

**The University of Texas at Dallas
Operating Budget Highlights
For the Year Ending August 31, 2007**

Introduction - Major Goals Addressed by FY 2007 Budget

Major goals addressed by FY 2007 Budget for The University of Texas at Dallas are:

- Sustaining and enhancing current faculty and staff quality by providing competitive adjustments in compensation levels.
- Preventing further erosion in faculty/student ratios by increasing faculty numbers.
- Continuing progress on the Engineering and Science Research Enhancement Initiative (Project Emmitt).
- Maintaining incentives for recruiting students of exceptional merit.
- Strengthening staff infrastructure in non-academic areas in response to audited needs.
- Addressing critical issues of deferred maintenance of physical plant.

Revenue

Revenue growth of 3.4% over FY 2006 budget due to the following:

- Rate increases in designated tuition and fees (Library, Undergraduate Advising, Records Processing, Student Services, & Utility Fees) to generate 17% increase in revenues over budgeted FY 2006 revenues.
- Anticipated increases in SCH and HC enrolment of 2.5%.
- Increases in State Appropriations of \$3.8 million, including debt service transfer of \$4.1 million. Reduction in State Sponsored programs of approx. \$12.5 million due to final increment of Project Emmitt funding from Texas Enterprise Fund.

Expenditures

Primary factors contributing to an anticipated 7.5% growth in expenditures are as follows:

- A program of merit salary increases for faculty and staff allocated from a pool of 3% of current salary expenditures.
- Addition of 18.0 FTE tenure-system faculty in support of meeting enrollment increases with proportional faculty increases, at a cost of \$2.0 million.
- Increased utilities cost estimated at \$3.5 million for FY07.
- Increased funding for various Auxiliary Enterprise programs (\$2.0 million) consistent with higher fee revenues.
- Additional depreciation expenses of \$3.8 million for Natural Science and Engineering Research Building, Center for Brain Health, and equipment.
- Debt service increase of \$5.1 million for new capital projects including Natural Science Engineering Research Building, Center for Brain Health, 911 System Housing, Natural Science Engineering Research Building Infrastructure and Physical Plant Building.