



Item: **BF: I-1**

BUDGET AND FINANCE COMMITTEE

Tuesday, March 14, 2017

SUBJECT: REVIEW OF THE MID-YEAR STATUS REPORT OF FLORIDA ATLANTIC UNIVERSITY'S 2016-17 OPERATING BUDGET, JULY 1 – DECEMBER 31, 2016.

PROPOSED COMMITTEE ACTION

Information only.

BACKGROUND INFORMATION

Mid-year reports on the University's operating budget will be presented to keep the Board of Trustees fully aware of the financial condition of the University. This report will present year-to-date expenditures for each of the budgetary components of the University: Educational and General; Auxiliary Enterprises; Sponsored Research/Grants and Contracts; Financial Aid; Student Government/Student Activities; Athletics; and, Concessions. Budgetary comparison with the prior year will also be presented.

IMPLEMENTATION PLAN/DATE

Not applicable.

FISCAL IMPLICATIONS

Not applicable.

Supporting Documentation: Mid-year Status PowerPoint Presentation.

Presented by:

Mr. Art Kite, Interim Vice President for Financial Affairs

Phone: 561-297-3267



Florida Atlantic University

2016-17 Operating Budget

July 1, 2016 – December 31, 2016

Mid-year Report

March 14, 2017

Florida Atlantic University (FAU) is comprised of seven funding components

Educational and General (E&G):

E&G supports the academic mission of the university through expenditures for instruction, research, library and learning resources, student services, university support, and physical plant, including the Medical School.

Auxiliary Enterprises:

Auxiliary Enterprises are comprised of business and enterprise operations that are self-supporting through user fees, payments, and charges. Amounts reported also include Technology Fee Funds.

Student Financial Aid:

Student Financial Aid is comprised of funding from student financial aid fees, support from federal and state financial aid awards, institutional programs, as well as numerous private scholarships.

Student Activity:

Student Activity is comprised of funding from the activity and service fee paid by students, club and program income.

Athletics:

Athletics is comprised of funding from student athletic fees, athletic event ticket sales, game guarantees, corporate sponsorships, National Collegiate Athletic Association distributions and private support and gifts.

Contracts and Grants:

Contracts and Grants are comprised of funding from many sources, including federal, state and local governmental agencies and private organizations, FAU and HBOI Foundation endowment distribution and A. D. Henderson University School.

Concession:

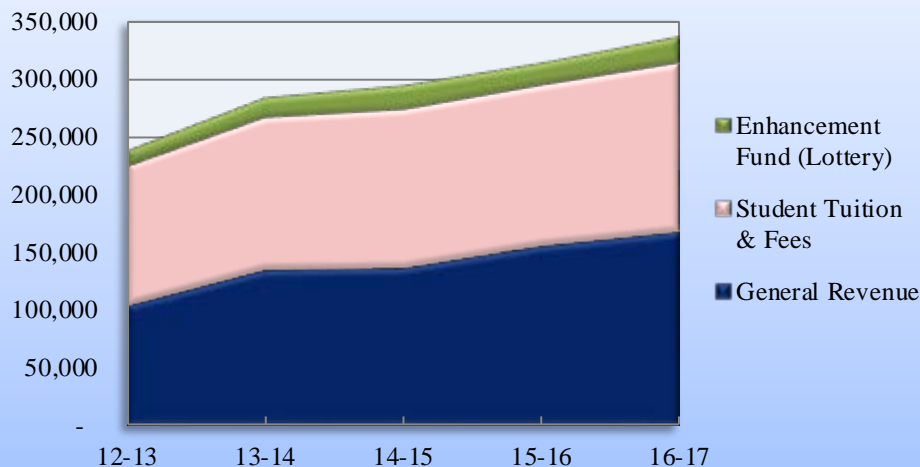
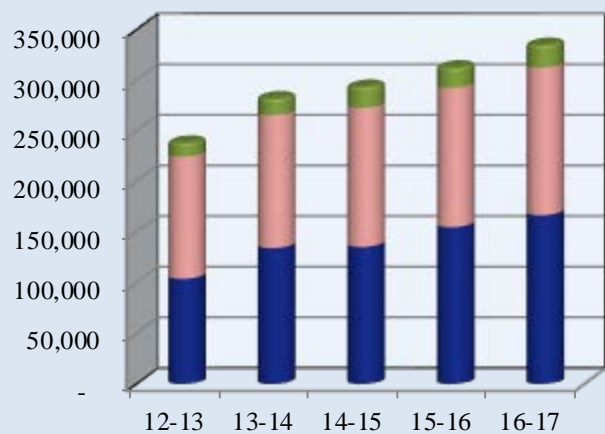
Concession is primarily comprised of funding from campus vending machines and the soft drink beverage contract.

Florida Atlantic University - as of December 31, 2016

EDUCATIONAL & GENERAL - Annual Revenue Operating Budget (\$000) 2012-13 to 2016-17

Fund Type	2012-13	%	2013-14	%	2014-15	%	2015-16	%	2016-17	%	5-year % Change
General Revenue *	103,929	43.6	134,294	47.6	135,440	46.1	154,974	49.6	166,746	49.8	60.4%
Student Tuition & Fees	120,543	50.6	131,132	46.5	137,384	46.8	137,642	44.0	145,723	43.5	20.9%
Enhancement Fund (Lottery)	13,897	5.8	16,731	5.9	20,785	7.1	19,994	6.4	22,506	6.7	61.9%
Total	238,369	100.0	282,157	100.0	293,609	100.0	312,610	100.0	334,975	100.0	40.5%

* Includes tuition authority



Florida Atlantic University - as of December 31, 2016

EDUCATIONAL & GENERAL - Annual Revenue Operating Budget (\$000) University and College of Medicine 2012-13 to 2016-17

University	2012-13	%	2013-14	%	2014-15	%	2015-16	%	2016-17	%	5-year % Change
General Revenue *	91,151	41.2	119,758	45.8	121,095	44.7	140,636	48.5	152,052	49.0	66.8%
Student Tuition & Fees	116,346	52.6	124,974	47.8	129,146	47.7	129,370	44.6	136,075	43.8	17.0%
Enhancement Fund (Lottery)	13,897	6.3	16,731	6.4	20,785	7.7	19,994	6.9	22,506	7.2	61.9%
Total University	221,394	100.0	261,463	100.0	271,026	100.0	290,000	100.0	310,633	100.0	40.3%
College of Medicine											
General Revenue **	12,778	75.3	14,536	70.3	14,345	63.5	14,338	63.4	14,694	60.4	15.0%
Student Tuition & Fees	4,197	24.7	6,158	29.8	8,238	36.5	8,272	36.6	9,648	39.6	129.9%
Total College of Medicine	16,975	100.0	20,694	100.0	22,583	100.0	22,610	100.0	24,342	100.0	43.4%
Total FAU	238,369		282,157		293,609		312,610		334,975		40.5%

* Includes tuition authority

** Medical School General Revenue reclassified for comparative purposes

Florida Atlantic University - as of December 31, 2016

EDUCATIONAL & GENERAL - Actual Revenues & Expenses (\$000)

July 1, 2016 - December 31, 2016

Actual Revenues December 31

Fund Type	2012-13	2013-14	2014-15	2015-16	2016-17
General Revenue	52,783	70,186	68,684	78,623	85,090
Student Tuition/Fees	115,849	119,634	124,407	122,891	128,618
Enhancement (Lottery)	6	17	12	22	16
Total Revenue	168,638	189,837	193,103	201,536	213,724
Total Budgeted Rev. *	238,369	282,157	293,609	312,610	334,975
% of Budget	70.7	67.3	65.8	64.5	63.8

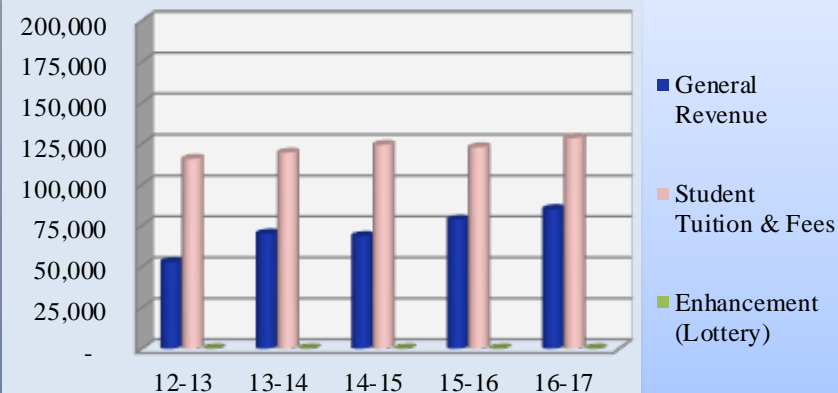
* Revenue Budget includes Tuition Authority

Actual Expenses December 31

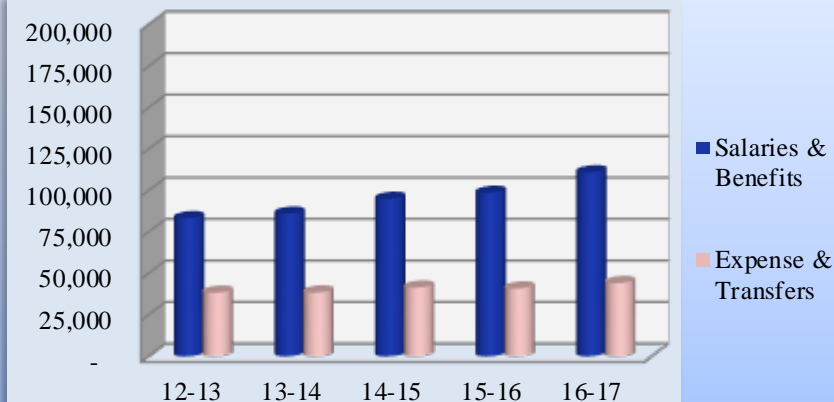
Category	2012-13	2013-14	2014-15	2015-16	2016-17
Salaries & Benefits	83,253	85,990	94,931	98,548	110,930
Expenses	37,658	37,723	39,706	39,986	43,555
Transfers Out	713	750	1,750	922	604
Total Expenses	121,624	124,463	136,387	139,456	155,089
Total Budgeted Exp.	238,369	273,529	280,810	299,810	322,710
% of Budget	51.0	45.5	48.6	46.5	48.1

* Expense Budget excludes Tuition Authority

Actual Revenues



Actual Expenses



Florida Atlantic University - as of December 31, 2016

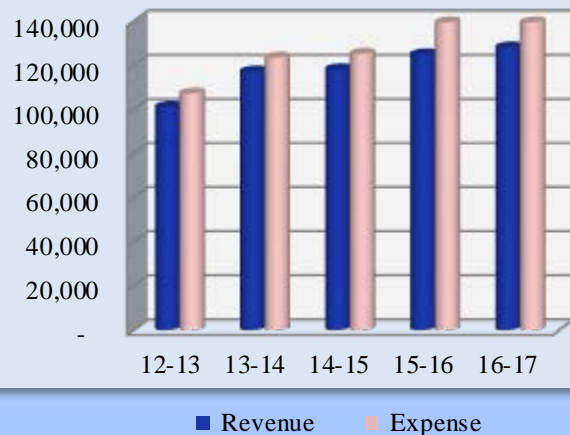
Auxiliary Enterprises Budget & Actual (\$000)

July 1, 2016 - December 31, 2016

Annual Budget

Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenue	85,221	99,634	100,302	103,837	109,267
Transfers In	16,051	17,688	18,010	21,250	18,969
Total Revenue	101,272	117,322	118,312	125,087	128,236
Expense	96,140	111,172	111,453	123,100	124,678
Transfers Out	11,169	12,392	13,894	16,459	14,875
Total Expense	107,309	123,564	125,347	139,559	139,553

Annual Budget

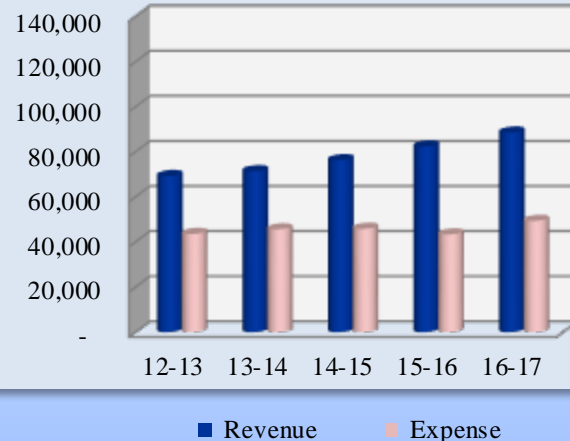


Actual Revenues & Expenses

December 31

Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenues	58,409	61,342	69,854	80,583	86,775
Transfers In	10,884	10,094	6,462	1,852	1,817
Total	69,293	71,436	76,316	82,435	88,592
% of Budget	68.4	60.9	64.5	65.9	69.1
Expenses	31,828	37,570	38,933	41,730	47,910
Transfers Out	11,746	8,065	6,938	1,638	1,480
Total	43,574	45,635	45,871	43,368	49,390
% of Budget	40.6	36.9	36.6	31.1	35.4

Actual



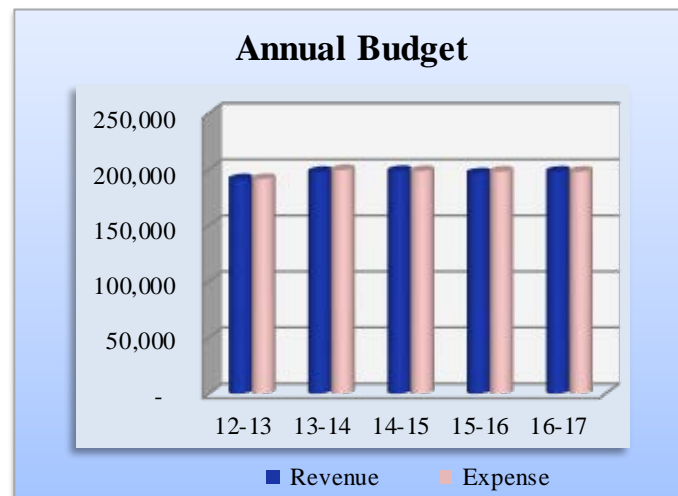
Florida Atlantic University - as of December 31, 2016

Student Financial Aid Budget & Actual (\$000)

July 1, 2016 - December 31, 2016

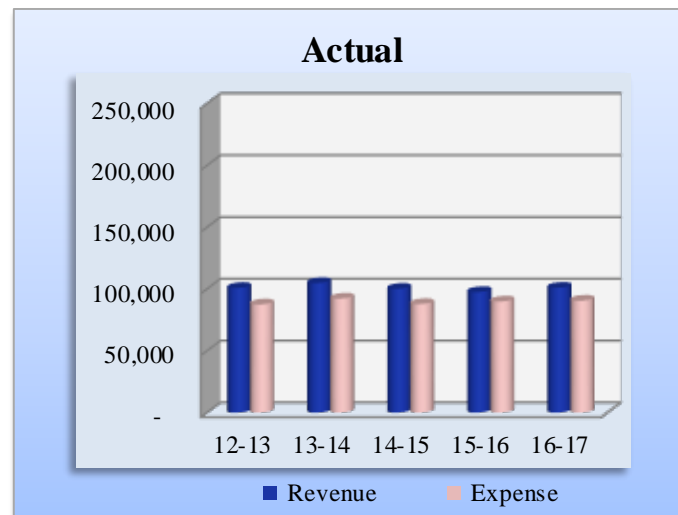
Annual Budget

Category	2012-13	2013-14	2014-15	2015-16	2016-17 *
Revenue	190,516	197,191	197,843	195,848	197,370
Transfers In **	775	716	797	763	737
Total	191,291	197,907	198,640	196,611	198,107
Expense	189,621	198,536	197,678	198,107	197,954
Transfers Out **	1,865	980	855	-	-
Total	191,486	199,516	198,533	198,107	197,954



Actual Revenues & Expenses December 31

Category	2012-13	2013-14	2014-15	2015-16	2016-17 *
Revenues	100,622	104,651	100,167	97,520	100,886
Transfers In **	229	203	73	15	122
Total	100,851	104,854	100,240	97,535	101,008
% of Budget	52.7	53.0	50.5	49.6	51.0
Expenses	87,522	92,289	87,876	89,928	90,590
Transfers Out **	-	-	-	-	-
Total	87,522	92,289	87,876	89,928	90,590
% of Budget	45.7	46.3	44.3	45.4	45.8



* Budgeted and actual, revenues and expenses, include Stafford and Alternative Loan activity.

** For budgeted and actual transfers, intra-fund activity has been excluded.

Florida Atlantic University - as of December 31, 2016

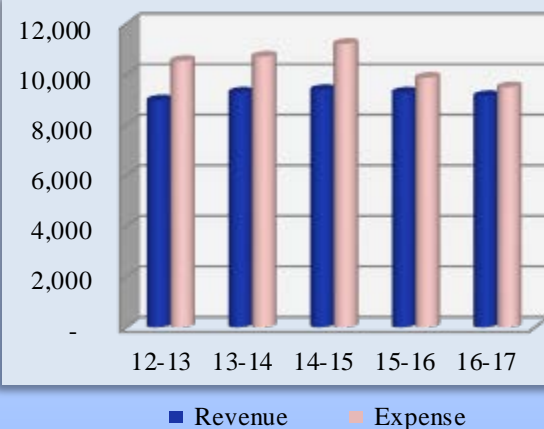
Student Activity Budget & Actual (\$000)

July 1, 2016 - December 31, 2016

Annual Budget

Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenue	8,121	8,792	9,307	9,261	8,840
Transfers In	857	495	78	24	310
Total	8,978	9,287	9,385	9,285	9,150
Expense	6,202	6,174	6,502	6,258	5,163
Transfers Out	4,340	4,532	4,716	3,618	4,335
Total	10,542	10,706	11,218	9,876	9,498

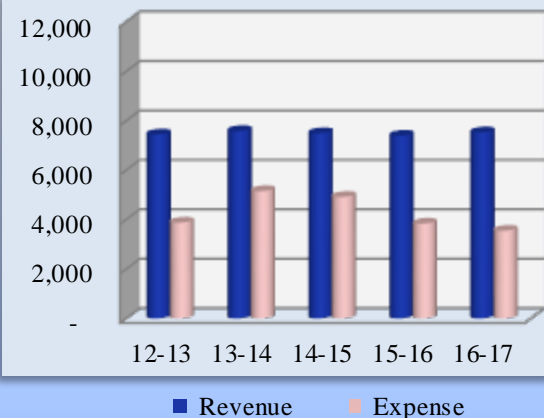
Annual Budget



Actual Revenues & Expenses December 31

Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenues	7,421	7,537	7,420	7,393	7,531
Transfers In	26	48	74	3	-
Total	7,447	7,585	7,494	7,396	7,531
% of Budget	82.9	81.7	79.9	79.7	82.3
Expenses	2,110	2,179	2,569	2,061	1,787
Transfers Out	1,767	2,974	2,351	1,779	1,763
Total	3,877	5,153	4,920	3,840	3,550
% of Budget	36.8	48.1	43.9	38.9	37.4

Actual



Florida Atlantic University - as of December 31, 2016

Athletics Budget & Actual (\$000)

July 1, 2016 - December 31, 2016

Annual Budget

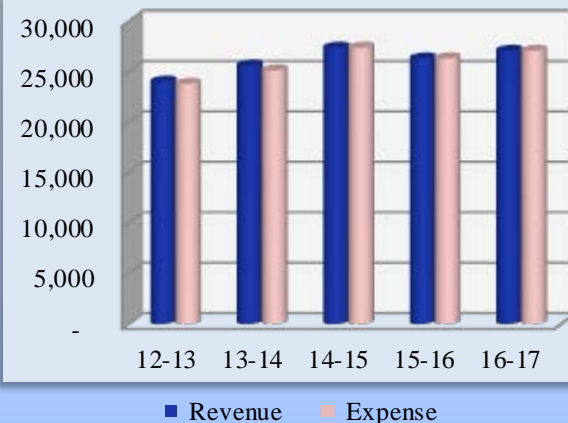
Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenue/Transfers In					
Athletics	17,556	18,626	20,359	19,651	20,545
Stadium *	6,483	7,030	7,050	6,695	6,560
Total	24,039	25,656	27,409	26,346	27,105
Expense/Transfers Out					
Athletics	18,522	19,928	22,134	21,424	22,187
Stadium *	5,303	5,228	5,276	4,922	4,918
Total	23,825	25,156	27,410	26,346	27,105

Actual Revenues & Expenses December 31

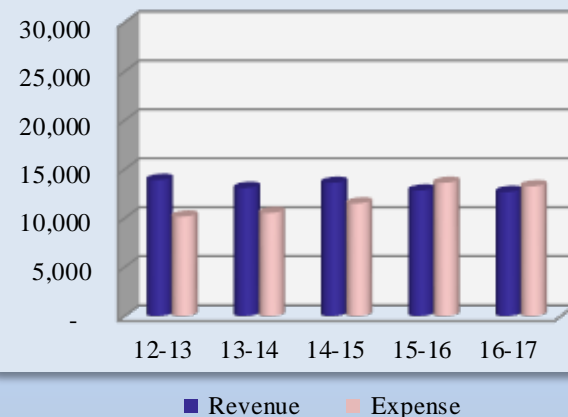
Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenue/Transfers In					
Athletics	11,939	11,246	12,537	11,777	11,861
Stadium	1,988	1,863	1,094	1,074	836
Total	13,927	13,109	13,631	12,851	12,697
% of Budget	57.9	51.1	49.7	48.8	46.8
Expense/Transfers Out					
Athletics	9,144	9,550	10,432	12,015	12,033
Stadium	1,036	1,005	1,093	1,614	1,242
Total	10,180	10,555	11,525	13,629	13,275
% of Budget	42.7	42.0	42.0	51.7	49.0

* Includes debt service paid by FAU Finance Corp.

Annual Budget



Actual



Florida Atlantic University - as of December 31, 2016

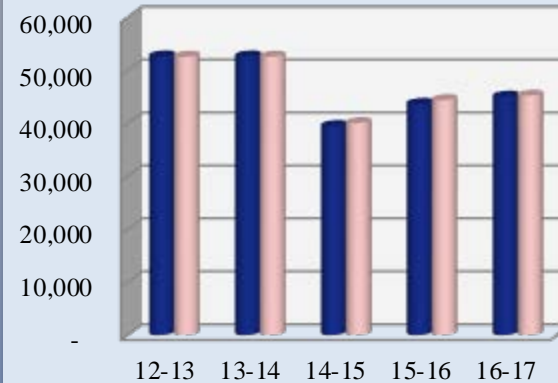
Contracts & Grants - Sponsored Research Budget & Actual (\$000)

July 1, 2016 - December 31, 2016

Annual Budget

Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenue	46,000	46,000	35,000	37,680	39,500
Transfers In	6,650	6,650	4,500	6,000	5,555
Total	52,650	52,650	39,500	43,680	45,055
Expense	52,600	52,600	40,057	41,200	45,250
Transfers Out	-	-	-	3,200	-
Total	52,600	52,600	40,057	44,400	45,250

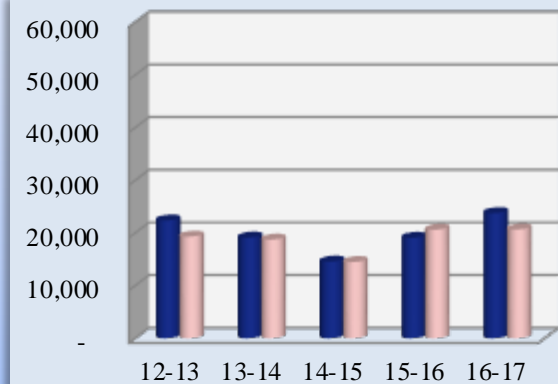
Annual Budget



Actual Revenue & Expenses December 31

Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenues	19,126	15,925	12,482	17,086	21,012
Transfers In	3,247	3,208	2,089	1,991	2,761
Total	22,373	19,133	14,571	19,077	23,773
% of Budget	42.5	36.3	36.9	43.7	52.8
Expenses	16,915	16,471	14,014	18,396	17,908
Transfers Out	2,388	2,274	464	2,234	2,761
Total	19,303	18,745	14,478	20,630	20,669
% of Budget	36.7	35.6	36.1	46.5	45.7

Actual



Florida Atlantic University - as of December 31, 2016

Foundations Budget & Actual (\$000)

July 1, 2016 - December 31, 2016

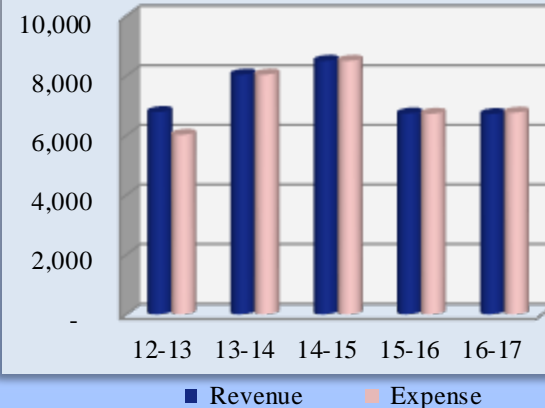
Annual Budget

Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenue	6,789	8,043	8,480	6,718	6,719
Transfers In	-	-	26	23	-
Total	6,789	8,043	8,506	6,741	6,719
Expense	6,023	8,043	8,506	6,724	6,768
Transfers Out	-	-	-	5	-
Total	6,023	8,043	8,506	6,729	6,768

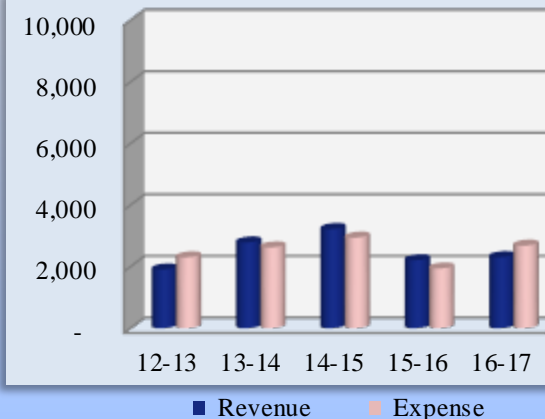
Actual Revenues & Expenses December 31

Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenues	1,888	2,776	3,211	2,202	2,308
Transfers In	20	12	11	7	-
Total	1,908	2,788	3,222	2,209	2,308
% of Budget	28.1	34.7	37.9	32.8	34.4
Expenses	2,302	2,625	2,944	1,940	2,683
Transfers Out	-	-	-	-	-
Total	2,302	2,625	2,944	1,940	2,683
% of Budget	38.2	32.6	34.6	28.8	39.6

Annual Budget



Actual



Florida Atlantic University - as of December 31, 2016

Henderson School Budget & Actual (\$000)

July 1, 2016 - December 31, 2016

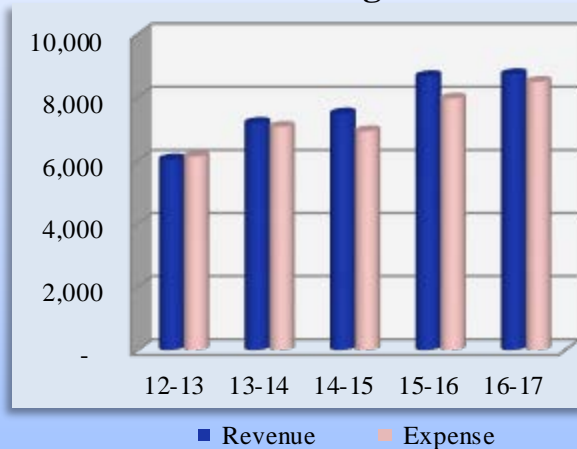
Annual Budget

Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenue	6,038	7,196	7,492	8,678	8,741
Transfers In	-	-	-	-	-
Total	6,038	7,196	7,492	8,678	8,741
Expense	6,130	7,072	6,935	7,970	8,497
Transfers Out	-	-	-	-	-
Total	6,130	7,072	6,935	7,970	8,497

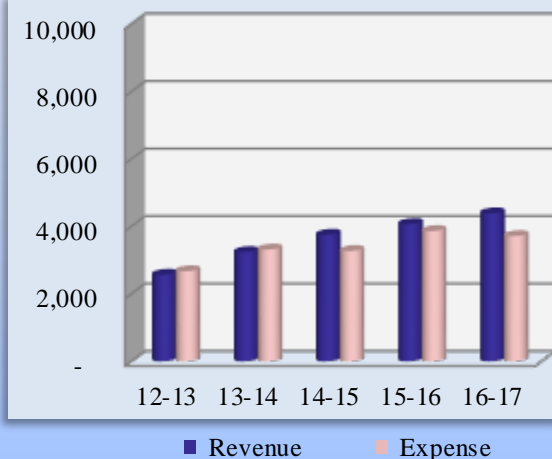
Actual Revenues & Expenses December 31

Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenues	2,495	3,241	3,756	4,073	4,390
Transfers In	75	1	-	-	-
Total	2,570	3,242	3,756	4,073	4,390
% of Budget	42.6	45.1	50.1	46.9	50.2
Expenses	2,673	3,316	3,266	3,817	3,715
Transfers Out	-	1	9	49	-
Total	2,673	3,317	3,275	3,866	3,715
% of Budget	43.6	46.9	47.2	48.5	43.7

Annual Budget



Actual



Florida Atlantic University - as of December 31, 2016

Concessions Budget & Actual (\$000)

July 1, 2016 - December 31, 2016

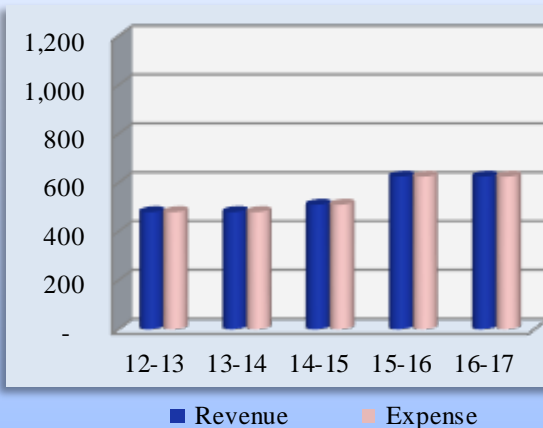
Annual Budget

Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenue	480	480	510	625	625
Transfers In	-	-	-	-	-
Total	480	480	510	625	625
Expense	295	386	420	445	445
Transfers Out	185	94	90	180	180
Total	480	480	510	625	625

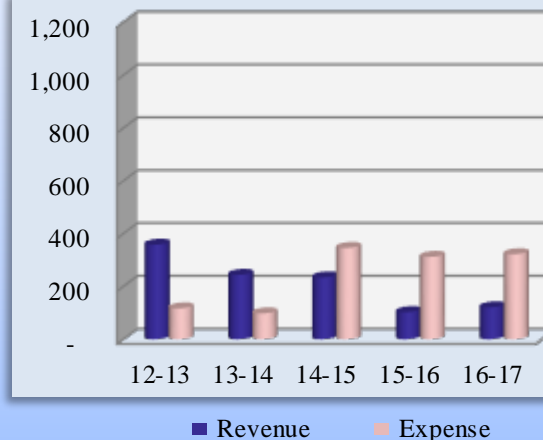
Actual Revenues & Expenses December 31

Category	2012-13	2013-14	2014-15	2015-16	2016-17
Revenues	343	244	234	103	121
Transfers In	15	-	-	-	-
Total	358	244	234	103	121
% of Budget	74.6	50.8	45.9	16.5	19.4
Expenses	102	82	346	297	307
Transfers Out	15	16	-	15	15
Total	117	98	346	312	322
% of Budget	24.4	20.4	67.8	49.9	51.5

Annual Budget



Actual



Florida Atlantic University - as of December 31, 2016

Comparison of Budget & Actual (\$000)

Category and Fund Type	2015-16 Mid-year				2016-17 Mid-year			
	Actual	Budget	Remainder	% of Actual to Budget	Actual	Budget	Remainder	% of Actual to Budget
REVENUE								
Educational & General +	\$201,536	\$312,610	\$111,074	64.5	\$213,724	\$334,975	\$121,251	63.8
Auxiliary Enterprises	82,435	125,087	42,652	65.9	88,592	128,236	39,644	69.1
Student Financial Aid	97,535	196,611	99,076	49.6	101,008	198,107	97,099	51.0
Student Activities	7,396	9,285	1,889	79.7	7,531	9,150	1,619	82.3
Athletics	12,851	26,346	13,495	48.8	12,697	27,105	14,408	46.8
Contracts & Grants *	25,359	59,099	33,740	42.9	30,471	60,515	30,044	50.4
Concessions	103	625	522	16.5	121	625	504	19.4
TOTAL REVENUE	\$427,215	\$729,663	\$302,448	58.5	\$454,144	\$758,713	\$304,569	59.9
EXPENDITURES								
Educational & General	\$139,456	\$299,810	\$160,354	46.5	\$155,089	\$322,710	\$167,621	48.1
Auxiliary Enterprises	43,368	139,559	96,191	31.1	49,390	139,553	90,163	35.4
Student Financial Aid	89,928	198,107	108,179	45.4	90,590	197,954	107,364	45.8
Student Activities	3,840	9,876	6,036	38.9	3,550	9,498	5,948	37.4
Athletics	13,629	26,346	12,717	51.7	13,275	27,105	13,830	49.0
Contracts & Grants *	26,436	59,099	32,663	44.7	27,067	60,515	33,448	44.7
Concessions	312	625	313	49.9	322	625	303	51.5
TOTAL EXPENDITURES	\$316,969	\$733,422	\$416,453	43.2	\$339,283	\$757,960	\$418,677	44.8

* Contracts & Grants fund type includes Sponsored Research, Foundations, and Henderson School.

+ E&G Revenue Budget includes Tuition Authority.

Florida Atlantic University - as of December 31, 2016

Five - year Comparison of Actuals (\$000)

Category & Fund Type	2012-13	2013-14	2014-15	2015-16	2016-17	5-year % Change
	Actuals	Actuals	Actuals	Actuals	Actuals	
REVENUE						
Educational & General	\$168,638	\$189,837	\$193,103	\$201,536	\$213,724	26.7
Auxiliary Enterprises	69,293	71,436	76,316	82,435	88,592	27.9
Student Financial Aid	100,851	104,854	100,240	97,535	101,008	0.2
Student Activities	7,447	7,585	7,494	7,396	7,531	1.1
Athletics	13,927	13,109	13,631	12,851	12,697	(8.8)
Contracts & Grants *	26,851	25,163	21,549	25,359	30,471	13.5
Concessions	358	244	234	103	121	(66.2)
TOTAL REVENUE	\$387,365	\$412,228	\$412,567	\$427,215	\$454,144	17.2
EXPENDITURES						
Educational & General	\$121,624	\$124,463	\$136,387	\$139,456	\$155,089	27.5
Auxiliary Enterprises	43,574	45,635	45,871	43,368	49,390	13.3
Student Financial Aid	87,522	92,289	87,876	89,928	90,590	3.5
Student Activities	3,877	5,153	4,920	3,840	3,550	(8.4)
Athletics	10,180	10,555	11,525	13,629	13,275	30.4
Contracts & Grants *	24,278	24,687	20,697	26,436	27,067	11.5
Concessions	117	98	346	312	322	175.2
TOTAL EXPENDITURES	\$291,172	\$302,880	\$307,622	\$316,969	\$339,283	16.5

* Contracts & Grants fund type includes Sponsored Research, Foundations, and Henderson School.

Florida Atlantic University - as of December 31, 2016

State Fundable Credit Hours

	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	
Fall	291,684	301,089	305,143	296,553	298,990	300,142	<i>actual</i>
Spring	273,862	278,868	281,087	275,348	281,081	281,338	<i>preliminary</i>
Summer	106,181	106,191	104,554	106,977	111,671	115,269	<i>estimate</i>
TOTAL	671,727	686,148	690,784	678,878	691,742	696,749	
% Change	-	2.1%	0.7%	-1.7%	1.9%	0.7%	3.7%

