

Presentation to Senate

September 11, 2018

# Budget Update

- Provincial Government Grant Review
- History of Budget Cuts
- Voluntary Retirement Program

# Budget Update

- Provincial Government Grant Review

# GRANT RECONCILIATION 2011/12 TO 2018/19 OPERATING

	MUN
<b>2011/12 Operating Grant</b>	<b>\$ 303.1 M</b>
Gov Salary Template increases	26.7M
Grant in lieu of Tuition increases	25.3M
Program Expansions (Eng, MI etc.)	12.8M
Base budget reductions	(38.8M)
Pension Special Payment reduction	(19.2M)
<b>2018/19 Operating Grant</b>	<b>\$ 309.9 M</b>
Transfer to Capital (Science and ARC)	(9.6M)
2019/20 Reductions (Assumes \$4M Grant in Lieu)	(1.6M)
Pension Funding	(8.0M)
<b>2020/21 Operating Budget – Current Guidance</b>	<b>\$ 290.7 M</b>

# GRANT RECONCILIATION 2011/12 TO 2018/19 CAPITAL

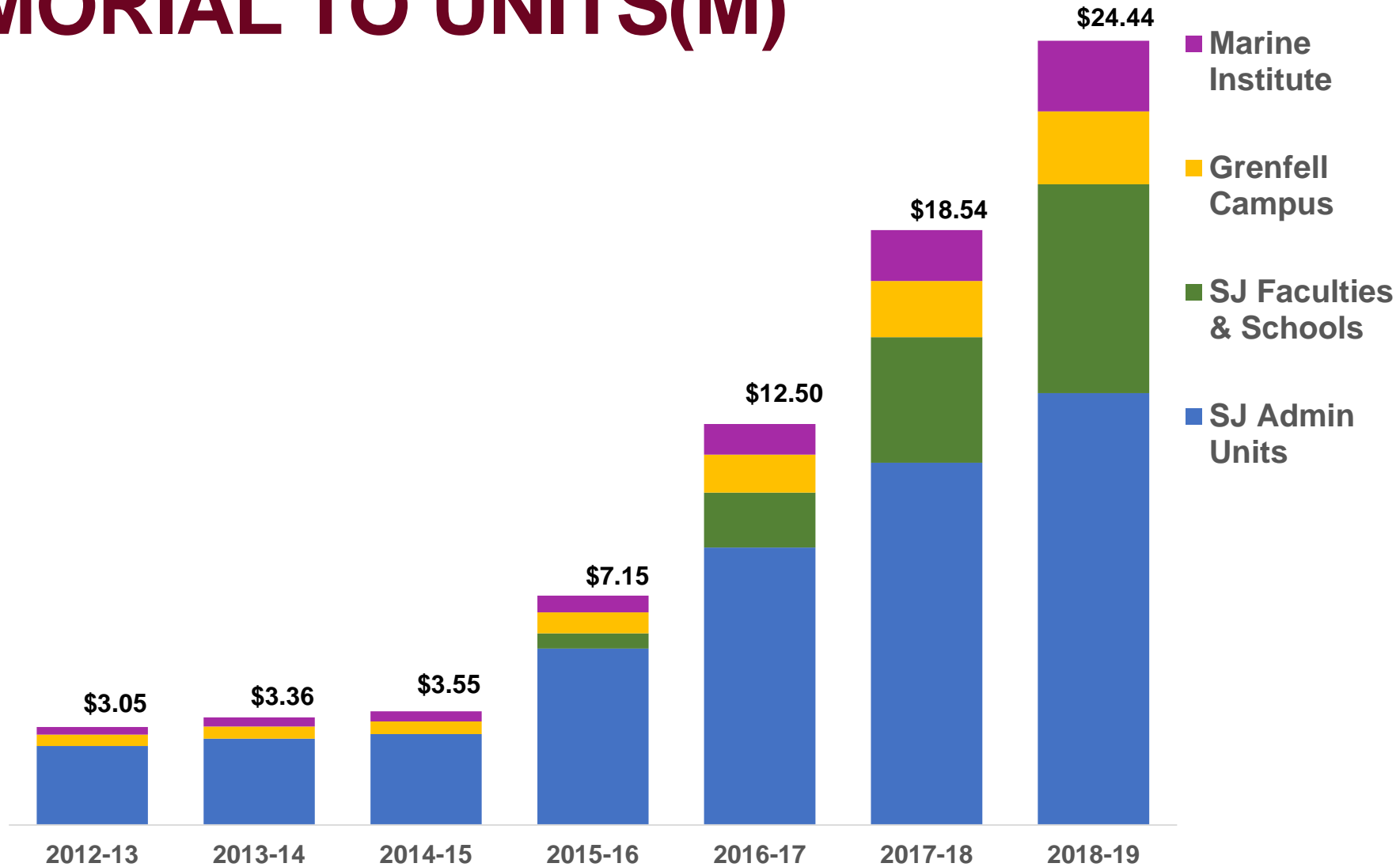
	<b>2011/12</b>	<b>2018/19</b>
Deferred Maintenance	\$ 10.0 M	\$ 0.0
Teaching Equipment	1.0 M	0.0
Lab Safety Project	0.3 M	0.0
Major Capital	44.1 M	0.0
White Paper Matching	2.4 M*	2.4 M*
<b>Total Grant</b>	<b>\$ 57.8 M</b>	<b>\$ 2.4 M</b>
* Payment for Science Building		

SOURCE: MUN BUDGET

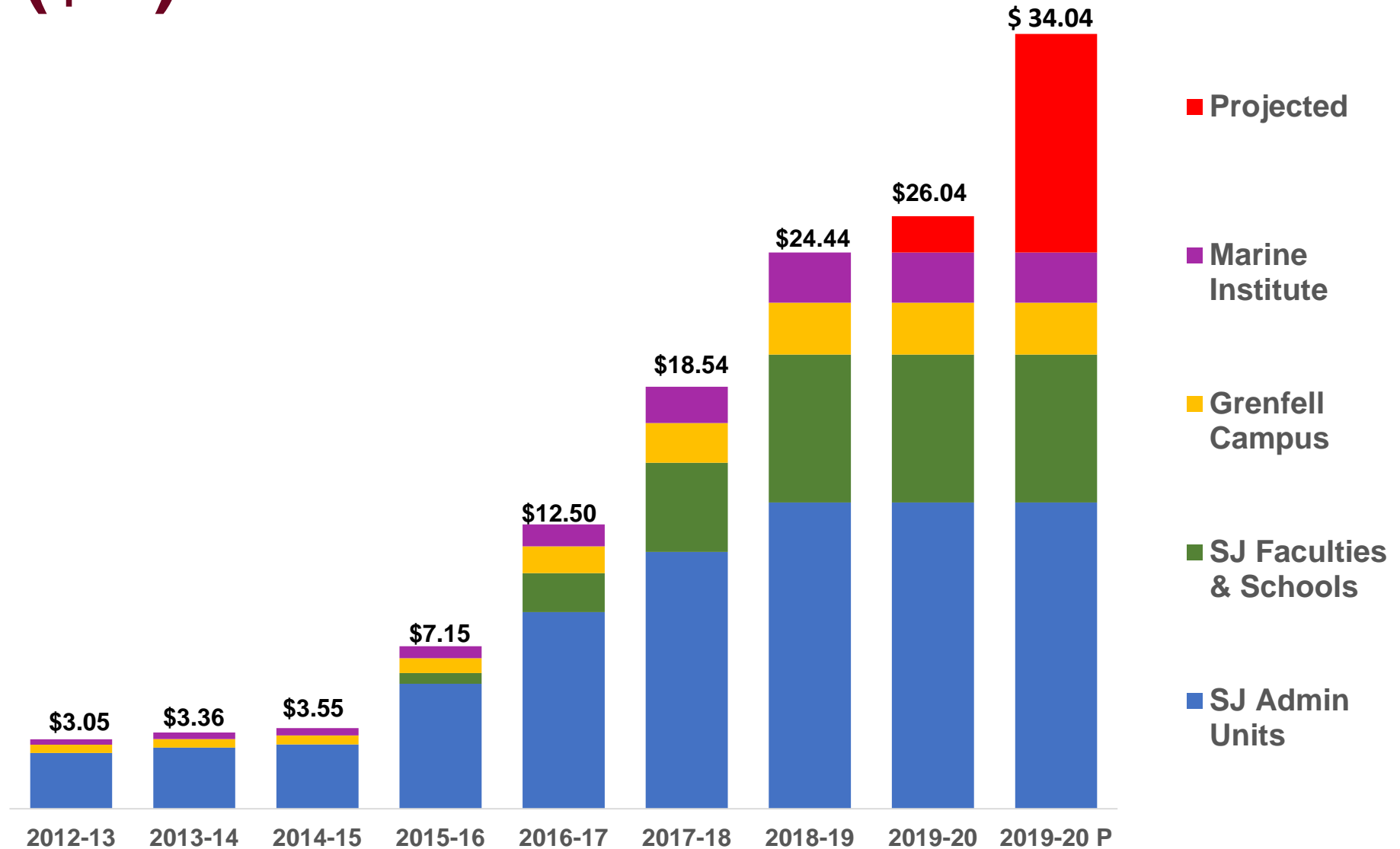
# Budget Update

- History of Budget Cuts

# 2012-13 TO 2018-19 CUMULATIVE CUTS BY MEMORIAL TO UNITS(M)



# 2012-13 TO 2019-20 PROJECTED CUMULATIVE CUTS (\$M)





# Budget Update

- Voluntary Retirement Program

# Voluntary Retirement Program (VRP)

The program is being offered in 4 phases:

1. Individuals who are a minimum age of 71
2. Individuals who are a minimum age of 65 but less than 71 and have 30+ years of service
3. Individuals who are a minimum age of 60 but less than 65 and have 35+ years of service
4. Individuals who are a minimum age of 60 but less than 65 and have 30+ years of service.

# Voluntary Retirement Program

- 16 applications were received and endorsed for Phase 1
- 27 applications were received and endorsed for Phase 2
- Combined, the 43 applications represent a 46% uptake for Phase 1 and 2.
- VRP payments and corresponding salary reductions for the 43 individuals total \$6,344,840
- Board of Regents approved a total expenditure of \$8 M leaving \$1,655,160 for remaining Phases of the Program

# Voluntary Retirement Program

<b>Phase 3</b>	<b># Eligible</b>	<b>Total Salary</b>
<b>Total Salary - Faculty</b>	11	\$1,653,808
<b>Total Salary - Staff</b>	20	<u>\$1,285,339</u>
<b>Phase 3 Total (100%)</b>		<u>\$ 2,939,147</u>
<b>Projected (40% Uptake)</b>		\$ 1,175,659
<b>Projected (60% Uptake)</b>		\$ 1,763,488