

Budget Townhall 2024-2025

October 16, 2024



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Traditional Territories Acknowledgement

The University of Manitoba campuses are located on original lands of the Anishinaabeg, Ininiwak, Anisininewuk, Dakota Oyate and Dene, and on the National Homeland of the Red River Métis.

We respect the Treaties that were made on these territories, we acknowledge the harms and mistakes of the past, and we dedicate ourselves to move forward in partnership with Indigenous communities in a spirit of Reconciliation and collaboration.



UM Budget Discussion

Today we will be reviewing...

- An overview of UM financials.
- UM's budgeting and planning process.
- 2023-2024 financial results.
- 2024-2025 operating budget.
- Planning assumptions beyond 2024-2025.



Financial Overview

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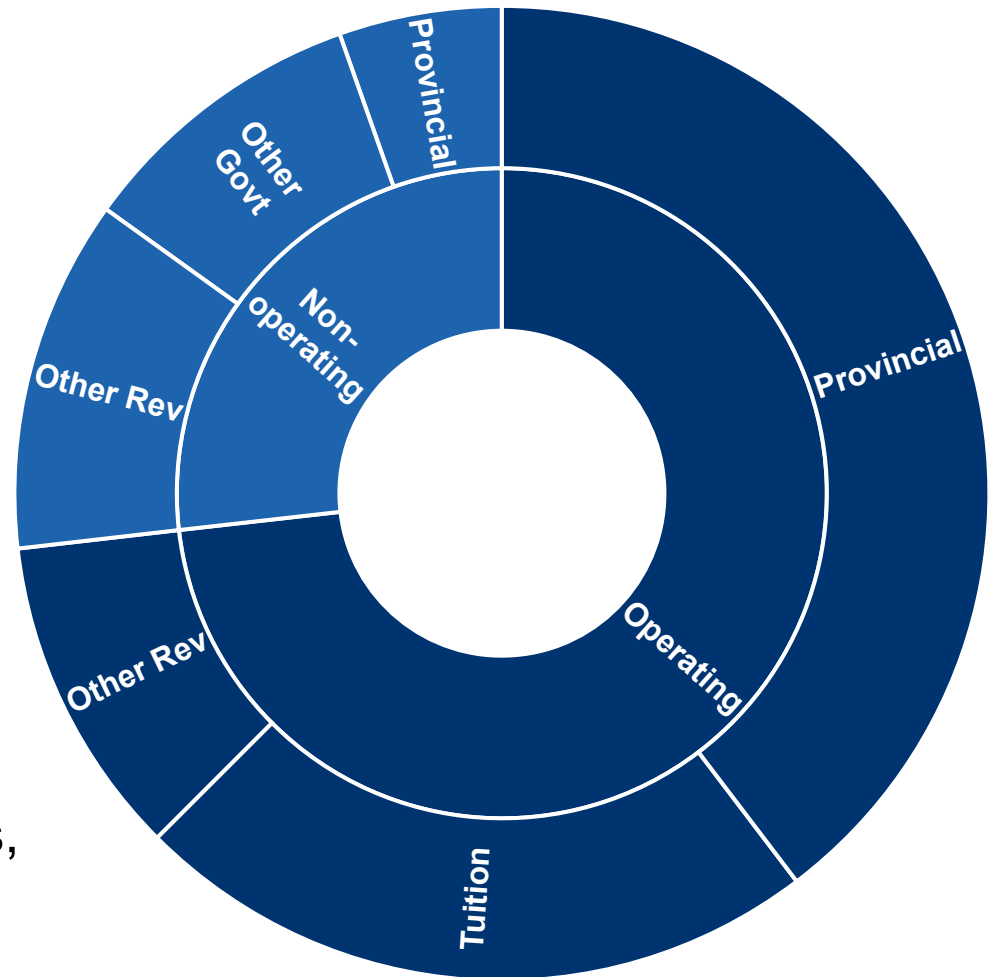


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Consolidated revenue

Operating activities: instructional activities, administrative support, operational costs, ancillary services, income funded activities.

Non-operating activities: sponsored research projects, special purpose and trust endowments, capital.

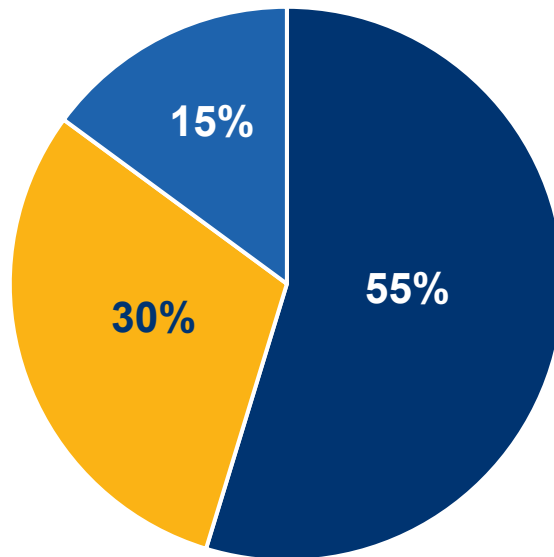


Operating revenue and expenses

March 31, 2024

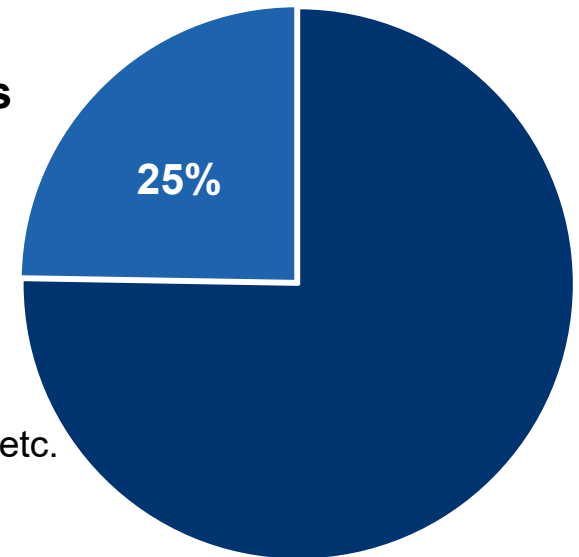
Revenues

- Provincial Grant
- Tuitions and Related Fees
- Other



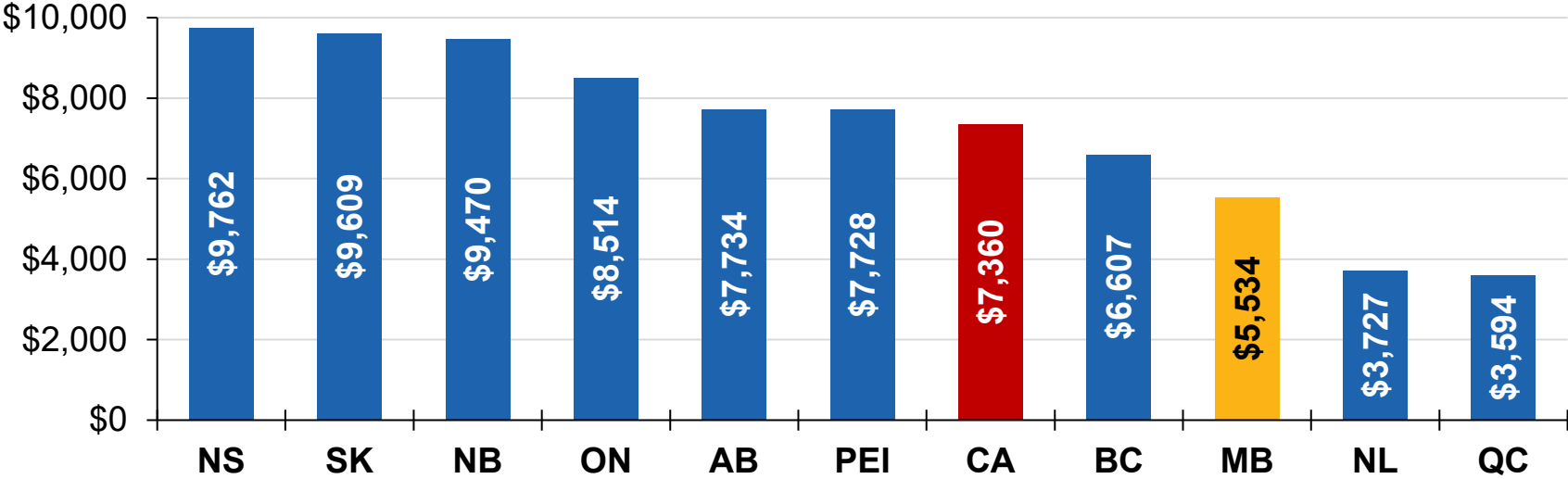
Expenditures

- Salaries and Benefits
- Other Costs: Utilities, maintenance, supplies, travel, etc.



UM Tuition Rates

Domestic Undergraduate Tuition 2024-25, by province



Source: Stats Can Table 37-10-0045-01

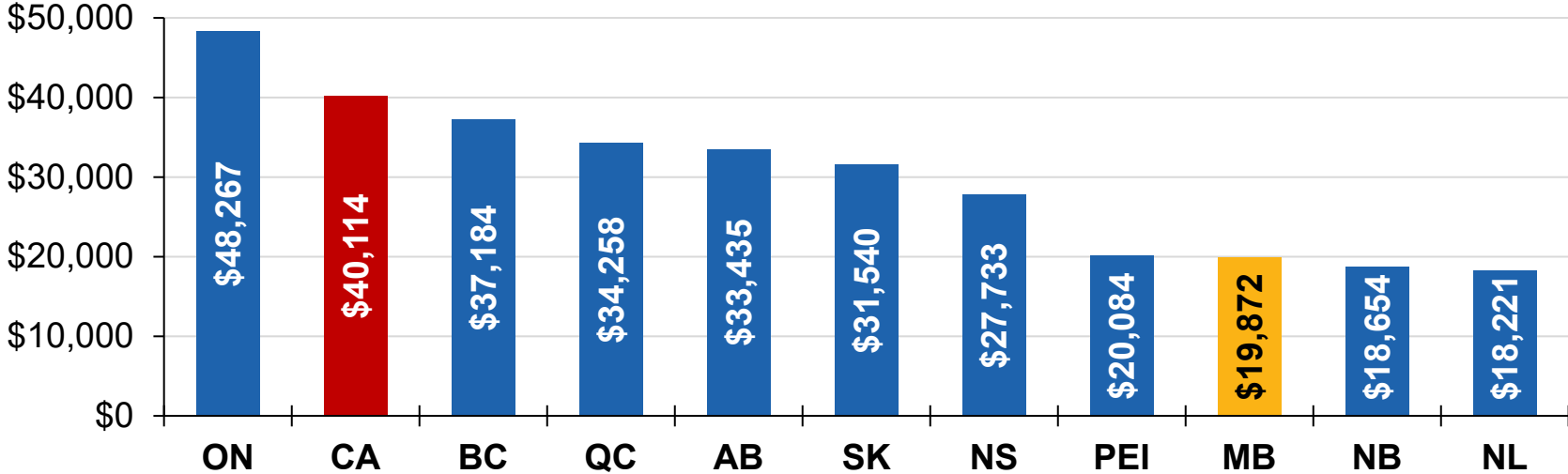
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UM Tuition Rates

International Undergraduate Tuition 2024-25, by province



Source: Stats Can Table 37-10-0045-01

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Budget Planning at UM

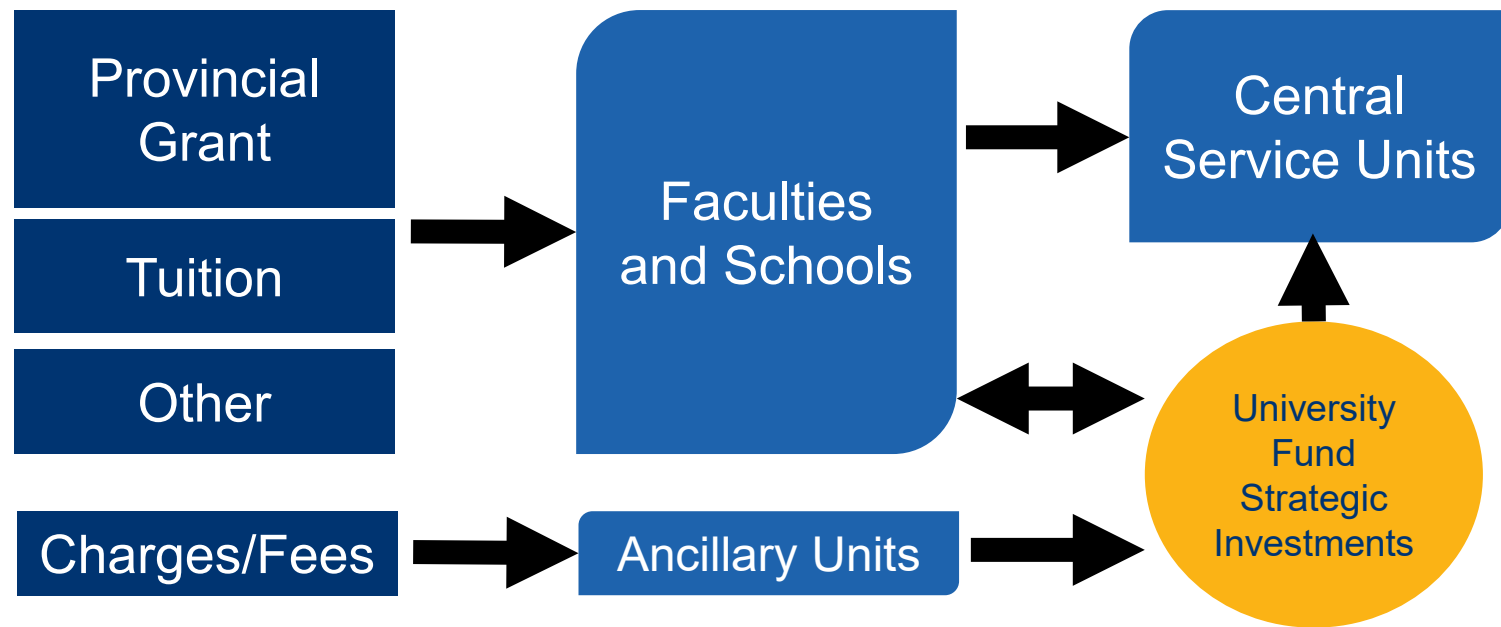
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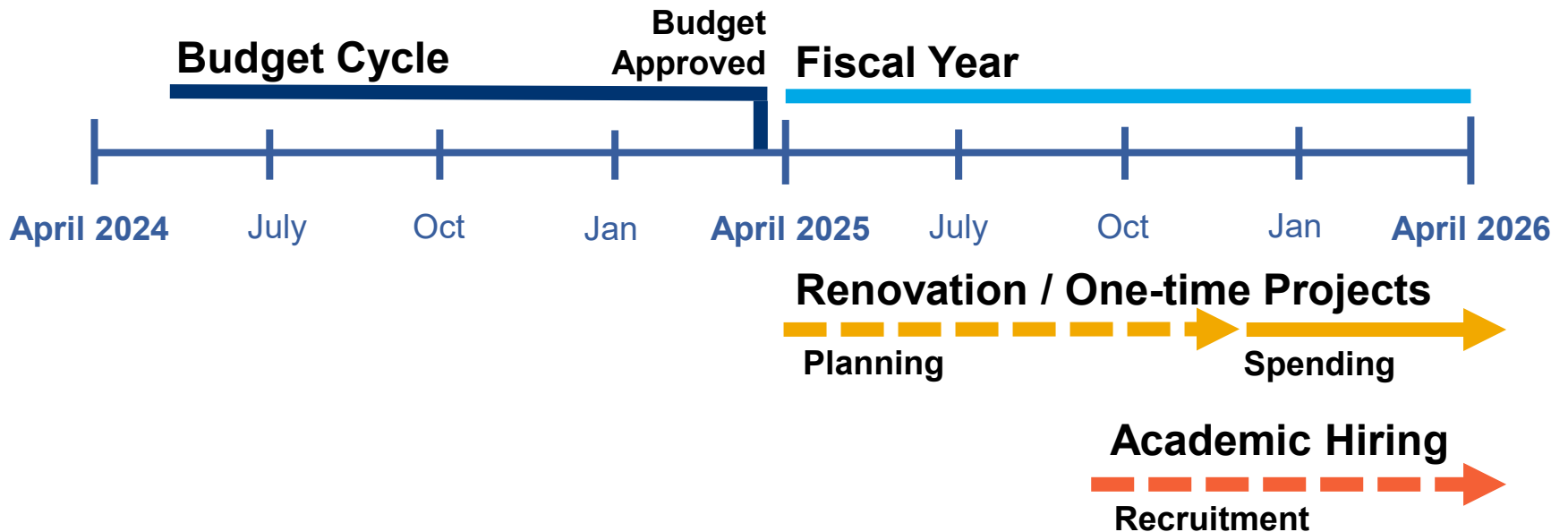
UM Budget Planning

Revenue flow through the budget model



UM Budget Planning

Budget cycle and resource planning



2023-2024 Financials

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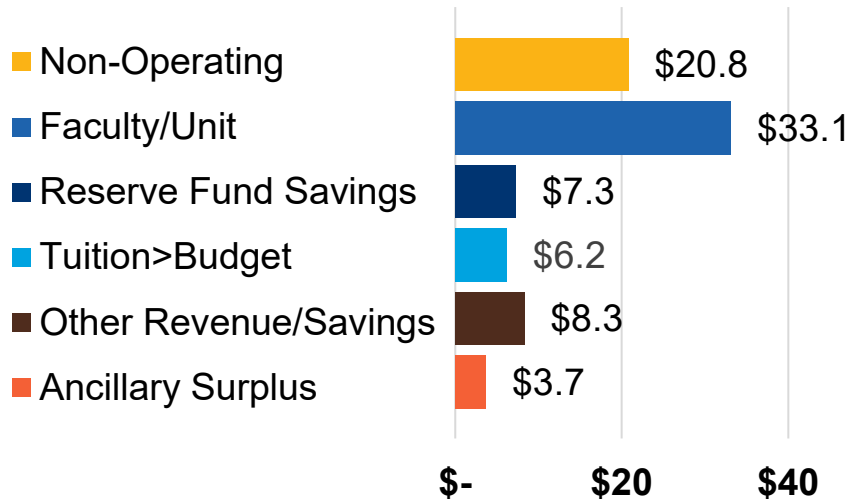


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2023-24 Budget Surplus

Consolidated surplus of \$79.4M

2023-24 Annual Surplus by Source (in millions)

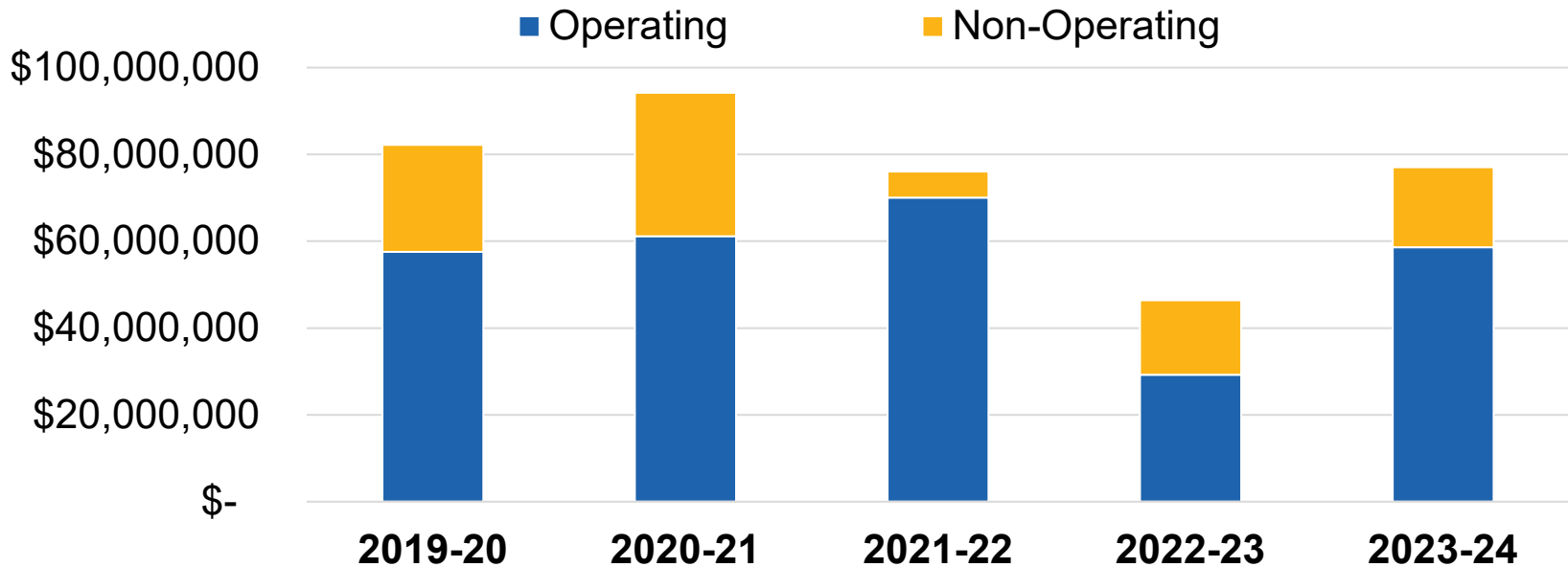


Reasons for Surplus

Late notice, grant increase.
Late notice, approved program expansion funding.
Time to recruit/hire.
Delays in renovation projects.

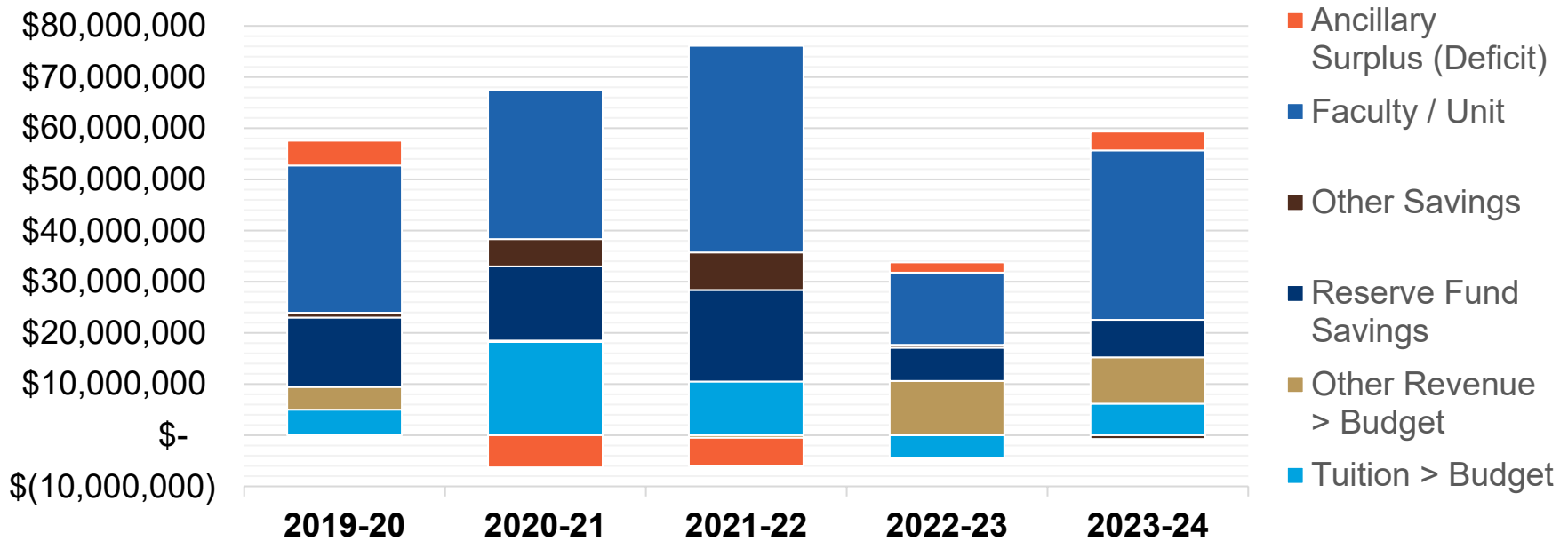
2023-24 Budget Surplus

Annual source of surplus 2018-19 to 2023-24



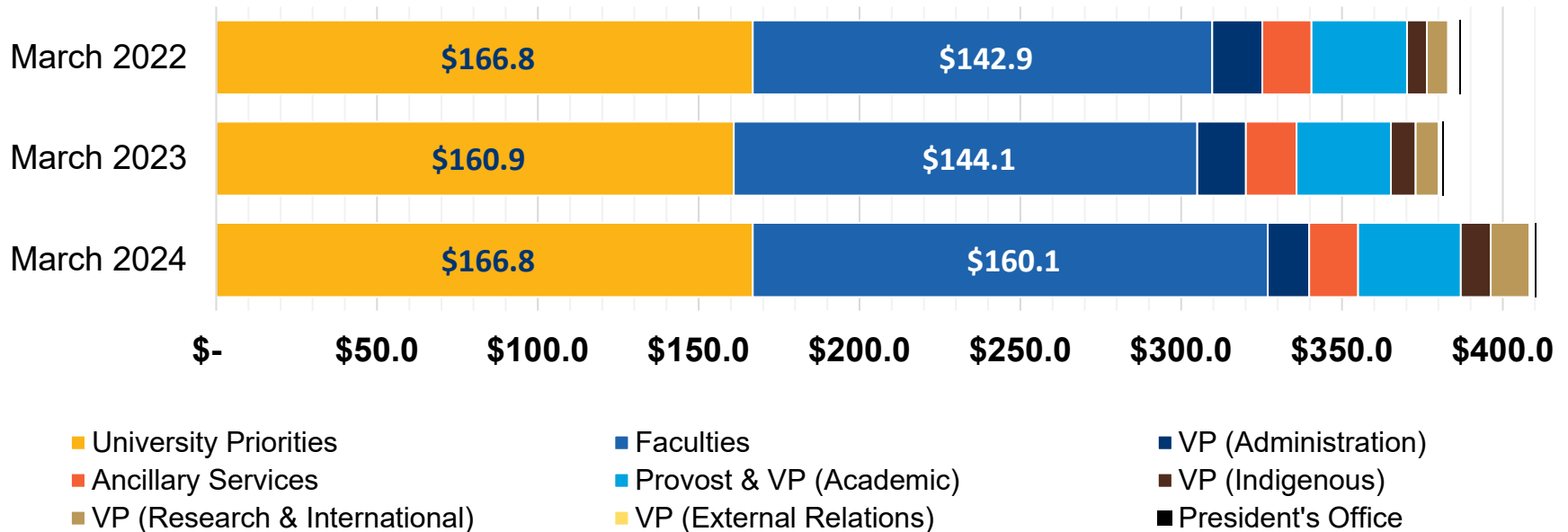
2023-24 Budget Surplus

Operating Surplus 2018-19 to 2023-24

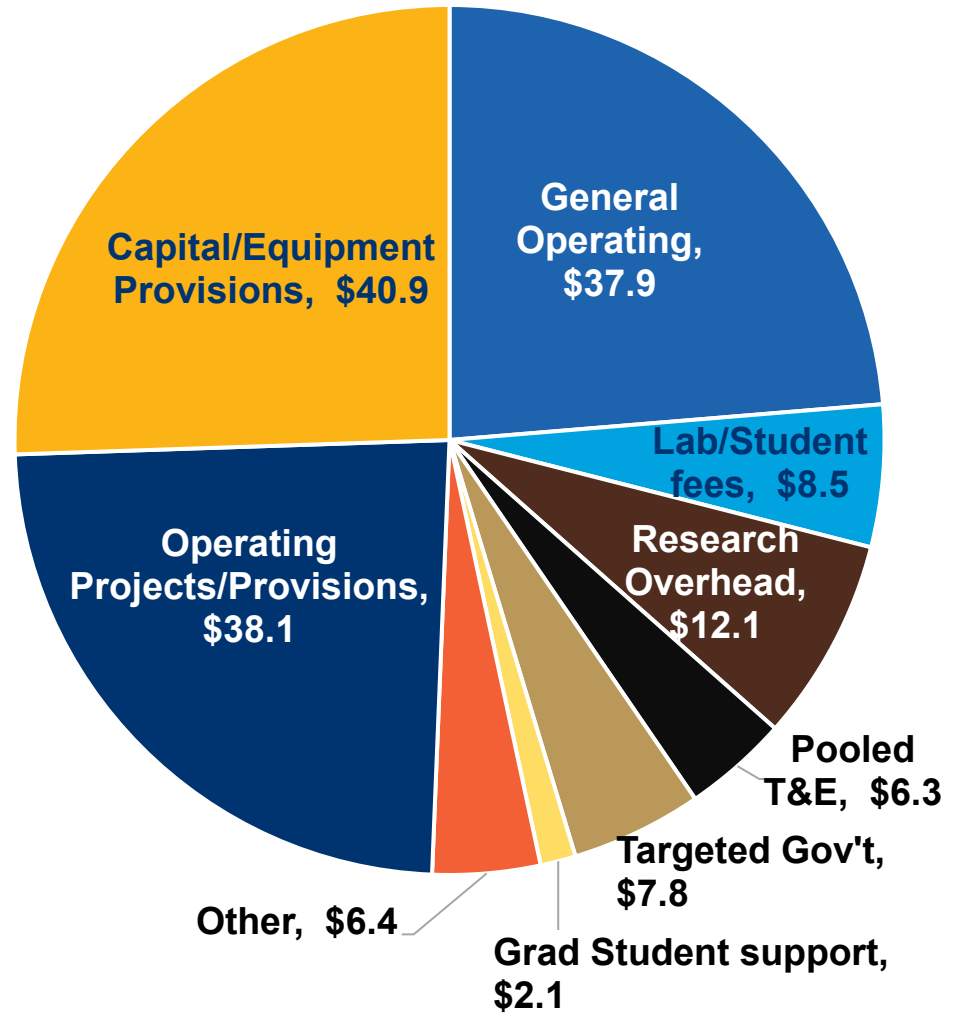


Carryover and provisions

Cumulative balances by fiscal year (millions)



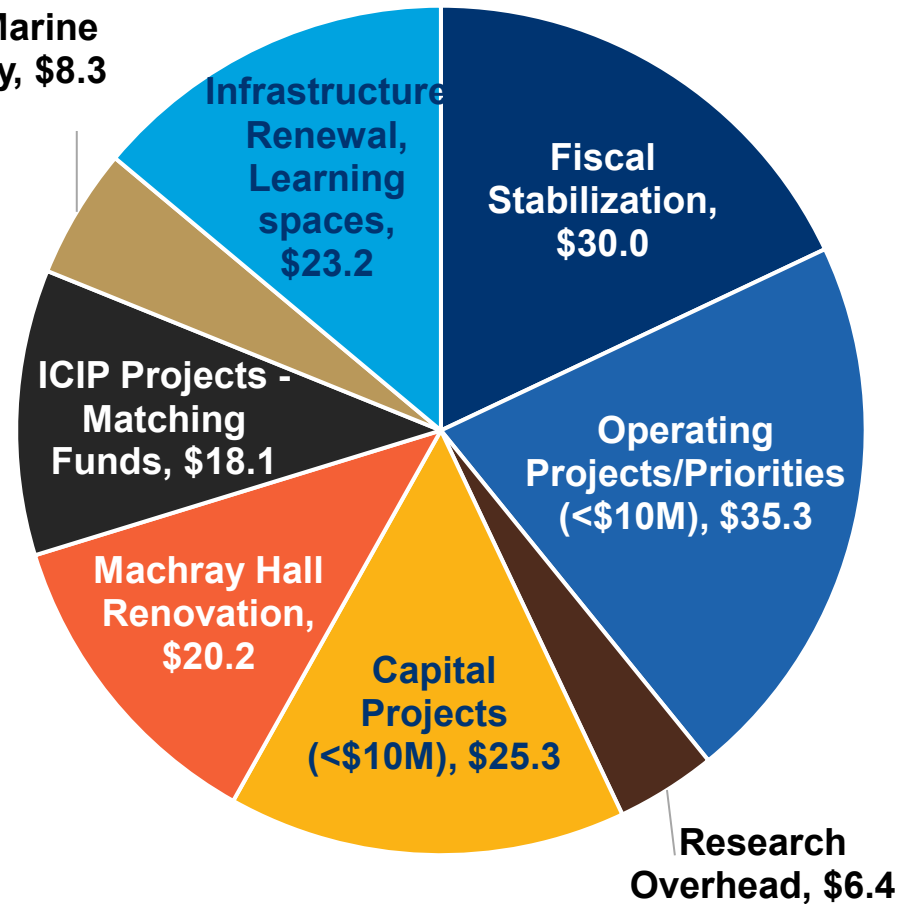
Carryover and provisions: Faculties-combined \$160M as of March 2024 (by source)



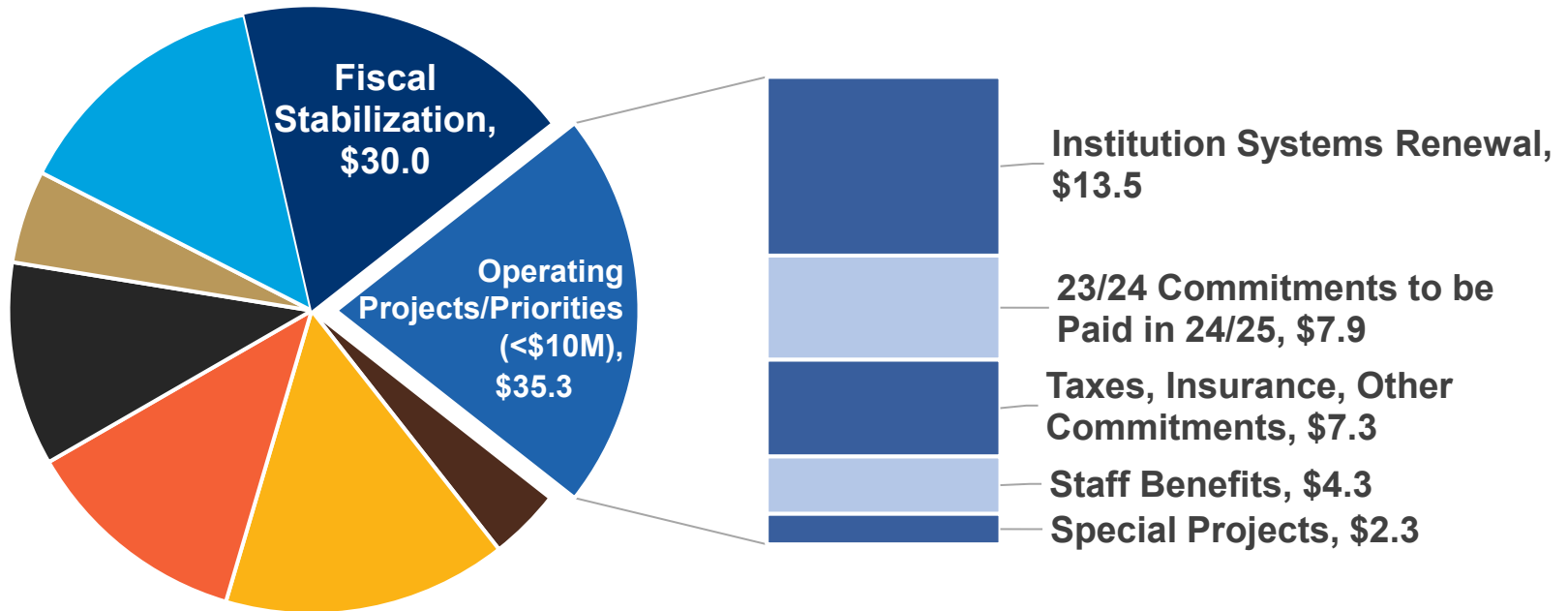
Carryover and provisions: university-wide

\$167M
as of March 2024
(millions)

Churchill Marine Observatory, \$8.3



Carryover and provisions: university-wide



UM Financial Health

Financial Ratio Scores

Ratio	Minimum Threshold	2024	2025
Primary reserve	140 days	185 days	187 days
Viability	1.25	1.69	1.61
Net operating revenue	2.0%	11.9%	4.0%
Return on net assets	6.0%	6.8%	1.4%
Composite Financial Index	3.0	5.1	3.4

Source: [2023-24 UM Annual Financial Report](#)

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2024-2025 Operating Budget

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2024-25 Operating Budget

\$820M, BOG approved May 2024

- Considerations:
 - Decline in international student enrolment.
 - Collective agreements expiring in 2024.
- Priorities:
 - Competitive salaries and benefits for faculty and staff.
 - Advancing academic and central unit priorities.
 - Investments in student retention and success.



2024-25 Operating Budget

Increased investments in key areas



Student Services



Academic Programming



Competitive Wages



Program Expansions



One-time Strategic Investments



Utilities and Other inflationary Costs

Planning 2025-2026 and Beyond

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UM Budget Planning

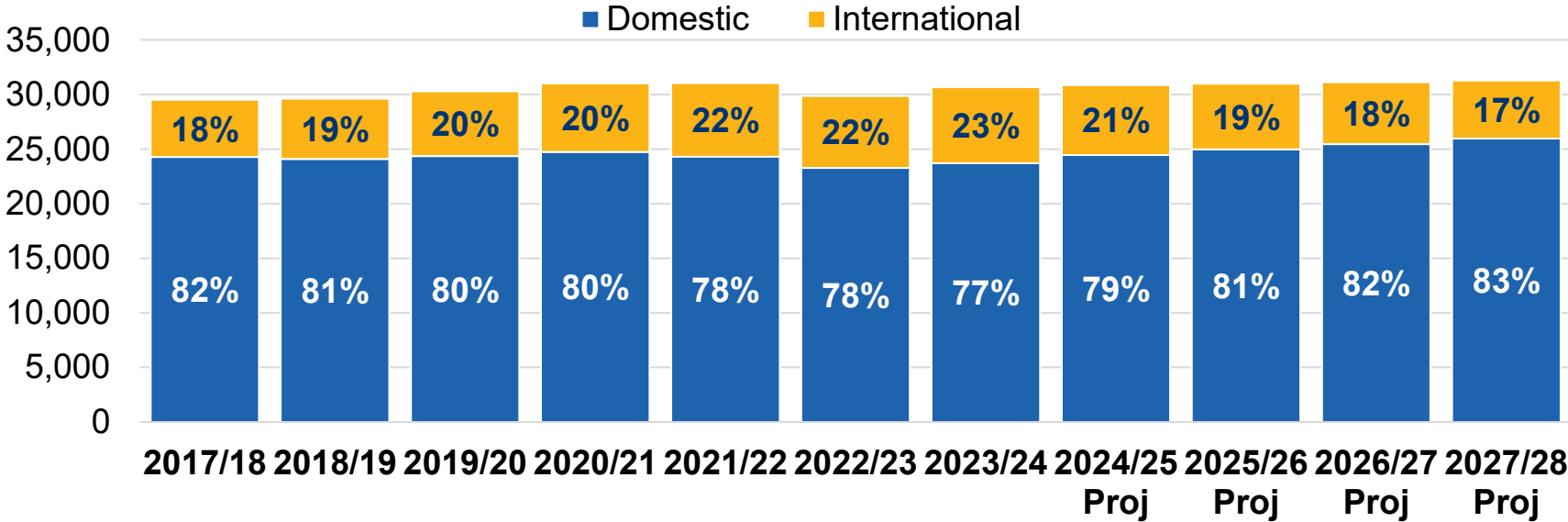
Budget Model Revisions, 2025-26

- Change in how provincial grant is allocated to academic units for:
 - increased stability and predictability;
 - reduced variability year over year; and
 - enhanced transparency.
- Introduction of new carryover procedures to more effectively spend funds while maintaining an appropriate financial reserve.



UM Enrolment Trends

Undergraduate and Graduate Enrolment, Fall Terms



2025-26 to 2027-28 Planning

Planning environment

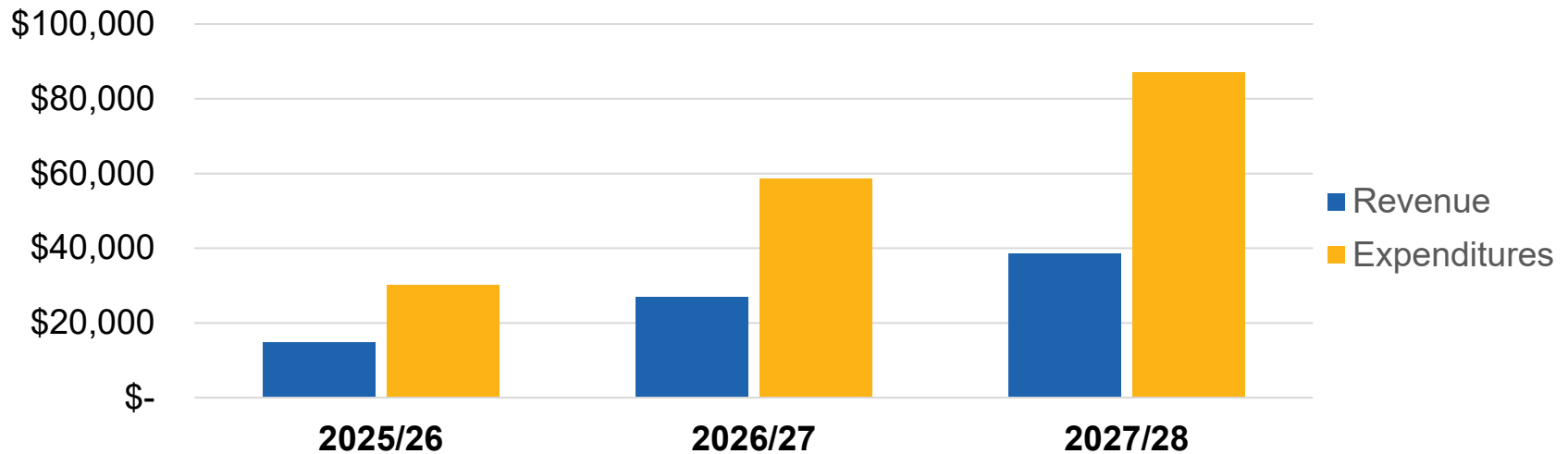
- Limited Provincial grant increases.
- Increasing enrolment with less tuition revenue.
- Increasing wages to remain competitive.
- Increasing demand for student supports.
- Increasing volumes for central support units.
- Upgrading teaching and learning infrastructure.



2025-26 to 2027-28 Planning

Expenditures projected to exceed revenue

Operating Budget Trend
Cumulative Increase in Operating Revenue and Expenditures (000's)



In closing

Leading change together

- Investing in faculty, staff and students.
- Delivering academic programming to meet changing needs.
- Taking a balanced approach to allocation of resources and being fiscally responsible.
- Building a sustainable long-term plan.



Questions?

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Feedback:

budget.consultation@umanitoba.ca



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