University of Alberta
Budget Update

General Faculties Council
September 25, 2017

Steven Dew, Provost and Vice-President (Academic)
Gitta Kulczycki, Vice-President (Finance & Administration)
Government of Alberta Updates

- Funding formula review
- Tuition review
- Provincial fiscal picture
Financial Challenges

• Ongoing expenditures are outpacing revenues in the operating budget
• Faculty and unit carryforwards mask institutional deficit
• Provincial deficit is significant, creating funding uncertainty
## Structural Operating Deficit 2016-17

<table>
<thead>
<tr>
<th>Description</th>
<th>$ million</th>
</tr>
</thead>
<tbody>
<tr>
<td>Institutional &quot;Ongoing Revenue&quot;</td>
<td>852.10</td>
</tr>
<tr>
<td>Authority to Spend</td>
<td>(885.30)</td>
</tr>
<tr>
<td>Operating Deficit</td>
<td>(33.20)</td>
</tr>
<tr>
<td>Investment Income</td>
<td>20.00</td>
</tr>
<tr>
<td>Adjusted Deficit</td>
<td>(13.20)</td>
</tr>
</tbody>
</table>
Financial Initiatives Underway

• Development of U of A budget model
• Planning framework and annual budget cycle
• uPlan
Questions?