




SUBJECT	BUDGET 2018-2019 OUTLOOK (VANCOUVER AND OKANAGAN)
MEETING DATE	FEBRUARY 15, 2018

APPROVED FOR SUBMISSION Forwarded to the Board of Governors on the Recommendation of the President



Santa J. Ono, President and Vice-Chancellor

FOR INFORMATION	
Report Date	January 25, 2018

Presented By Andrew Szeri, Provost and Vice-President Academic
 Deborah Buszard, Deputy Vice-Chancellor & Principal
 Peter Smailes, Interim Vice-President Finance & Operations
 Pam Ratner, Vice-Provost and Associate Vice-President Enrolment & Academic Facilities
 Ian Burgess, Comptroller
 Rob Einarson, Associate Vice-President Finance and Operations, UBC Okanagan
 David Shorthouse, Director, Academic Initiatives

EXECUTIVE SUMMARY

The development of the 2018-2019 Budget for the University is progressing well. The attached report outlines the current projections for revenue and costs, and includes a summary of the available funding to support the University’s strategic priorities.

The University continues to operate with a number of important constraints in relation to base operating funding from the Provincial government, as well as the regulatory framework surrounding domestic tuition, particularly in relation to professional programs.

That said, the Provincial Government is (i) funding GWI (up to the PSEC mandate) (ii) funding additional FTE’s as part of the Province’s “Talent for Tech” program, and (iii) providing funding of \$44m for deferred maintenance. While the deferred maintenance is restricted in nature, and requires a match from UBC, this is very positive news and helps address an area of concern.

In addition, increases to international tuition, increased returns from working capital investments, and the returns from our land endowment provide some capacity to meet inflationary pressures and undertake the strategic investments that will enable the university to realize its aspiration to be among the very best globally recognized public research-intensive institutions.

To achieve this, the University is investing \$52 million from the Excellence Fund to support strategic faculty hires and graduate students, to match funding for major research initiatives, and to enhance the student experience. The plan also identifies incremental discretionary funding of \$43 million that is available to meet strategic and operational priorities.

The Executive Committee will continue to identify the requests that should be prioritized before the budget is brought to the Board for approval.

INSTITUTIONAL STRATEGIC PRIORITIES SUPPORTED

- ✓ Learning
 - ✓ Research
 - ✓ Innovation
 - ✓ Engagement
(Internal / External)
 - ✓ International
- or ✓ Operational