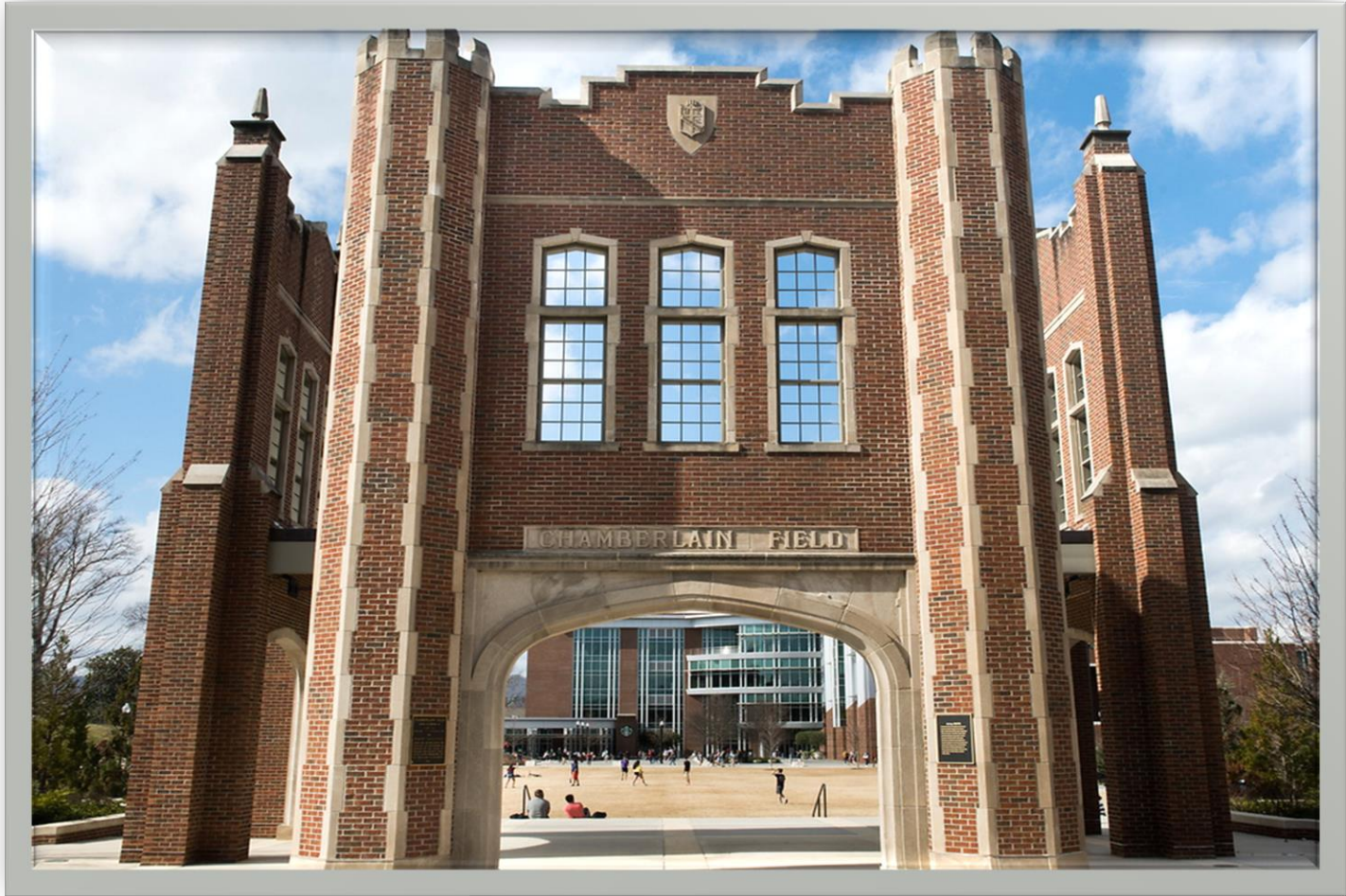


Campus Advisory Board

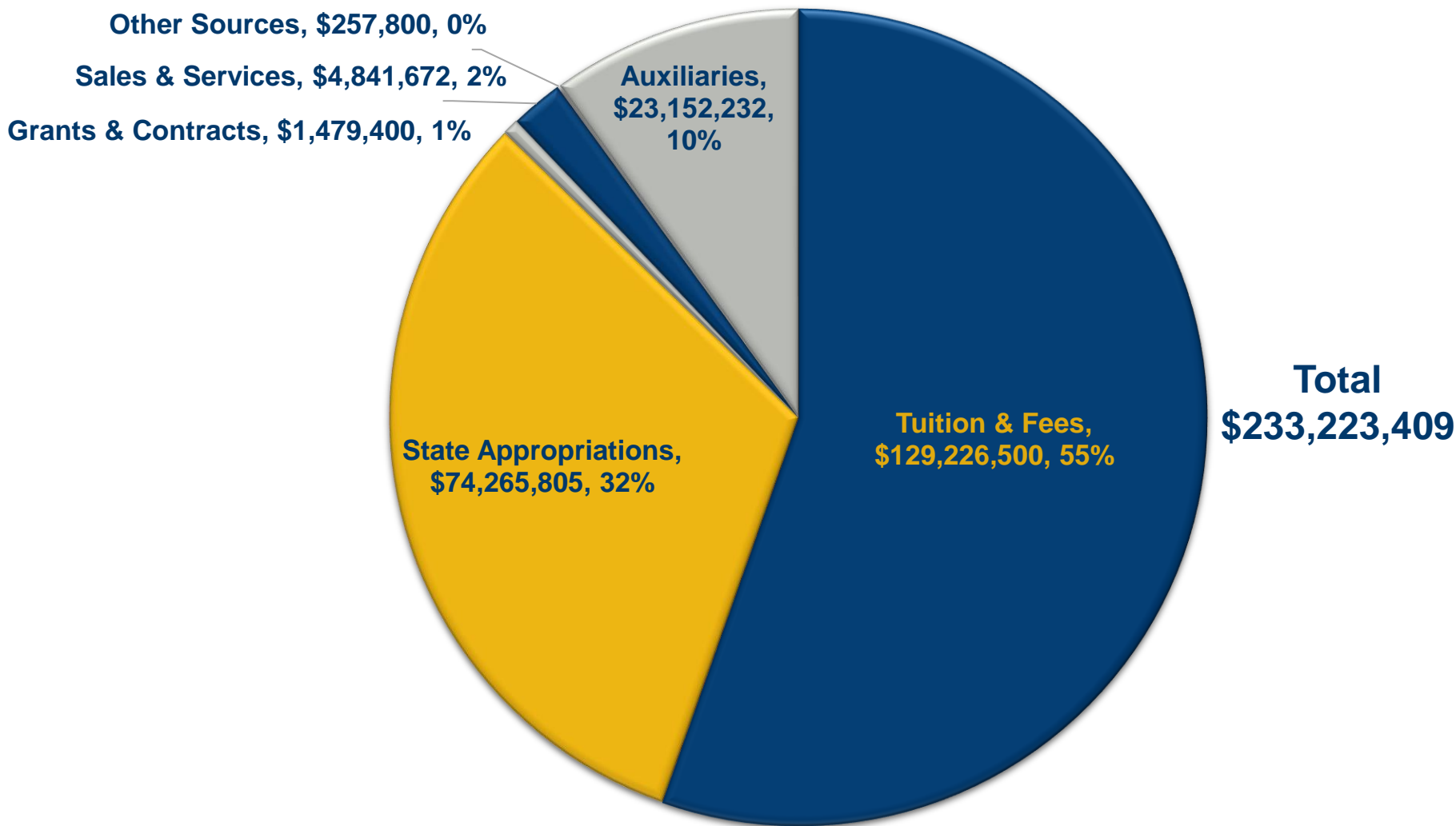


FY 2023 Update & FY 2024 Budget Planning

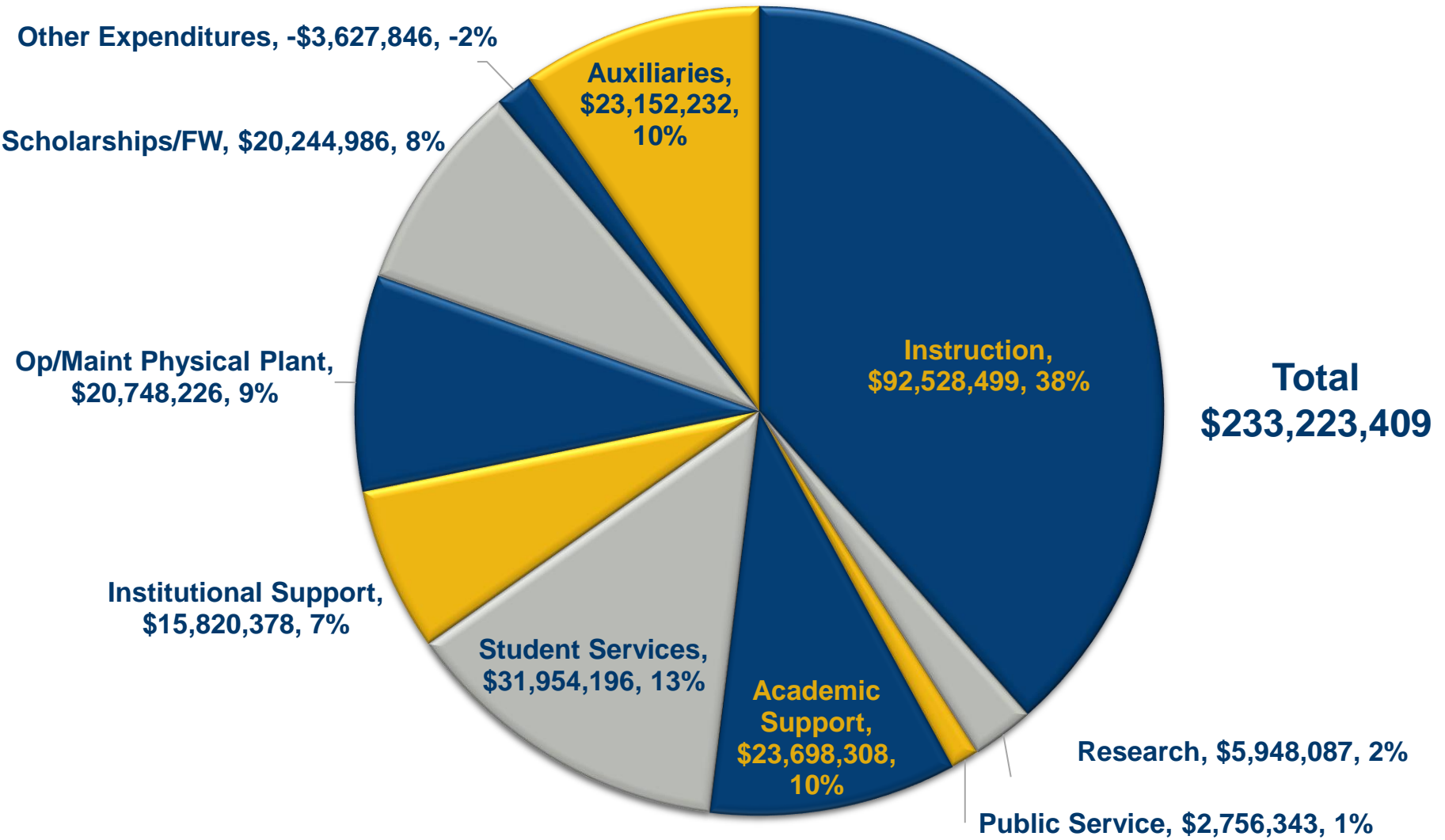
Brent Goldberg, Vice Chancellor for Finance & Administration

FY 2023 Financial Update

FY 2023 E&G & Aux. Revised Budget - Revenue

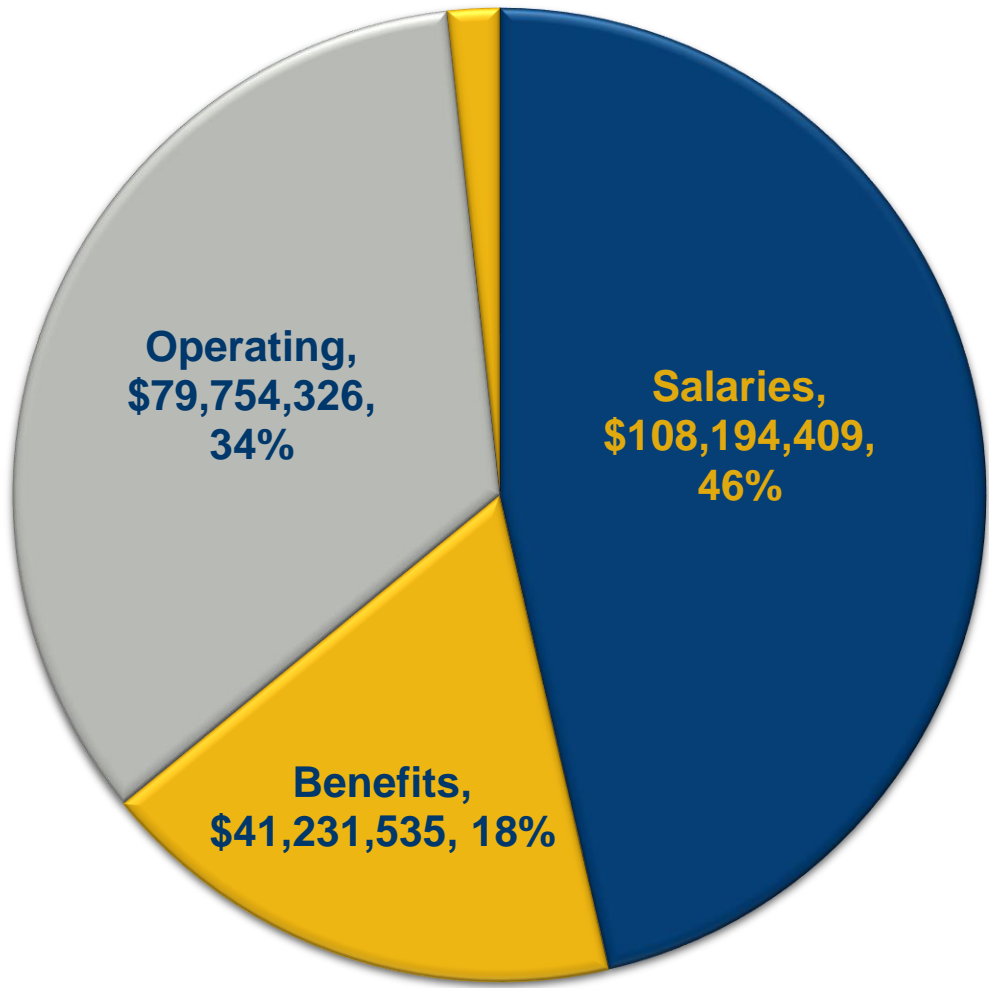


Revised Budget – Expense by Functional Area



Revised Budget – Expense by Natural Classification

Transfers, \$4,043,139, 2%



Total
\$233,223,409

FY 2023 E&G Budget vs YTD Actuals

	BUDGET	YTD ACTUALS	%
Revenue:			
Tuition & Fees	\$129,225,030	\$122,963,096	95%
State Appropriations	74,265,805	42,628,669	57%
Grants & Contracts	1,479,400	817,047	55%
Sales & Service	4,841,672	3,546,855	73%
Other Services	257,800	89,181	35%
Total Revenue	\$210,069,707	\$170,044,848	81%
Expenses:			
Salaries & Benefits	\$143,763,199	\$75,742,354	53%
Operating	70,111,681	43,517,208	62%
Total Expenses	\$213,874,880	\$119,259,562	56%
Transfers	-3,805,173	2,689,349	-71%
Total Expenses & Transfers	\$210,069,707	\$121,948,911	58%
Balance	-	\$48,095,937	

**Current remaining salary and operating encumbrances equal \$77,413,124*

FY 2023 Non-Recurring Budget Reduction

Description of Funds	Amount
Vacant Positions / Salary Savings	\$1,919,567
Benefits	791,123
Operating	754,851
Total	\$3,465,541

To minimize enrollment implications a non-recurring budget reduction was implemented resulting in a 2.5% reduction from centrally funded recurring budget.

HEERF Funding Summary

Stimulus Funds	Awarded	Disbursed to Students	Institutionally Expended	Remaining
HEERF I - CARES	\$9,513,780	-\$4,756,890	-\$4,756,890	-
HEERF II - CRRSAA	15,131,381	-6,635,890	-8,495,491	-
HEERF III - ARP	26,626,600	-14,238,951	-10,328,251	2,059,398
Total Funds	\$51,271,761	-\$25,631,731	-\$23,580,632	\$2,059,398

- Disbursements made to students through block grants and emergency funds
- Institutional expenses include \$11.6M rev loss and \$4.4M refund reimbursements
- Remaining commitments include \$133K to students and institutional projects of \$1M
- Additional SIP funding of \$1.1M and remaining HEERF of \$1M to offset enrollment

Reserve Funds Summary

Reserves	Balance	Obligations	Available
Campus Reserves	18,029,355	(15,811,665)	2,217,690
Mandatory Fees	23,646,422	(9,800,963)	13,845,459
Division & College	8,142,016	(916,214)	7,225,802
Auxiliaries	17,524,133	(9,024,024)	8,500,109
Fund Balances	10,250,000	-	10,250,000
Totals	77,591,926	(35,552,866)	42,039,060

Obligation amounts include approved and planned projects, future obligations and potential shortfalls.

FY 2023 Awarded Capital Appropriations

- Health Sciences Building - \$60,800,000
- 540 McCallie (CSOB) Renovation - \$40,000,000
- Brock Hall Upgrades - \$10,820,000



FY 2024 Budget Planning

Budget Environment and Planning

Challenges

- Enrollment uncertainty
- Inflation (Utilities, Debt, Compensation, Capital)
- ERP Implementation

Opportunities

- State Appropriations
- THEC Recommended Binding Range 0-3%
- State Capital Appropriations
- Reduce Out of State Tuition

Investments

- Marketing and Recruitment
- Quantum Initiatives
- Quality Enhancement Plan
- University High

Undergraduate (UG) Out of State Reduction

Semester Fees	Current	Proposed	Difference
UG Maintenance Fee	\$3,996	\$3,996	-
UG Mandatory Fees	928	928	-
UG Out of State Tuition	8,059	4,032	-4,027
Total Out of State Student Cost	\$12,983	\$8,956	-\$4,027

- Graduate out of state students pay \$9,269; UG Border Students pay \$8,956
- Minimal financial impact due to large scale of subsidized awards from the University
- Break even proposal of 56 new out of state FTE, 113 new in-state FTE, or mixture

FY 2024 Budget Planning Timeline

DATE	ACTION
February 6, 2023	Tennessee Governor releases recommended state budget.
February 27, 2023	UPRAC meets to discuss investment priorities proposed by campus.
March 2023	Chancellor and Executive Leadership Team finalizes proposed budget.
April 2023	Chancellor hosts town hall meeting to share proposed budget with campus.
May 2023	Tennessee General Assembly approves state appropriations budget.
May 2023	UTC Advisory Board makes recommendation on UTC proposed budget.
June 2023	UT Board of Trustees approves proposed budget.

FY 2024 Potential New Revenue

Source	Description	Revenue
	State Appropriation Formula Productivity & Growth (THEC Recommendation)	\$7,272,100
Tuition	“Soar In Four” Tuition – No New Cohorts	-
Tuition	Possible 2.0% Increase	1,818,812
Tuition	Possible Differential 2.0% Increase	120,000
Fees	Mandatory Fees 2.0% Increase	240,000
Fees	Lab Fees, Course Fees, Music Fee, MOSAIC Fee	TBD
Auxiliary	Housing, Meal Plan and Parking 3.0% – 5.0% Increase	1,338,300
	Total	\$10,789,212

Potential new revenue is reliant on Governor’s budget recommendation, General Assembly, and BOT action

FY 2024 Capital Projects THEC Recommendations

FY 2023-24 Capital Outlay Projects

1. Fletcher Addition & Reno \$87,680,000

Associated Disclosed Projects

- Fletcher Hall Dining \$360,000
- Fletcher Hall Parking \$1,660,000



FY 2023-24 Capital Maintenance

1. Building Env. Repairs Phase I \$3,650,000
2. Building Env. Repairs Phase II \$3,700,000
3. Building Env. Repairs Phase III \$3,650,000
4. Building Env. Repairs Phase IV \$2,510,000

Fletcher Hall Addition



- Total Project: = \$87.6M
- Gift Match: \$30.0M expected minimum
- Size/Location: 81,688 sq. ft new/16,987 sq. ft. existing along Douglas Street
- Occupant: Rollins College of Business
- Highlight: Classrooms, specialty labs, auditorium, executive education space, community space, incubator space, expanded student success

QUESTIONS