

BOARD OF REGENTS
EASTERN MICHIGAN UNIVERSITY

SECTION: 25

DATE:

June 27, 2017

RECOMMENDATION
FISCAL YEAR 2017-18 GENERAL FUND OPERATING BUDGET

ACTION REQUESTED

It is recommended that the Board of Regents approve the University's General Fund operating expenditure budget of \$307.9 million for the 2017-18 fiscal year.

STAFF SUMMARY

The recommended 2017-18 General Fund operating budget is summarized on the attachment and includes \$307.9 million of revenues and corresponding expenses. The Board approved a \$312.3 million General Fund expenditure budget last year.

Recommended revenues include \$214.8 million in tuition and fees, a \$75.2 million state appropriation, and \$17.9 million of other revenues and fees. The revenue budget reflects the tuition and fee recommendation contained in Section 24, a 2.1% increase in State Appropriations and a student credit hour budget of 478,000.

The recommended expenditure budget includes \$55.5 million in University-sponsored financial aid, an increase of \$2.3 million compared with the 2016-17 budget. This amount was authorized by the Board on November 1, 2016. Over the past ten years, Eastern's University-sponsored financial aid has increased by \$34.1 million from \$21.4 million in 2007-08 to \$55.5 million in 2017-2018. The recommended budget reflects a decrease (\$5.8 million) in budgeted personnel costs, which incorporates contractual obligations, compared to FY17.

FISCAL IMPLICATIONS

Approval of the 2017-18 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 27, 2017
Date

Eastern Michigan University
General Fund Operating Budget

Fiscal Years 2016-17 and 2017-18

	FY 2016-17 Approved Budget	FY 2017-18 Recommended Budget
<i>(In millions)</i>		
Revenues		
Tuition	\$ 186.9	\$ 206.4
Mandatory Fees	\$ 26.0	\$ 3.0
Program Fees	\$ 8.4	\$ 5.4
Tuition and Fees	\$ 221.3	\$ 214.8
State Appropriation	\$ 73.6	\$ 75.2
MPSERS	\$ 0.9	\$ -
EPEO	\$ 8.9	\$ 10.1
Academic Related	\$ 0.7	\$ 0.7
Other Revenue	\$ 6.9	\$ 7.1
Total Revenue	\$ 312.3	\$ 307.9
Expenditures		
Salaries	\$ 136.0	\$ 133.1
Benefits	\$ 53.3	\$ 50.4
Total Personnel Costs	\$ 189.3	\$ 183.5
Financial Aid	\$ 53.2	\$ 55.5
Services, Supplies and Materials	\$ 30.6	\$ 30.6
Utilities	\$ 6.1	\$ 5.3
Debt Service, Asset Preservation	\$ 16.1	\$ 17.1
Distributions to Foundation	\$ 1.5	\$ 1.5
Net transfers/Other/Contingency	\$ 15.5	\$ 14.4
Total Expenditures	\$ 312.3	\$ 307.9