

BOARD OF REGENTS

EASTERN MICHIGAN UNIVERSITY

SECTION: 26

DATE:

June 21, 2011

RECOMMENDATION

2011-2012 GENERAL FUND OPERATING BUDGET

ACTION REQUESTED

It is recommended that the Board of Regents approve a 2011-2012 General Fund operating budget of \$281.4 million. Revenues and expenditures are summarized on the attachment.

STAFF SUMMARY

The recommended 2011-12 General Fund operating budget is balanced with revenues and expenditures of \$281.4 million. The 2010-11 General Fund operating budget adopted by the Board totaled \$280.9 million.

Revenues include \$210.3 million of tuition and fees, a \$64.6 million state appropriation and \$6.5 million of other revenues. The revenue budget reflects a 1.75% increase in student credit hours and the tuition and fee recommendations contained in Section 25.

The expenditure budget includes a significant increase (\$3.3 million or 10.8%) in University-sponsored financial aid. Over the last four years, Eastern's financial aid has grown by more than 50% (\$12.3 million), from \$21.4 million in 2007-2008 to \$33.7 million in 2011-2012. The recommended budget also includes \$1.0 million in funding for new academic programs and continued growth.

FISCAL IMPLICATIONS

Approval of the 2011-12 budget recommendation outlined above and on the attachment establishes the spending authorization for General Fund operations.

ADMINISTRATIVE RECOMMENDATION

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

University Executive Officer

6-21-11

Date

Eastern Michigan University
General Fund Operating Budget
Fiscal Year 2010-11 & 2011-12

(In Millions)	Approved 2010-11 Budget	Recommended 2011-12 Budget	Variance
<u>Revenues</u>			
Tuition and Fees			
Tuition and fees - on campus	\$ 172.2	\$ 183.3	\$ 11.1
Tuition and fees - Extended Programs	26.4	27.0	0.6
Total Tuition and Fees	\$ 198.6	\$ 210.3	\$ 11.7
State appropriation	75.8	64.6	(11.2)
Other revenues	6.5	6.5	-
Total General Fund Revenue	\$ 280.9	\$ 281.4	\$ 0.5
<u>Expenditures</u>			
Faculty and Lecturers	\$ 75.5	\$ 80.3	\$ 4.8
Staff	56.3	52.9	(3.4)
Students	7.9	7.6	(0.3)
Total wages	\$ 139.7	\$ 140.8	\$ 1.1
Fringe benefits	48.0	50.2	2.2
Total personnel costs	\$ 187.7	\$ 191.0	\$ 3.3
Student financial aid	30.4	33.7	3.3
Service, supplies and materials	33.6	30.7	(2.9)
Travel	3.3	2.7	(0.6)
Debt service	11.7	11.1	(0.6)
Asset preservation transfer	4.3	4.3	-
Equipment and library acquisitions	4.8	4.6	(0.2)
Other expenses, transfers	5.1	3.3	(1.8)
Total General Fund Expenditures	\$ 280.9	\$ 281.4	\$ 0.5
Total General Fund Surplus/(Shortfall)	\$ -	\$ -	\$ -