UCONN HEALTH

June 17, 2026

TO: Members of the Board of Trustees

FROM: Andrew C. Agwunobi, MD, MBA
EVP for Health Affairs
Chief Executive Officer for UConn Health

Jeffrey P. Geoghegan, CPA
Executive Vice President for Finance and Chief Financial Officer
UConn Health

RE: Fiscal Year 2027 Spending Plan for UConn Health

RECOMMENDATION:

That the Board of Trustees approve a spending plan for Fiscal Year 2027 of $2,162.8 million for UConn Health.

RESOLUTION:

"Be it resolved that the Board of Trustees approve the Fiscal Year 2027 spending plan of $2,162.8 million for UConn Health."

BACKGROUND:

The Fiscal Year 2027 spending plan includes $2,108.5 million of revenue, including estimated state support of $140.5 million, to cover $2,162.8 million in expenses. Mitigation plans are currently underway to cover the shortfall. UConn Health will report back to the Board on a quarterly basis to provide updates on the plans.

The General Assembly has approved a Fiscal Year 2027 budget for UConn Health that includes a block grant of $134.0 million, $5.7 million for Legislatively Directed Funds and .8 million of fringe benefits for State grants. We are grateful to the Governor and the General Assembly for their continued support of UConn Health.

UConn Health will continue to manage its budget closely monitoring State support, clinical volume and operating costs. We will also continue to focus on providing excellent patient care, protecting academic excellence, and supporting the research mission.

The details of the proposed FY27 Spending Plan is as follows:

Fiscal Year 2027 Proposed Spending Plan

UConn Health	FY2027 Budget	FY2026 Forecast	Variance	% Variance
State Support	$ 140.5	$ 144.3	$ (3.8)	(2.6%)
Tuition and Fees	38.1	36.3	1.8	5.0%
Grants & Contracts	104.1	105.6	(1.5)	(1.4%)
Interns/Residents	113.3	96.1	17.2	17.9%
Net Patient Revenue	1368.4	1215.8	152.6	12.5%
Other Revenue	344.1	306.5	37.7	12.3%
Total Revenues	**$ 2,108.5**	**$ 1,904.6**	**$ 203.9**	**10.7%**
Salaries & Wages	$ 778.9	$ 700.6	$ 78.3	11.2%
Fringe Benefits	210.6	185.6	25.1	13.5%
Temporary/Contractual Support	268.6	252.2	16.4	6.5%
Drugs/Medical Supplies	441.6	401.0	40.6	10.1%
Resident and Fellow house staff	99.0	82.3	16.7	20.3%
Utilities	17.7	18.8	(1.2)	(6.2%)
Interest Expense on Debt Service	8.0	7.8	0.3	3.3%
Purchased Services	171.1	157.1	14.0	8.9%
Other Expenses	129.3	79.7	49.7	62.3%
Capital Projects/Debt Payments	38.1	24.7	13.3	54.0%
Total Expenses	**$ 2,162.8**	**$ 1,909.7**	**$ 253.1**	**13.3%**
Net Income/(Loss) Prior to Mitigation Plan	**($ 54.3)**	**($ 5.1)**		
Budget Stabilization Fund	**-**	**5.1**		
Mitigation Plan (Work in Progress)	**54.3**	**-**		
Net Income/(Loss)	**($ .0)**	**$ .0**		

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