

BOARD OF REGENTS
EASTERN MICHIGAN UNIVERSITY

| |
|-----------------------------------|
| SECTION: 24 |
| DATE: June 22, 2023 |

RECOMMENDATION
FISCAL YEAR 2023-24 AUXILIARY FUND OPERATING BUDGET

ACTION REQUESTED

It is recommended that the Board of Regents approve the University's Auxiliary Fund net operating expenditure budget totaling \$52.3 million for the 2023-24 fiscal year.

STAFF SUMMARY


The recommended Auxiliary Activities 2023-24 revenues, expenditures and transfers are summarized on the attachment. The recommended revenue budget for Auxiliary Activities is \$28.7 million. The recommended operating expenditure budget for Auxiliary Activities is \$52.3 million. This includes all necessary expenditures including direct operating costs, auxiliary-specific debt service, and General Fund Support.

FISCAL IMPLICATIONS

Approval of the 2023-24 budget recommendation outlined above, and on the attachment, establishes the spending authorization for the Auxiliary Activities.

ADMINISTRATIVE RECOMMENDATION

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


University Executive Officer

June 22, 2023
Date

Eastern Michigan University
Auxiliary Activities Operating Budget
Fiscal Years 2022-23 and 2023-24

| | <u>FY 2022-23</u> | <u>FY 2023-24</u> |
|--------------------------------|--------------------|-----------------------|
| | Approved Budget | Recommended Budget |
| <i>(in millions)</i> | | |
| Revenues | | |
| (by Auxiliary) | | |
| Dining | \$ 13.8 | \$ 15.2 |
| Athletics | \$ 6.0 | \$ 6.0 |
| Rec IM | \$ 1.5 | \$ 1.6 |
| Student Center | \$ 0.7 | \$ 1.1 |
| Children's Institute | \$ 0.7 | \$ 0.9 |
| George Gervin Center | \$ 0.3 | \$ 0.6 |
| All Other Auxiliary Activities | \$ 3.4 | \$ 3.3 |
| Total Revenue | \$ 26.4 | \$ 28.7 |

| | <u>FY 2022-23</u> | <u>FY 2023-24</u> |
|------------------------------------|--------------------|-----------------------|
| | Approved Budget | Recommended Budget |
| <i>(in millions)</i> | | |
| Expenses | | |
| Salaries & Wages | \$ 9.6 | \$ 10.0 |
| Overtime/temps/EC | \$ 0.4 | \$ 0.3 |
| Student help/GA | \$ 1.7 | \$ 1.6 |
| Benefits | \$ 4.0 | \$ 3.9 |
| Total Personnel Costs | \$ 15.7 | \$ 15.8 |
| Financial Aid | \$ 0.1 | \$ 0.1 |
| SS&M | \$ 12.0 | \$ 14.7 |
| Partnership Agreement pass through | \$ 11.9 | \$ 14.8 |
| Debt Service | \$ 5.3 | \$ 5.1 |
| Net Transfers | \$ 1.7 | \$ 1.8 |
| Total Expenditures | \$ 46.7 | \$ 52.3 |
| General Fund Support | \$ (20.3) | \$ (23.6) |
| Residence Halls/Apts | | |
| Revenue | \$ 15.2 | \$ 16.1 |
| Expenses | \$ 14.5 | \$ 16.1 |
| Operating Margin | \$ 0.7 | \$ - |