

BOARD OF REGENTS
EASTERN MICHIGAN UNIVERSITY

SECTION: 21

DATE:
Nov. 18, 2008

RECOMMENDATION

BUDGET ADJUSTMENT

ACTION REQUESTED

It is recommended that the Board of Regents grant authority to President Susan W. Martin to take such action necessary to reduce the expenditure budget that was approved by the Board as part of the 2008-09 General Operating, Auxiliary and Capital Budgets. The President shall consult with the Board Chair, Vice Chair and the Chair of the Board's Finance Audit and Investment Committee regarding proposed expenditure budget reductions.

STAFF SUMMARY

On July 30, 2008 the Board of Regents approved the University's fiscal year 2008-09 General Operating, Auxiliary, and Capital Budgets in the amounts of \$262.7 million, \$35.5 million and \$32.0 million respectively. The approved budgets were based on projected revenues as specifically described in the budget documents. As a result of an anticipated reduction in State of Michigan revenues, the Governor is considering issuing an Executive Order that may reduce 2008-09 higher education appropriations. University revenues may be further reduced if Winter Semester enrollment does not meet budget assumptions. This recommendation authorizes the President to take such actions necessary to reduce the fiscal year expenditure budget in the event revenues decline due to a Governor's Executive Order and/or enrollment shortfall.

FISCAL IMPLICATIONS

The recommendation authorizes the President to reduce the fiscal year expenditure budget in the event revenues decline due to a reduction in State of Michigan appropriations and/or enrollment shortfall.

RECOMMENDATION

The proposed Board action has been reviewed and is recommended for Board approval.

University Executive Officer

Date