



**BUDGET PRIORITIES  
LSU HEALTH SCIENCES CENTER IN NEW ORLEANS  
2016-17 OPERATING BUDGET**

The Fiscal Year 2016-17 appropriation for the LSU Health Sciences Center in New Orleans Campus is \$155.2 million. This represents a net increase of \$5.5 million in comparison to our final budget of \$149.7 million for Fiscal Year 2015-2016. The LSU Health Sciences Center in New Orleans' appropriation was reduced approximately \$2.7 million in special legislative funding, increased by \$5.5 million due to a transfer of appropriation from the Health Care Services Division and increased an additional \$1 million to fund the legacy costs associated with the vacated hospital buildings transferred to the LSU Health Sciences Center in FY 2015-2016.

We have set the following priorities for spending in FY 2016-2017:

- An investment of \$6.0 million is committed to the LSUHSCNO Interim Hospital Repurposing including a Center for Advanced Learning and Simulation
- We are retaining \$1.2 million as a buffer against a mid-year state general fund budget reduction. The revenue measures enacted by the legislature during the 2016 sessions have a number of uncertainties related to projected income and legal challenges.

Our campus continues our emphasis on creating and enhancing alternative sources of funding:

- LSUHSC-NO continues to seek new and/or expanded relationships with private and not-for-profit health care entities. We anticipate increases in revenue from clinical contracts this fiscal year.
- Using a capital outlay appropriation and WISE funds, we are continuing to renovate space in the Dental School to modernize the educational process and accommodate an increase in enrollment. This will lead to additional tuition and student clinic revenue in the future.
- LSUHSC-NO continues to explore new and innovative public private partnerships to maximize revenue and utilize the transferred buildings including parking in support of repurposed buildings, housing for residents, students, and faculty, and clinics in support of Graduate Medical Education.