



**McGill**  
Faculty of Dentistry

# Faculty Budget update

March 2015

## **Key points today:**

- Overview of our financial operations
- Current situation
- Implications / what you can do
- Feedback/questions

## THE FACULTY'S FUNDS

### Three groups of funds to run the Faculty

**Main Operating Budget  
Funds**

**Restricted Funds**

**Income-generating  
(self-financing)  
Funds**

# Operating Funds components

## Operating Funds

### -Salaries

- Academic and non-academic staff

### -Non-salary expenses

- Materials & Supplies
- Repairs & Maintenance
- Office Equipment & Stationary
- Paper Coffee cups
- Printing
- Postage & Courier
- Long Distance phone calls and faxing
- Photocopying
- Receptions/Special Events
- Membership Dues
- Computer Software Purchases
- Parking on Campus
- Travel and related costs
- Food and drinks for meetings
- Gifts
- Translation
- Clinical supplies

## Income-generating funds

- Direct Spend Gifts & Bequest
- Main student teaching clinic
- Student & Staff Health Clinic
- OMFS fund
- Student Kits fund
- Continuing Education

## Restricted funds

### -Endowed funds

- Prizes and awards
- Outreach activities

### - Government research grants

- Operating (including travel etc.)
- Salary support
- Graduate student stipends

### -Private industry research support

- Operating (including travel etc.)
- Salary support
- Student support

## Operating Funds

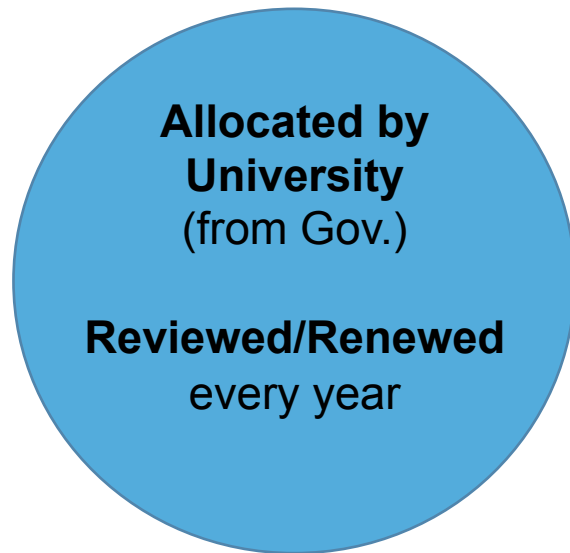


## Restricted Funds



**Cannot be transferred from one to the other**

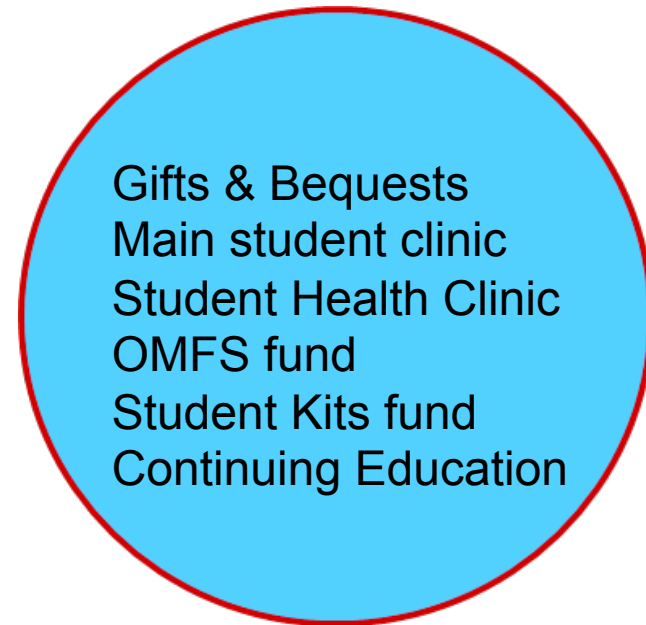
## Operating Funds



**Costs**



## Income-generating Funds



**Costs can be transferred from our main operating budget to our  
income-generating funds**

# FY13 to FY16 Income/Expenses Operating Funds With Central Operating & Clinic Income Only

Revenues	FY13	FY14	FY15	FY16	FY 17	FY 18
Operating From Central	\$5,960,233.00	\$5,965,043.00	\$6,444,709.00	\$6,280,764.00	\$6,108,510.00	\$6,207,789.00
From Activities of UGTC	\$844,308.38	\$977,096.19	\$925,000.00	\$952,750.00	\$1,000,388.00	\$1,039,051.00
Carry Forward from Previous year	\$383,116.00	\$201,654.00	\$310,304.00	\$262,981.00	(\$10,546.00)	(\$422,202.00)
<b><u>Total Income</u></b>	<b><u>\$7,187,657.38</u></b>	<b><u>\$7,143,793.19</u></b>	<b><u>\$7,680,013.00</u></b>	<b><u>\$7,496,495.00</u></b>	<b><u>\$7,098,352.00</u></b>	<b><u>\$6,824,638.00</u></b>
<b>Expenses</b>						
Salaries & Pay	(\$5,797,625.25)	(\$5,935,503.58)	(\$6,552,529.00)	(\$7,027,541.00)	(\$7,008,669.00)	(\$6,882,740.00)
Non-Salary Expenses	(\$1,042,095.10)	(\$897,985.42)	(\$1,164,503.00)	(\$1,079,500.00)	(\$1,111,885.00)	(\$1,140,065.00)
<b><u>Total expenses</u></b>	<b><u>(\$6,839,720.35)</u></b>	<b><u>(\$6,833,489.00)</u></b>	<b><u>(\$7,717,032.00)</u></b>	<b><u>(\$8,107,041.00)</u></b>	<b><u>(\$8,120,554.00)</u></b>	<b><u>(\$8,022,805.00)</u></b>
<b>Surplus (shortfall) before use of other funds</b>	<b><u>\$347,937.03</u></b>	<b><u>\$310,304.19</u></b>	<b><u>(\$37,019.00)</u></b>	<b><u>(\$610,546.00)</u></b>	<b><u>(\$1,022,202.00)</u></b>	<b><u>(\$1,198,167.00)</u></b>

Cut to Faculty's annual budget in 2016 is \$101,285  
 In addition in 2016 there is an adjustment due to change in pay going from bi-monthly to Bi-weekly. Increased staff due to operations.  
 In 2018 there are retirements coming up.

# FY13 to FY16 Income/Expenses Operating Funds After use of Gifts and Bequests

Revenues	FY13	FY14	FY15	FY16	FY 17	FY 18
Operating From Central	\$5,960,233.00	\$5,965,043.00	\$6,444,709.00	\$6,280,764.00	\$6,108,510.00	\$6,207,789.00
From Activities of UGTC	\$844,308.38	\$977,096.19	\$925,000.00	\$952,750.00	\$1,000,388.00	\$1,039,051.00
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Shortfall before use of other funds	\$347,937.03	\$310,304.19	(\$37,019.00)	(\$610,546.00)	(\$1,022,202.00)	(\$1,198,167.00)
Transfer of expenses to self - financing & Gifts	(\$146,283.00)	\$0.00	\$300,000.00	\$600,000.00	\$600,000.00	\$600,000.00
<b>Shortfall or Surplus after Use of Other Funds</b>	<b><u>\$201,654.03</u></b>	<b><u>\$310,304.19</u></b>	<b><u>\$262,981.00</u></b>	<b><u>(\$10,546.00)</u></b>	<b><u>(\$422,202.00)</u></b>	<b><u>(\$598,167.00)</u></b>



# Increased Expenses Incurred Due to the Move

## **Equipment – more expensive than original project budget**

- clinical
- AV
- office

## **Facility Costs**

- Inventory system
- Sterilization
- Cleaning

## **Salaries**

- Several new support staff
  - Sterilization
  - dispensary
  - Clinic reception

# Necessary actions (University & Faculty)

- The University's instructions:
  - No new external hires.
  - No re-match of positions
  - No over-time
- Results
  - Short-term increase in accumulated deficit (not an option for Faculties)
  - **We have to look at a reduction in non-salary expenses**
- But University wants to maintain its support for students and ensure the effect of cuts on the mission of the University (research, teaching and service to the community) is minimized

# You have questions, feedback or ideas?

- Share and brainstorm with your colleagues
- Write to/speak with Dean Allison
  - [paul.allison@mcgill.ca](mailto:paul.allison@mcgill.ca)
  - Ext 6758