

PROPOSED RESOLUTION SUBMITTED June 6, 2012

**BOARD OF DIRECTORS OF THE
UNIVERSITY OF WISCONSIN HOSPITALS AND CLINICS AUTHORITY
(UWHC)**

**RESOLUTION
APPROVING CAPITAL AND OPERATING BUDGET
FOR FY 2013,**

WHEREAS, the Finance Committee of the Board of Directors of UWHC has reviewed the UWHC Capital and Operating Budget for FY 2013 as prepared by management and has recommended its approval to this Board; and

WHEREAS, this Board has reviewed the Capital and Operating Budget for FY 2013 as presented by management.

NOW THEREFORE BE IT RESOLVED THAT,

The Board of Directors of the University of Wisconsin Hospitals and Clinics Authority approves the FY 2013 Capital and Operating Budget including the fiscal performance targets, hospital rate increase, and other authorizations set forth in the attached Resolution of the Finance Committee approved at its meeting of June 6, 2012.

Proposed Resolution
**Finance Committee Recommendation to the Board
To Approve Fiscal Year 2013 Capital and Operating Budget**

WHEREAS, the finance committee of the UWHC board, among other matters, is charged with the review and recommendation to the UWHC board of the annual budget; and

WHEREAS, the annual budget in addition to being reflective of the prospective year's anticipated revenues, expenditures, margins and capital costs has embodied within it the attainment and/or maintenance of certain contractual and other financial and investment performance requirements and targets, which for purposes of allowing UWHC management to be given proper guidance throughout the subsequent fiscal year also require specific finance committee approval and further recommendation to the UWHC board for their approval.

NOW THEREFORE BE IT RESOLVED THAT,

The Finance Committee of the University of Wisconsin Hospital and Clinics (UWHC) recommends to the Board of UWHC that it approve the Capital and Operating budget for fiscal year 2013 as presented by management in its Executive Summary of the Capital and Operating Budget. Included in the budget prepared by management and further specifically recommended by the Finance Committee are the following important UWHC targets, initiatives, commitments and requested authorizations.

1. Authorization to spend \$139.4 million for capital expenditures to be funded from Series 2012 Bonds and operations.
2. Approval of a 5.0% price increase effective July 1, 2012 (approved at May 2nd, Finance Committee & Authority Board meetings).
3. The achievement of an Operating Margin of 6.5%.