THE UNIVERSITY OF VERMONT AND STATE AGRICULTURAL COLLEGE
BOARD OF TRUSTEES

BUDGET, FINANCE AND INVESTMENT COMMITTEE

Members: Chair Don McCree, Vice Chair John Dineen, President Suresh Garimella, Susan Brengle, Robert Brennan, Frank Cioffi, Kevin Christie, Kenny Nguyen, Ed Pagano, Shap Smith, Tristan Toleno, and Catherine Toll

Representatives: Faculty Representatives Jane Knodell and Guillermo Rodriguez, Foundation Representative Bob Plante, Alumni Representative Myron Sopher, Staff Representatives Joshua Tyack and Douglas Dickey, Student Representatives Evan Siegel and Ashleigh Clark, and Graduate Student Representatives (vacant)

Friday, May 19, 2023
2:15 p.m. – 3:15 p.m.
Livak Ballroom (417-419), Dudley H. Davis Center

AGENDA

<table>
<thead>
<tr>
<th>Item</th>
<th>Enclosure</th>
<th>Discussion Leader(s)</th>
<th>Time</th>
</tr>
</thead>
<tbody>
<tr>
<td>Call to order</td>
<td></td>
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<td>*2:15 p.m.</td>
</tr>
<tr>
<td>1. Approval of February 10, 2023 meeting minutes</td>
<td>Attachment 1</td>
<td>Don McCree</td>
<td>2:15-2:16</td>
</tr>
<tr>
<td>2. FY 2024 Budget</td>
<td>Attachment 2</td>
<td>Richard Cate</td>
<td>2:16-2:36</td>
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<tr>
<td></td>
<td>Attachment 3</td>
<td>Shari Bergquist</td>
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<td>Attachment 3</td>
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<td>Attachment 3</td>
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<tr>
<td>4. Facilities modernization and renewal</td>
<td>Attachment 4</td>
<td>Luce Hillman</td>
<td>2:46-3:06</td>
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<tr>
<td>5. Vice President’s report</td>
<td>Attachment 5</td>
<td>Richard Cate</td>
<td>3:06-3:11</td>
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<tr>
<td>6. Other business**</td>
<td></td>
<td>Don McCree</td>
<td>3:11-3:15</td>
</tr>
<tr>
<td>Adjourn</td>
<td></td>
<td></td>
<td>3:15 p.m.</td>
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*Times are approximate.
** Executive session as needed.
FY2024 Budget

The Board of Trustees passed a balanced budget for next fiscal year that represents an increase of 3.5% in both revenue and expenses. Every spring the BFI Committee approves the budget for the next fiscal year. This budget is developed by each unit and the comptroller’s office and is based on a number of assumptions about revenue and expenses in the next fiscal year. The largest increase in revenue is projected to come from sponsored projects, both in restricted and unrestricted F&A. The budget also includes an increase in state appropriations and other unrestricted revenue, a category that includes things like rental income and ticket sales. The increase in expenses is primarily driven by salaries and benefits, which are projected to increase by 4.7%, alongside utilities. An overview of UVM’s approved budget from FY23 and FY24 is below:

### Appendix A

<table>
<thead>
<tr>
<th>Revenue</th>
<th>Original FY 2023</th>
<th>Projected FY 2024</th>
<th>% Diff from FY 2023</th>
</tr>
</thead>
<tbody>
<tr>
<td>State Appropriations</td>
<td>$22,000</td>
<td>$54,000</td>
<td>3.5%</td>
</tr>
<tr>
<td>Net Tuition</td>
<td>$207,021</td>
<td>$209,065</td>
<td>1.1%</td>
</tr>
<tr>
<td>Sponsored Facilities &amp; Administration Cost Reimbursement</td>
<td>$34,972</td>
<td>$36,001</td>
<td>10.2%</td>
</tr>
<tr>
<td>Other Income</td>
<td>$28,651</td>
<td>$34,725</td>
<td>20.3%</td>
</tr>
<tr>
<td>Subtotal, General Fund</td>
<td>$403,653</td>
<td>$417,972</td>
<td>3.5%</td>
</tr>
<tr>
<td>INCOME/EXPENSE ACTIVITIES</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Subtotal, Unrestricted Funds</td>
<td>$147,712</td>
<td>$150,666</td>
<td>2.0%</td>
</tr>
<tr>
<td>INCOME/EXPENSE ACTIVITIES</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Subtotal, Unrestricted Funds</td>
<td>$551,575</td>
<td>$588,658</td>
<td>6.1%</td>
</tr>
<tr>
<td>Restricted Funds</td>
<td>$234,754</td>
<td>$282,068</td>
<td>28.6%</td>
</tr>
<tr>
<td>Total Restricted and Unrestricted Revenue</td>
<td>$776,329</td>
<td>$937,724</td>
<td>10.5%</td>
</tr>
<tr>
<td>Expense</td>
<td>Original FY 2023</td>
<td>Projected FY 2024</td>
<td>% Diff from FY 2023</td>
</tr>
<tr>
<td>General Fund</td>
<td>$403,653</td>
<td>$417,972</td>
<td>3.5%</td>
</tr>
<tr>
<td>INCOME/EXPENSE ACTIVITIES</td>
<td></td>
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<tr>
<td>Restricted Funds</td>
<td>$234,754</td>
<td>$282,068</td>
<td>28.6%</td>
</tr>
<tr>
<td>Total Restricted and Unrestricted Expense</td>
<td>$776,329</td>
<td>$937,724</td>
<td>10.5%</td>
</tr>
<tr>
<td>Use of Net Assets</td>
<td>$ -</td>
<td>$ -</td>
<td></td>
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Report of Investment Subcommittee

The investment subcommittee reports on the performance of the endowment’s investments. A number of areas in the political and economic environment have led to risk in different aspects of the portfolio. The fallout from SVB in terms of impacting the venture part of the endowment should be past us and
our portfolio has low exposure to the volatility in the regional banking sector. Endowment investment is performing well compared to other similar sized endowments.

**Facilities Modernization and Renewal**

Luce Hillman gave a presentation on facilities modernization and renewal projects that don’t normally come before the board for approval, as they cost less than $2 mil. There is a constant need to maintain and update the various buildings and facilities on campus. This includes work on safety, ADA compliance, utilities, building envelopes, grounds, and classroom improvements. Some examples include the 42 steam vaults on campus, paving (e.g. University Place last year), fixing the dormers in Waterman, and replacing the roof of the indoor turf section of the Athletic Complex.

Respectfully Submitted,
Joshua Tyack