

# BOARD OF REGENTS

## EASTERN MICHIGAN UNIVERSITY

SECTION: 22

DATE:

June 18, 2013

### RECOMMENDATION

#### FISCAL YEAR 2013-2014 GENERAL FUND OPERATING BUDGET

#### ACTION REQUESTED

It is recommended that the Board of Regents approve a University General Fund operating budget of \$296.4 million for the 2013-14 fiscal year.

#### STAFF SUMMARY

The recommended 2013-14 General Fund operating budget is summarized on the attachment and reflects balanced revenues and expenditures of \$296.4 million. The 2012-13 General Fund operating budget adopted by the Board totaled \$290.2 million.

Recommended revenues include \$218.4 million of tuition and fees, a \$67.6 million state appropriation (\$66.5 million base appropriation and \$1.1 million in one-time funding), and \$10.4 million of other revenues. The revenue budget reflects the tuition and fee recommendations contained in Section 21.

The recommended expenditure budget includes \$39.2 million in University-sponsored financial aid, an increase of \$3.8 million (11%) compared with the fiscal year 2012-13 budget. Over the last six years, Eastern's University-sponsored financial aid will have grown by over 80% from \$21.4 million in 2007-2008 to \$39.2 million in 2013-2014. The recommended budget also reflects \$2.2 million in funding for new academic programs and Strategic Plan initiatives to support continued enrollment growth including Eastern's new Physician's Assistant Program planned for launch in May 2014.

#### FISCAL IMPLICATIONS

Approval of the 2013-14 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

\_\_\_\_\_  
Date

**Eastern Michigan University**  
**General Fund Operating Budget**  
**Fiscal Years 2012-13 and 2013-14**

<i>(In millions)</i>	Recommended FY 2013-14 <u>Budget</u>	Adopted FY 2012-13 <u>Budget</u>	FY2013-14 Over/(Under) <u>FY2012-13</u>
<b>Revenues</b>			
Tuition and Fees	\$ 218.4	\$ 212.2	\$ 6.2
State - Base Appropriation	\$ 66.5	\$ 64.6	\$ 1.9
State - Perf. Funding, MPSERS	1.1	1.9	(0.8)
State - Total	\$ 67.6	\$ 66.5	\$ 1.1
Other Revenue	10.4	11.5	(1.1)
<b>Total Revenue</b>	<b>\$ 296.4</b>	<b>\$ 290.2</b>	<b>\$ 6.2</b>
<b>Expenditures</b>			
Salaries	\$ 144.8	\$ 143.9	\$ 0.9
Benefits	53.3	53.6	(0.3)
Total Personnel Costs	\$ 198.1	\$ 197.5	\$ 0.6
Financial Aid	39.2	35.4	3.8
Services, Supplies and Materials	36.3	36.3	-
Utilities	5.2	5.2	-
Debt Service, Asset Preservation	14.9	14.9	-
Distributions to Foundation	1.8	1.8	-
Net transfers/Contingency/Other	0.9	(0.9)	1.8
<b>Total Expenditures</b>	<b>\$ 296.4</b>	<b>\$ 290.2</b>	<b>\$ 6.2</b>
<b>General Fund Surplus/(Shortfall)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>