

The University Budget Update will begin, shortly.

Please stand by.





UNIVERSITY BUDGET UPDATE

MAY 12, 2022
2:00 P.M. - 3:30 P.M.

Agenda

- Welcome
- Budget Calendar
- FY22 Operating Budget
- FY23 Operating Budget
- Key Takeaways
- Questions



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>



FY22 Operating Budget

	FY 2022
	Working Budget
<i>Current Unrestricted Revenues</i>	
Tuition and Fees	48,613,040
State Appropriations*	50,735,624
Federal Grants and Contracts	477,904
Sales and Services of Educational Activities	35,500
Sales and Services of Auxiliary Enterprises	27,845,626
Other Sources	1,912,819
Transfer (to)/from Fund Balance	-1,291,167
Total Unrestricted Revenues	128,329,346

* Reflects revised State Appropriations associated with COLA, Merit, and Bonus dollars

FY22 Financial Impact

- FY22 budget assumes headcount of 6,250
- University experienced a headcount increase for Fall 2021 to 6,308 compared to the budget goal of 6,250, which resulted in approximately \$260k of additional tuition revenue
- University experienced a headcount decrease for Spring 2022 to 5,551 compared to the budget goal of 5,625, which resulted in less tuition revenue of \$26k
- Reinstated 1% Fund Balance Goal
- Tuition rates increased 2% over FY21 while mandatory fees remained at same level of FY21 with the exception of the Technology Fee
- Suspension of personnel conversions from Title III (Grant) funding to state-support funding
- January 2022 Salary Increases: 1% COLA, 2.5% Merit, and \$1,500 Bonus Dollars

FY22 Divisional Reserves

Division	Budget	Expense Detail
Academic Affairs	\$1,232,487	Student employment, Adjuncts to address course increases, Department outreach and activities, Professional Development, EAB Software
Enrollment Management	\$326,122	One-Stop Food, One-Stop T-Shirts, One-Stop Signs, One-Stop Jericho Stage, NSO Speakers, Admissions Processor, Shamrock Solutions, Temporary Support Staff
Student Affairs	\$582,702	Support Living Learning strategies, Wellness Support, Engagement Software, Mentoring Collaborative Programming, CIAA, CMD & Student Conduct Annual Fees, Tubman Hall Enhancements
President's Office/Legal & Government Affairs /University Relations & Marketing	\$100,000	Consultants, Software, Relationship Cultivation
Administration & Finance	\$1,747,834	ERM and Crisis Risk Mgmt Plan, New sidewalk, fence and lighting, Software, Economic Development, Temporary Employees, Digitizing of Files, New Trash receptacles, ELLC Marketplace
Institutional Advancement	\$74,875	BSU Campaign Launch and December 9th Virtual Kick-off Event
Information Technology	\$190,000	ELLC MakerSpace, Campus Groups Implementation, CheqRoom Inventory Management System, Portable HyFlex Systems, Charging Stations, Qtrac Queue Management System, MappedIN 3D Campus Map System
Athletics	\$350,000	Exterior Ticket booth, Upgrade technology in the Jordan Arena, Temporary Employees, renovation of space for Media Relations, clean and re paint gymnasium floor, Travel for football to playoffs, Softball field maintenance and updates
Grand Total	\$4,604,020	

FY22 Fiscal Year-End

Revenues	FY 2022 Budget	Projections thru 6/30/22
Tuition and Fees	48,613,040	48,457,216
State Appropriations	50,735,624	50,735,624
Federal Grants and Contracts	477,904	450,128
Sales and Services of Educational Activities	35,500	24,776
Sales and Services of Auxiliary Enterprises	27,845,626	24,749,363
Other Sources	1,912,819	1,330,550
Transfer (to)/from Fund Balance	(1,291,167)	
Total Revenues	128,329,346	125,747,657

Expenditures	FY 2022 Budget	Projections thru 6/30/22
State-Supported	100,749,254	100,096,968
Auxiliary Services	27,580,092	24,052,442
Total Expenditures	128,329,346	124,149,410

Transfer to Fund Balance +/-		1,598,247*
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* Mandatory 1% of State-Supported Operating Budget

FY23 Operating Budget

Key Concepts/Assumptions

- A balanced budget
- Aligns with BSU Strategic Plan and FY Priorities
- Prudent management to ensure the viability of the university
- 2% increase in UG/Grad In-State Tuition
- 1% increase in UG/Grad Out-of-State Tuition
- Various increases in Mandatory Fees

Key Concepts/Assumptions

- Budget assumes enrollment headcount of 6,325 for Fall 2022
- Budget assumes enrollment headcount of 5,693 or 90% for Spring 2023
- Funding for Institutional Mandatory Expenses (COLA, Merit, Health Rate Increases, etc.)
- Supplemental Funds for identified initiatives
- Reinstitute conversion of Title III (Grant) project activities to state-support funding

Projected Changes in State-Supported Revenue

• Tuition and Fees	\$293K
• State General Funds/HEIF	\$6.2M
• Supplemental Funds (Data Analytics)	\$1.5M
• HBCU Coalition Funds	\$10.6M
• Transfer to Fund Balance	(\$81K)
Total Project Revenues	<u>\$18.5M</u>

Projected Changes in State-Supported Mandatory Expenditures

• HBCU Coalition Funds	\$10.6M
• Academic Bond Payment	\$ 2.1M
• Supplemental Funds (Data Analytics)	\$ 1.5M
• Health Rate Changes	\$ 775K
• COLA/Merit	\$ 5.8M
• Financial Aid	\$ 143K
• Facilities R&R	\$ 549K
• Title III Conversions to State Funding	<u>\$ 556K</u>
Total Projected Expenses	\$21.9M

FY23 Preliminary Unrestricted Budget

• FY22 Operating Base Revenues	\$128.3M
• +FY23 State-Supported Revenue Change	\$ 18.5M
• +FY23 Auxiliary Revenue	<u>\$ 207K</u>
• FY23 Projected Revenues	\$147.0M
• FY22 Operating Base Expenditures	\$128.3M
• +FY23 State-Supported Mandatory Expenses	\$ 21.9M
• +FY23 Auxiliary Expenses	<u>\$ 207K</u>
• FY23 Projected Expenses	\$150.4M
FY23 Operating (+/-)	<u>(\$3.4M)</u>

Key Takeaways

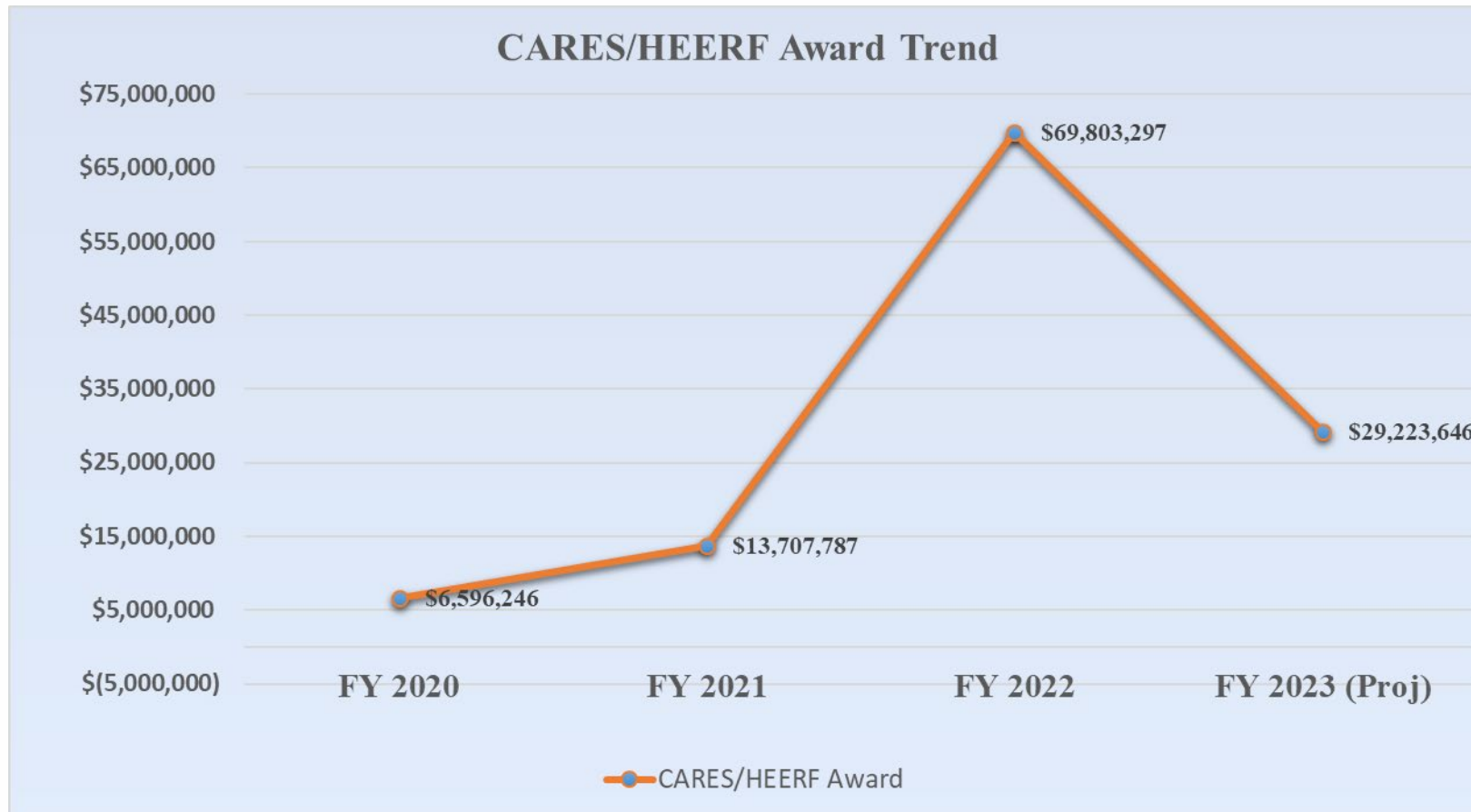
- University must have a balanced budget
- Budgets are aligned with BSU Strategic Plan and FY Priorities
- Projected revenues are limited to mandatory expenses, which limits the support for other programmatic/institutional enhancements
- University must comply with federal guidelines for use of CARES/HEERF funds
- CARES/HEERF funds are considered one-time

CARES/HEERF Funds



- Financial Aid to students - \$20M
- Student Debt - \$4.7M
- Provided reimbursements for tuition, housing, room and board, or other fee refunds - \$3M
- Subsidized housing costs to reduce housing density - \$1.5M
- Auxiliary lost revenue due to reduced enrollment - \$5.5M
- Purchase and rental of additional equipment and/or software to enable distance learning, or upgrading campus Wi-Fi access - \$2.8
- Provided additional technology hardware to students and staff, such as laptops or tablets and subsidizing costs for high-speed internet to students, staff and/or faculty to transition to an online environment - \$5.9M
- Technology upgrade to computer labs, conference rooms, and offices to enable distance learning and virtual activities - \$4.7M
- Testing, Wellness, PPE, cleaning, and supplies - \$5.1M
- HVAC & Air Filtration Enhancements - \$2.4M
- Costs for adjunct and/or staff contracts related to operating additional class sections to enable social distancing, course redesign - \$3M
- Campus security, safety and operations - \$2.3M

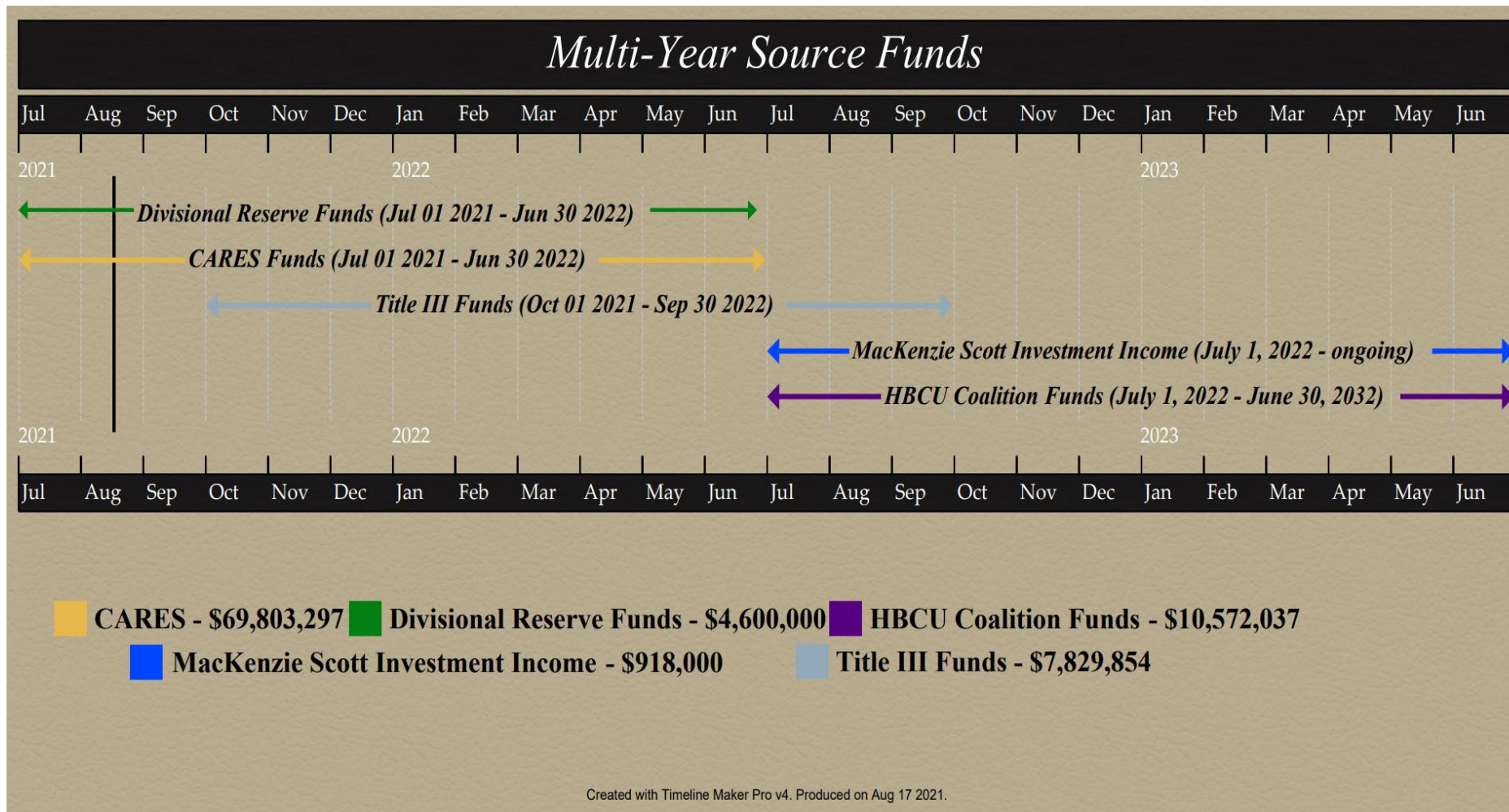
CARES/HEERF Funding Trend



CARES – Coronavirus Aid, Relief and Economic Security Act

HEERF – Higher Education Emergency Relief Fund

Multi-Year Funding



QUESTIONS?

