

Wisconsin's economic downturn will have a major impact on the UW System and its 175,000 students. Facing a combination of budget cuts, employee furloughs, and canceled pay plans, the **UW System will contribute at least \$211 million in GPR savings to help close the State's budget gap – equal to 9.2% of taxpayer support for the public university.** The UW System will be required to contribute **an additional \$34.6 million in revenues from other sources to address the growing State funding shortfall.**

### **Budget Challenges for UW System:**

- **Financial Aid for Students:** Governor Doyle's original plan for a \$38.5 million investment in need-based aid was reduced to \$17.3 million. Together with increased Federal financial aid, this funding will be used to protect students from tuition increases if they come from families earning up to the State's median family income of \$60,000 and have documented financial need.
- **Pay Increases:** Routine salary adjustments, previously approved by the legislature and scheduled for June 1, 2009, have been eliminated. This will save **\$35 million** in GPR.
- **Furloughs:** Faculty, academic staff, and classified staff members will be required to take 16 days of unpaid leave during the 2009-11 biennium – equal to a 3% pay cut. With this move, the UW System's GPR allocation will be reduced by an estimated **\$56 million**.
- **No Growth Agenda Initiatives:** The UW System had asked the State to provide targeted new investments to stimulate economic development through higher college enrollments and expanded scientific research. No funding is available for these initiatives.
- **With no new across-the-board cuts, UW System faces at least \$155 million in reductions:**
  - **\$120 million** cut from GPR plus **\$18.3 million** from all other non-Federal, non-gift revenues. An additional **\$16.3 million** reallocation from auxiliary reserves
  - **The GPR reduction of \$120 million is equal to a 5.2% cut in State support for UW System, not including the GPR costs of furloughs and canceled pay increases.** \$120 million is equivalent to the State's GPR share of educational costs for 14,000 resident students.
  - Together with furloughs (\$56 million GPR) and canceled pay plans (\$35 million GPR), **UW System will contribute nearly \$211 million in GPR savings to help close the State's budget gap. This is equivalent to 9.2% of UW System's GPR funding.**
  - The existing 1% across-the-board cut removes about \$18.3 million in revenue from self-supporting residence halls, parking, athletics, and other fee-funded auxiliary services. Because reserves are also being reallocated, students may face additional fee increases for these services.
  - Cuts to other State agencies (e.g., DNR, DATCP) and Counties will also affect collaborative educational programs at UW institutions and UW-Extension offices.

# 2009-11 BIENNIAL BUDGET FACT SHEET



REVISED: May 18, 2009

<b>Impact of \$155 million in 2009-11 Biennial Budget Cuts</b>					
	<b>GPR Cut</b>	<b>1% Across-the-Board Cut</b>		<b>Auxiliary Transfer</b>	<b>Total</b>
		<i>GPR</i>	<i>Program Rev.</i>		
<b>UW-Madison</b>	\$37,450,000	\$6,718,890	\$9,064,080	\$1,394,700	<b>\$54,627,670</b>
<b>UW-Milwaukee</b>	\$13,280,000	\$2,428,982	\$1,922,224	\$1,253,700	<b>\$18,884,906</b>
<b>UW-Eau Claire</b>	\$4,980,000	\$822,872	\$730,288	\$1,375,200	<b>\$7,908,360</b>
<b>UW-Green Bay</b>	\$2,400,000	\$414,974	\$384,516	\$409,000	<b>\$3,608,490</b>
<b>UW-La Crosse</b>	\$4,150,000	\$685,686	\$717,084	\$3,491,400	<b>\$9,044,170</b>
<b>UW-Oshkosh</b>	\$4,770,000	\$806,910	\$854,152	\$698,300	<b>\$7,129,362</b>
<b>UW-Parkside</b>	\$2,280,000	\$379,152	\$176,388	\$325,800	<b>\$3,161,340</b>
<b>UW-Platteville</b>	\$2,810,000	\$491,344	\$497,624	\$886,000	<b>\$4,684,968</b>
<b>UW-River Falls</b>	\$2,820,000	\$470,330	\$426,984	\$1,304,400	<b>\$5,021,714</b>
<b>UW-Stevens Point</b>	\$4,140,000	\$689,050	\$799,036	\$1,447,100	<b>\$7,075,186</b>
<b>UW-Stout</b>	\$3,770,000	\$661,274	\$830,352	\$742,500	<b>\$6,004,126</b>
<b>UW-Superior</b>	\$1,500,000	\$249,612	\$184,070	\$3,400	<b>\$1,937,082</b>
<b>UW-Whitewater</b>	\$4,270,000	\$732,700	\$973,400	\$916,500	<b>\$6,892,600</b>
<b>UW Colleges</b>	\$3,800,000	\$643,006	\$252,244	\$199,400	<b>\$4,894,650</b>
<b>UW-Extension</b>	\$4,340,000	\$711,428	\$272,700	\$1,109,400	<b>\$6,433,528</b>
<b>UW System</b>	\$3,240,000	\$3,543,390	\$221,458	\$693,200	<b>\$7,698,048</b>
<b>Subtotal:</b>		<b>\$20,449,600</b>	<b>\$18,306,600</b>		
<b>TOTAL:</b>	<b>\$100,000,000*</b>	<b>\$38,756,200*</b>		<b>\$16,250,000</b>	<b>\$155,006,200*</b>

\* Does not include GPR saved through furloughs (\$56 million) and canceled pay increases (\$35 million)