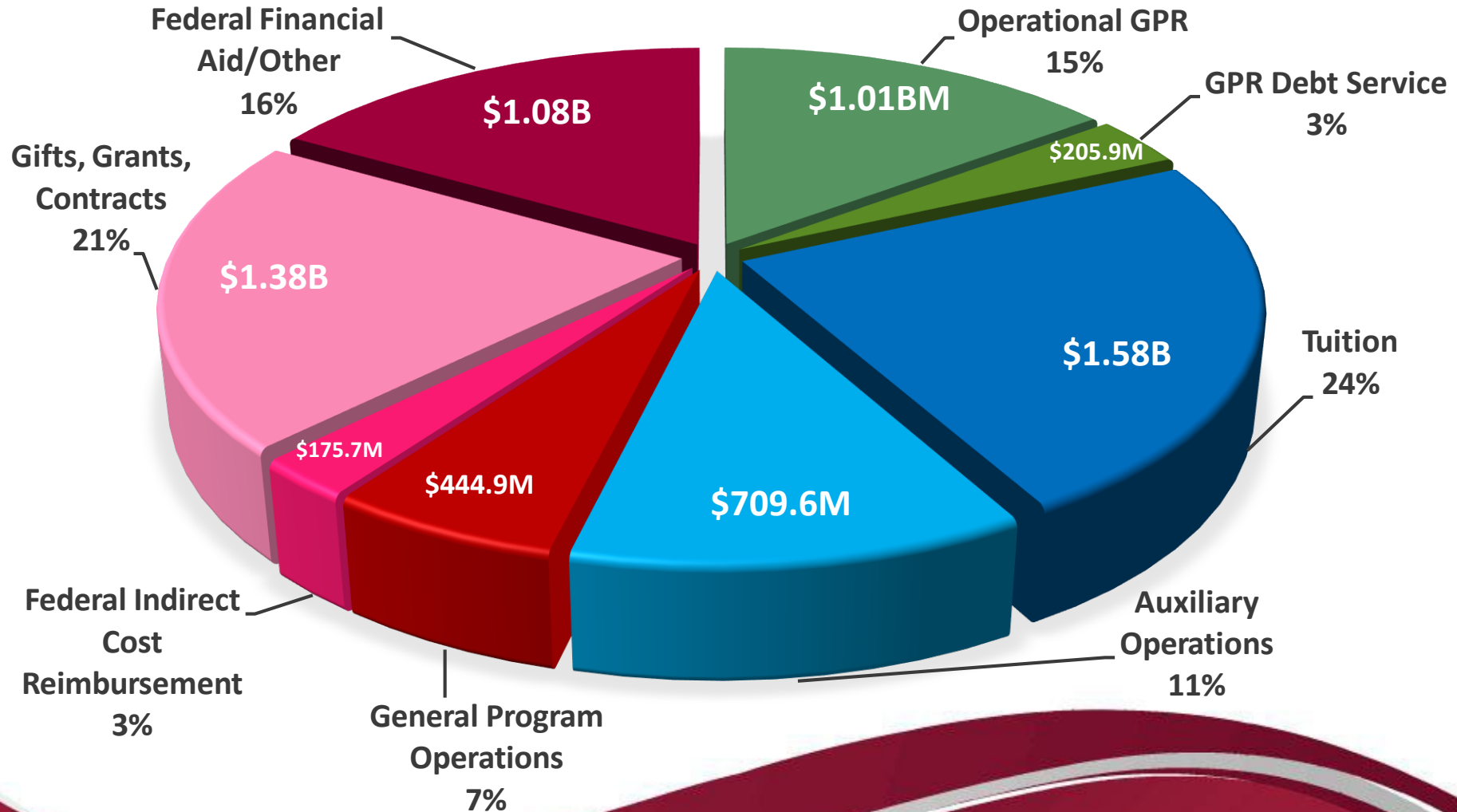
# GPR Allocation Review

Board of Regents Meeting July 8, 2021

Sean P. Nelson, Vice President for Finance

# Revenue Sources

➤ *Estimated FY22 Revenue: \$6.545 billion*



# **FY22 Annual Budget:**

## ***GPR Allocation***

## GPR Allocation History

- General Purpose Revenue (GPR) base funding continues for each campus into the next year with incremental increases and/or decreases based on
  - ✓ Biennial budget changes
  - ✓ Pay plan increases
  - ✓ Fringe benefit adjustments
  - ✓ Adjusted utility costs based on actual expenses
  - ✓ Outcomes-Based Funding metrics

# GPR Allocation Breakdown

## ➤ Components of \$1.18B in FY21 GPR funding

- ✓ Fringe Benefits: \$241.8M
- ✓ Debt Service: \$219.0M
- ✓ Utilities: \$127.7M
- ✓ State Lab of Hygiene/Veterinary Diagnostic Lab: \$22.4M
- ✓ Financial Aid: \$16.5M
- ✓ UW Extension: \$52.5M
- ✓ System Administration: \$68.9M
- ✓ Research/Public Service Mission Funding: \$48.2M
- ✓ Professional School Funding: ~\$75M to \$90M

➤ ***Balance of approximately \$300M to rebalance***

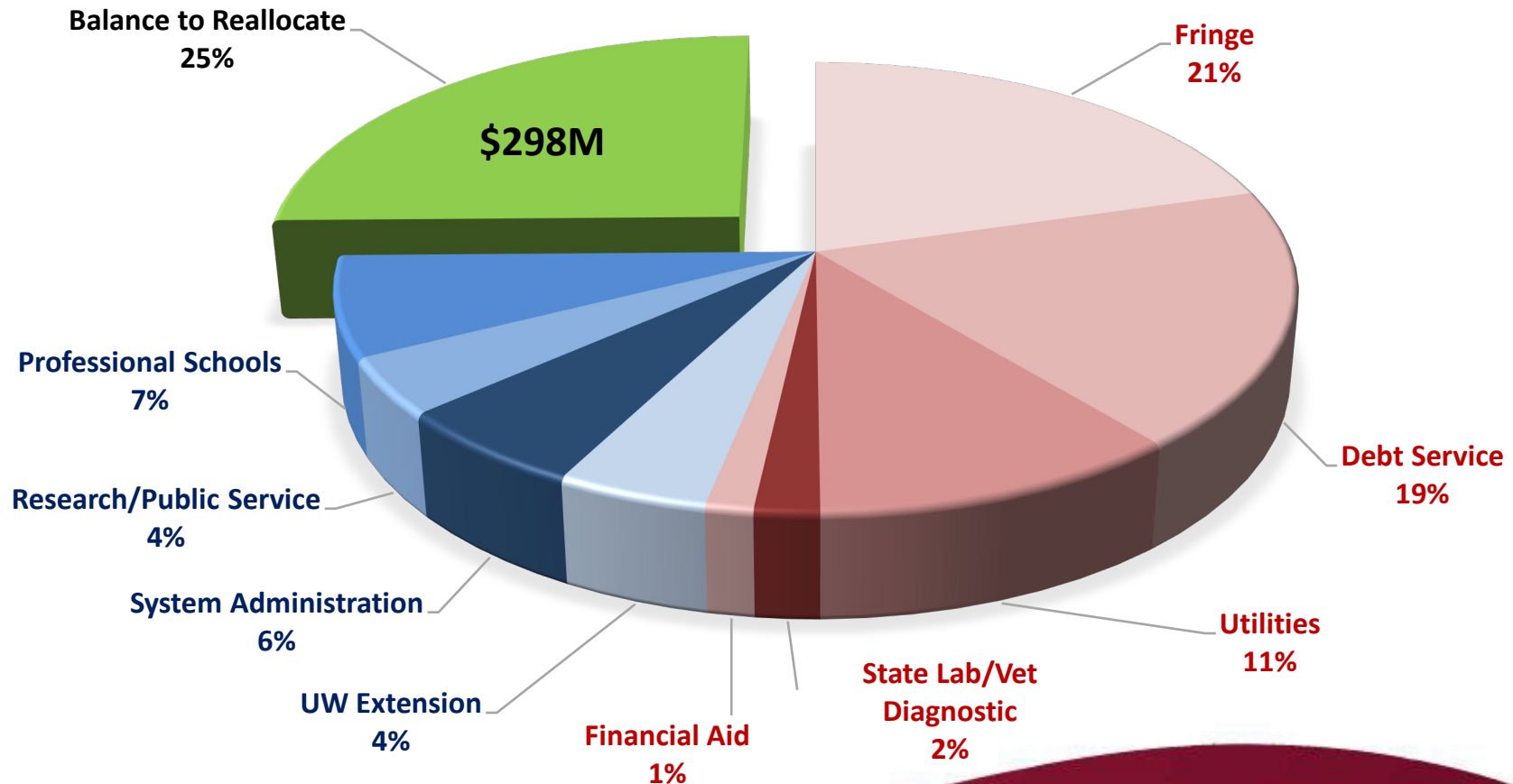
## ➤ Previous Review of GPR Allocation

- ✓ There have been several efforts to comprehensively review the GPR allocation “formula” since 1998 (with the last effort in 2014-15). The committees had broad campus, Board of Regent, and UW system leadership representation.
  - ***No substantive changes to the underlying allocation were made as a result of those efforts***
- ✓ Three incremental changes to the GPR allocation have occurred since 2017:
  - Return of \$25M lapse in FY18
  - Allocation of \$45M in Outcomes-Based Funding FY19/20
  - \$32M reduction in GPR in FY24\*

\* This bullet point added was not part of the original BOR presentation from 2021



# \$1.18 billion GPR Allocation Breakout





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**QUESTIONS?**