

BOARD OF REGENTS
EASTERN MICHIGAN UNIVERSITY

SECTION: 22

DATE:

June 22, 2018

RECOMMENDATION
FISCAL YEAR 2018-2019 GENERAL FUND OPERATING BUDGET

ACTION REQUESTED

It is recommended that the Board of Regents approve the University's General Fund operating expenditure budget of \$310.5 million for the 2018-19 fiscal year.

STAFF SUMMARY

The recommended 2018-2019 General Fund operating budget is summarized on the attachment and includes \$310.5 million of revenues and corresponding expenses. The Board approved a \$307.9 million 2017-18 General Fund expenditure budget.

Recommended revenues include \$207.2 million in tuition and fees, \$11.3 million in Academic Partnerships/on-line programs, \$77.0 million state appropriation, \$3.0 million in investment income, and \$12.0 million of other revenues and fees. The revenue budget reflects the tuition and fee recommendation contained in Section 21, a 2.0% increase in State Appropriations and a student credit hour projection of 450,000 hours.

The recommended expenditure budget includes \$53.8 million in University-sponsored financial aid, a decrease of \$1.7 million compared with the 2017-18 Budget. This reduction reflects the projected decrease in student credit hours anticipated for AY19. The budget also reflects a \$2.1 million decrease in utility costs expected with a full year's use of the Co-Gen Unit. Finally, it also included an increase of \$3.2 million of additional debt for previously approved projects.

FISCAL IMPLICATIONS

Approval of the 2018-19 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

June 22, 2018

Date

Eastern Michigan University
General Fund Operating Budget
Fiscal Years 2017-18 and 2018-19

	FY 2017-18 Approved Budget	FY 2018-19 Recommended Budget
<i>(In millions)</i>		
Revenues		
Tuition	\$ 207.0	\$ 199.6
Mandatory Fees	\$ 3.0	\$ 2.2
Program Fees	\$ 5.4	\$ 5.4
Tuition and Fees	\$ 215.4	\$ 207.2
Academic Partnerships	\$ 2.0	\$ 4.7
Online Programs	\$ 4.2	\$ 6.6
State Appropriation	\$ 75.1	\$ 77.0
EPEO	\$ 4.0	\$ 3.6
Investment Income	\$ -	\$ 3.0
Academic Related	\$ 1.5	\$ 1.5
Other Revenue	\$ 5.7	\$ 6.9
Total Revenue	\$ 307.9	\$ 310.5
Expenditures		
Salaries	\$ 133.1	\$ 135.8
Benefits	\$ 50.4	\$ 50.4
Total Personnel Costs	\$ 183.5	\$ 186.2
Financial Aid	\$ 55.5	\$ 53.8
Services, Supplies and Materials	\$ 30.6	\$ 30.4
Utilities	\$ 5.3	\$ 3.2
Debt Service	\$ 8.8	\$ 12.0
Asset Preservation	\$ 8.3	\$ 9.9
Distributions to Foundation	\$ 1.5	\$ 1.5
Net transfers/Other /Contingency	\$ 14.4	\$ 13.5
Total Expenditures	\$ 307.9	\$ 310.5