

**THE UNIVERSITY OF TENNESSEE
20% REDUCTION PLAN
Chattanooga**

Reduction Target (from reduction schedule) \$ 8,497,368 \$ 8,497,368 \$ 8,497,368 \$ 8,497,368 \$ 8,497,368 \$ 8,497,368

Revenues (if applicable - see below for figures)	5%	6%	7%	8%	9%	10%
Tuition Increase	\$ 1,785,750	\$ 2,142,900	\$ 2,500,050	\$ 2,857,200	\$ 3,214,350	\$ 3,571,500
Other (by source) (Fixed Costs 2009-10)	(1,580,000)	(1,580,000)	(1,580,000)	(1,580,000)	(1,580,000)	(1,580,000)

Total Revenues	<u>\$ 205,750</u>	<u>\$ 562,900</u>	<u>\$ 920,050</u>	<u>\$ 1,277,200</u>	<u>\$ 1,634,350</u>	<u>\$ 1,991,500</u>
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Reductions Required \$ 8,291,618 \$ 7,934,468 \$ 7,577,318 \$ 7,220,168 \$ 6,863,018 \$ 6,505,868

Reductions (Mid Year)

Administrative	\$ (256,223)	\$ (256,223)	\$ (256,223)	\$ (256,223)	\$ (256,223)	\$ (256,223)
Operations and Maintenance	(319,955)	(319,955)	(319,955)	(319,955)	(319,955)	(319,955)
Student Services (Includes Athletics)	(177,804)	(177,804)	(177,804)	(177,804)	(177,804)	(177,804)
Instruction	(693,918)	(693,918)	(693,918)	(693,918)	(693,918)	(693,918)
Academic Support	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)	(50,000)
Total Reductions	<u>\$ (1,497,900)</u>	<u>\$ (1,497,900)</u>	<u>\$ (1,497,900)</u>	<u>\$ (1,497,900)</u>	<u>\$ (1,497,900)</u>	<u>\$ (1,497,900)</u>

Additional Reductions Required \$ 6,793,718 \$ 6,436,568 \$ 6,079,418 \$ 5,722,268 \$ 5,365,118 \$ 5,007,968

Additional Reductions:

Provost	4,326,744	4,099,284	3,871,825	3,644,365	3,416,906	3,189,446
FOIT	868,107	822,470	776,833	731,196	685,559	639,922
Athletics	656,582	622,065	587,548	553,031	518,514	483,997
Student Development	271,397	257,129	242,862	228,594	214,327	200,059
University Advancement	163,611	155,010	146,409	137,808	129,207	120,606
Chancellor	112,760	106,832	100,904	94,976	89,048	83,120
Scholarships	394,518	373,778	353,038	332,298	311,558	290,817
Total	<u>6,793,718</u>	<u>6,436,568</u>	<u>6,079,418</u>	<u>5,722,268</u>	<u>5,365,118</u>	<u>5,007,968</u>

Campus/Institute specific schedules with target reductions and tuition figures will be sent to chief business officers for completion. Schedules are to be returned to Chris Cimino by December 17, 2008.

Fixed Cost Items for 2009-10

Transfer Scholarships	200000
ROTC Scholarships	15000
SACS Accreditation	50000
Summer School Faculty Salaries	200000
Faculty on One Time Funds (Nursing, Bus & Diversity Hire)	150000
Utilities	150000
Faculty Promotions & Rollovers	190000
Banner DBA Paid from One Time Funds	125000
Maintenance on Additional Square Footage	200000
Employee Insurance Increased Cost	100000
Academic Initiatives (Sim Center)	200000
Fixed Cost	<u>1580000</u>

Additional Campus Needs for 2009-10

Part Time Instruction	200000
Library Databases	50000
Instructional Equipment	100000
Nursing Faculty	100000
Development Officer	70000
Retirement Incentives	<u>300000</u>
Additional Needs for 2009-10	820000

Mid Year Budget Reductions

Chancellor's Office	7566	Administrative		
University Advancement	10873	Administrative		
Student Development	16562	Student Services		
Athletics	59554	Student Services		
Finance, Ops & IT	65739	27784 Administrative	29955 O & M	8000 Stu Srs
Academic Affairs	337606	303918 Instruction	33688 Student Services	
Academic Affairs	440000	390000 Instruction	50000 Academic Support	
Finance, Ops & IT	440000	290000 O & M	150000 Administrative	
Student Development	90000	60000 Student Service	30000 Administrative	
University Advancement	30000	Administrative		
	<u>1497900</u>			

Above Information

Summarized:

Administrative	256223
Operations & Maintenance	319955
Student Services	177804
Instruction	693918
Academic Support	50000
Total	<u>1497900</u>

University of Tennessee at Chattanooga
 Budget Reduction Plan by Vice Chancellor
 Fiscal Year 2009-10

	Targeted Budget Reduction					
	5%	6%	7%	8%	9%	10%
8,497,368						
After Tuition Offset, System Charge & Midyear Reductions	6,793,718	6,436,568	6,079,418	5,722,268	5,365,118	5,007,968

Base Budget Adjusted: Expenditures less budgeted revenue	% of Budget	Recommended Reduction Targets						
		5%	6%	7%	8%	9%	10%	
Provost	40,096,315	63.69%	4,326,744.12	4,099,284.48	3,871,824.84	3,644,365.20	3,416,905.55	3,189,445.91
FOIT	8,044,822	12.78%	868,106.86	822,469.94	776,833.02	731,196.10	685,559.18	639,922.26
Athletics	6,084,600	9.66%	656,581.72	622,064.80	587,547.89	553,030.98	518,514.07	483,997.16
Student Development	2,515,056	3.99%	271,396.61	257,129.12	242,861.63	228,594.14	214,326.65	200,059.16
University Advancement	1,516,201	2.41%	163,611.39	155,010.24	146,409.08	137,807.93	129,206.78	120,605.62
Chancellor	1,044,953	1.66%	112,759.60	106,831.75	100,903.91	94,976.07	89,048.23	83,120.38
Scholarships	3,656,030	5.81%	394,517.71	373,777.67	353,037.62	332,297.58	311,557.54	290,817.50
Total Base Budget***	62,957,977	100.00%	6,793,718.00	6,436,568.00	6,079,418.00	5,722,268.00	5,365,118.00	5,007,968.00

Not Included In Base Budget Expenditures:

Institutional cost such as: Employee Benefits, Utilities, Insurance, Mandatory and Nonmandatory Transfers

Revenues Excluded from Base Budget Expenditures:

Student Development:	Application Fee, Student Orientation, Adult Orientation, Counseling Center, Univ Center
University Advancement:	Radio Station
Finance, Operations & IT	Student ID Card, Fine Arts Center, Arena Events
Athletics:	Athletic Gifts, Ticket Sales for each Sport, Miscellaneous Income, Corp Sponsorships, Porky's Open, Athletic Conference/NCAA, Licensing Income
Provost:	Inst Research, Continuing Education, Library, Exec MBA, Children's Ctr, Challenger Ctr, Music Fees, Cadek, English Lang Ins, Drama