



Fall 2020

Budget Town Hall

FY 2020



Revenues	FY 2020 Budget	FY 2020 Actuals
State Appropriations	\$ 48,077,890	\$ 48,077,890
Tuition and Fees	47,548,849	46,290,734
Federal Grants & Contracts	326,216	455,147
Auxiliary Services	24,999,632	22,695,216
Other Revenues	1,053,455	3,410,699
Total Revenues	\$ 122,006,042	\$ 120,929,686

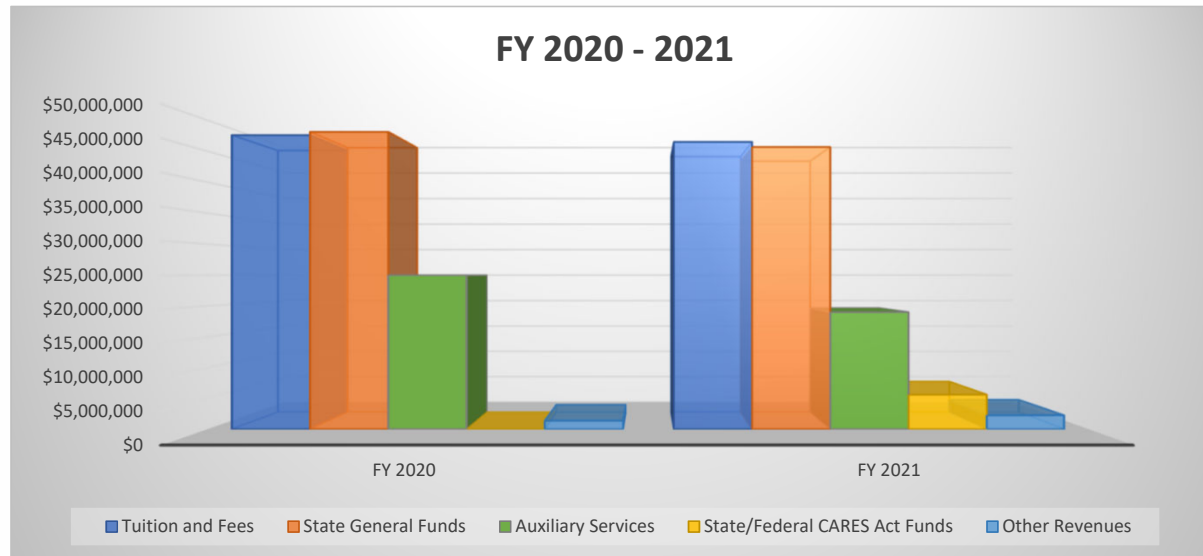
Expenditures	FY 2020 Budget	FY 2020 Actuals
State-Supported	\$ 97,006,410	\$ 94,799,044
Auxiliary Services	24,999,632	22,149,609
State-Supported Plant Funds		2,200,000
Auxiliary Plant Funds		500,000
Total Expenditures	\$ 122,006,042	\$ 119,648,653
Fund Balance		\$ 1,281,033

- Collected \$121M in revenues or 99% of a \$122M budget
- FY20 Actuals reflect \$119.6M or 98% of a \$122M budget; includes \$2.7M of Plant Funds
- Reflects \$1.28M returned to the fund balance

Budget Development Process

- Calendar
 - <https://www.bowiestate.edu/about/administration-and-governance/division-of-administration-and-finance/office-of-budget-and-finance/budget-development-process-calendar.php>
- Where are we in the process?
 - The Office of Budget and Finance is working on a preliminary budget request for FY22 which is prepared in accordance with USM instructions, preliminary enrollment numbers, preliminary initiatives, and the current year base budget. It is due to USM the week of September 21, 2020

Fiscal Year Budget Comparison



Unrestricted Revenue	FY 2020	FY 2021	+/-
Tuition and Fees	\$47,548,849	\$46,446,765	(\$1,102,084)
State General Funds	\$48,077,890	\$45,642,734	(\$2,435,156)
Auxiliary Services	\$24,999,632	\$19,025,952	(\$5,973,680)
State/Federal CARES Act Funds	\$0	\$5,628,281	\$5,628,281
Other Revenues	\$1,379,671	\$2,278,296	\$898,625
Total	\$122,006,042	\$119,022,028	(\$2,984,014)



FY 2021

- Effective July 1, 2020, Maryland Board of Public Works approved \$417M in cuts to the State's operating budget
- This means a \$130M cut to the University System of Maryland with BSU's share totaling approximately \$3.9M reduction to our State Appropriations
- University faced with losses of revenues and increased costs related to COVID-19
- Bowie State University's unrestricted FY21 operating budget is **\$119M** and a **\$46M** restricted (Grant) budget

FY 2021 (cont.)

	FY 2021
	Working Budget
<i>Current Unrestricted Revenues</i>	
Tuition and Fees	46,446,765
State Appropriations	45,642,734
Federal Grants and Contracts	429,977
Sales and Services of Auxiliary Enterprises	19,025,952
Other Sources	1,848,319
Transfer (to)/from Fund Balance	0
State/DBM CARES Act Funds (Police)	1,145,210
Federal CARES Act Funds (Auxiliary)	4,483,071
Total Unrestricted Revenues	119,022,028
<i>Current Restricted Revenues</i>	
Federal Grants and Contracts	23,209,513
State & Private Grants and Contracts	2,500,000
Federal CARES Act Funds	20,304,033
Total Restricted Revenues	46,013,546
Grand Total Revenues	165,035,574

FY 2021 (cont.)

- Current Unrestricted revenues reflect \$3M less than FY20
- FY21 budget assumes headcount of 6,171
- Tuition and fees are at same level of FY20
- No new funding for Initiatives
- Suspension of Title III conversions to State side
- Suspension of the 1% Fund Balance Goal
- Received \$1,145,210 DBM State CARES Act funds to offset expenses associated with Police/Public Safety payroll expenses

FY 2021 Budget Reduction

Academic Bond Payment Budget	\$2.2M
Vacant Positions (3 FTE's)	\$250K
Across the Board Budget Reduction 2% (Class 06-14)	\$715K
Travel Reduction 30% (Class 04)	\$260K
Temporary Salary Reductions	\$420K
Total Reductions	\$3.9M

- Utilize Plant Fund balance for Academic bond payment
- Elimination of 3 vacant positions
- Reduction to operating budgets for various departments; reduced by 2% from class 06-14 (contractual services, supplies, equipment, & fixed charges) and 30% to class 04 (travel)

FY 2021 Budget Reduction (cont.)

- Outside of the \$3.9M of reductions, we implemented a hiring freeze and will continue monitoring of spending
- Temporary salary reduction

Number of Salary Reduction Days	Average %
6 Days - Cabinet Only	2.30%
4 Days - \$100,000 and above	1.53%
3 Days - \$80,000 - \$99,999	1.15%
2 Days - \$60,000 - \$79,999	0.77%
1 Day - \$40,000 - \$59,999	0.38%
0 Days - \$0 - \$39,999	0%



Coronavirus Aid, Relief, and Economic Security (CARES) Act Federal Funds

- Bowie State University received **\$6,596,246** in CARES Act funds in FY20 for the following:
 - Emergency Financial Aid Grants to Students
 - Reimbursement to Auxiliary operations for loss fee revenue (Housing, Meal Plans, Athletics, etc.)

Coronavirus Aid, Relief, and Economic Security (CARES) Act Federal Funds (cont.)

- Bowie State University received **\$13,707,787** in CARES Act funds in FY21 for the following:
 - Financial Aid Grants to Students
 - Reimburse revenue loss associated with Auxiliary fees (Housing, Meal Plans, Athletics, etc.)
 - Technology
 - Instructional enhancements for remote learning
 - Other costs to address COVID-19

Coronavirus Aid, Relief, and Economic Security (CARES) Act Federal Funds (cont.)

Year	Project Description	Budget	Actuals/Projected
2020	Higher Education Emergency Relief Funds	\$3,298,123	\$1,003,444
2020	Emergency Financial Aid Grants to Students	\$3,298,123	\$3,298,123
2020 Total		\$6,596,246	\$4,301,567
2021	Strengthening Historically Black Colleges and Universities (HBCUs)	\$8,799,616	\$6,761,489
2021	Strengthening Historically Black Graduate Institutions (HBGIs)	\$4,908,171	\$2,218,093
2021 Total		\$13,707,787	\$8,979,582
Grand Total		\$20,304,033	\$13,281,149

FY 2022

- The State is expecting revenue shortfalls in FY22
- Uncertainty on length of pandemic and long-term impact
- Resident undergraduate tuition rate increase capped at 2%
- Reinstatement of the 1% Fund Balance goal
- Reinstatement of the operating and equipment debt service costs



QUESTIONS?