

2013/2014-2014/2015 Budget Options

Reduction Option

UHC72000 - University of Connecticut Health Center Contact: John Biancamano
 11000 - General Fund Telephone: (860)679-1145

Priority: 0
 09/25/2012

5% Reduction Options for FY14 and FY15 Biennium Budget

ASSOCIATED PROGRAMS:
 81110-UHC Block Grant

DESCRIPTION & REASON / MEASURE OF IMPACT
 5% Reduction Options for FY14 and FY15 Biennium Budget

Please note that a 5% reduction to the Health Center's Appropriation would impact our ability to successfully implement Bioscience CT and effectively staff the Clinical, educational and research areas of the Health Center. The ability to increase revenues is limited since tuition is a very small portion of our budget and we have minimal impact on clinical revenue rates. This reduction results in approximately 87 - 95 ftes. This will be difficult to achieve due to the no layoff SEBAC agreement extending out to June 2015. Other expense areas such as drugs and supplies are driven by patient needs.

SID Code / Title	2012 Actual	2013 Estimated	2014 Base	2014 Option	2014 Revised	2015 Base	2015 Option	2015 Revised
Number of Full Time Positions	1,641	1,661	1,680	-87	1,593	1,698	-95	1,603
12139 - Operating Expenses	107,953,872	112,160,919	129,869,916	-6,493,495	123,376,421	141,246,514	-7,062,326	134,184,188
12159 - AHEC for Bridgeport	505,707	505,707	505,707	-25,285	480,422	505,707	-25,285	480,422
Option Total	108,459,579	112,666,626	130,375,623	-6,518,780	123,856,843	141,752,221	-7,087,611	134,664,610

REVENUE:

Revenue Account/Title	2012 Actual	2013 Estimated	2014 Base	2014 Option	2014 Revised	2015 Base	2015 Option	2015 Revised
Total Revenue	0	0	0	0	0	0	0	0
Total Net Reduction	108,459,579	112,666,626	130,375,623	-6,518,780	123,856,843	141,752,221	-7,087,611	134,664,610

Quantifiable Statistics	2012 Actual	2013 Estimated	2014 Base	2014 Option	2014 Revised	2015 Base	2015 Option	2015 Revised
Net Income (Loss)	-2,922,761	74,248	50,907	-6,518,780	-6,467,873	58,808	-7,087,611	-7,028,803



University of Connecticut Health Center

October 1, 2012

Kerry Kelley
Principal Budget Specialist
Office of Policy and Management
450 Capital Avenue
Hartford, CT 06106

Dear Ms. Kelley,

Please find enclosed the University of Connecticut Health Center's 5% reduction option for FY14 and FY15 Biennium per Secretary Barnes' letter dated August 31, 2012.

Please note that a 5% reduction to the Health Center's Appropriation would impact our ability to successfully implement Bioscience CT and effectively staff the Clinical, educational and research areas of the Health Center. The ability to increase revenues is limited since tuition is a very small portion of our budget and we have minimal impact on clinical revenue rates. This reduction results in approximately 87 – 95 ftes. This will be difficult to achieve due to the no layoff SEBAC agreement extending out to June 2015. Other expense areas such as drugs and supplies are driven by patient needs.

If you have any questions, please contact me at 860-679-1145.

Sincerely,



John Biancamano, CFO