



Item: AF: A-5

## AUDIT AND FINANCE COMMITTEE

Tuesday, May 17, 2016

**SUBJECT: REQUEST FOR APPROVAL OF THE 2016-17 FLORIDA ATLANTIC UNIVERSITY FOUNDATION OPERATING BUDGET.**

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### PROPOSED COMMITTEE ACTION

Review and recommend approval of the 2016-17 FAU Foundation (FAUF) Operating Budget; and, authorize the FAUF Chief Executive Officer to amend this budget as appropriate during the fiscal year consistent with the FAUF Bylaws and with Board of Trustees' and the FAUF Board of Directors' directives and guidelines.

### BACKGROUND INFORMATION

Consistent with University requirements and the FAUF Bylaws, the FAUF must prepare an annual budget. The budget must be prepared before the beginning of the University's fiscal year, approved by the FAUF Board of Directors, and recommended by the University President to the Board of Trustees for approval each year.

This proposed budget is expected to be approved by the FAUF Board of Directors on May 12, 2016.

### IMPLEMENTATION PLAN/DATE

July 1, 2016.

### FISCAL IMPLICATIONS

N/A.

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**Supporting Documentation:** Proposed 2016-17 FAUF Operating Budget

**Presented by:** Ms. Dorothy Russell, VP for Financial Affairs and CFO

**Phone:** 561-297-3267

**Florida Atlantic University Foundation, Inc.**  
**2016 and 2017 Approved Budget**

<b><i>Source of Funds from Foundation:</i></b>	<b>2016 Amended Budget</b>	<b>2017 Approved Budget</b>
Endowment Administrative Fees	\$ 3,287,270	\$ 2,765,329
Interest on expendable funds	303,819	519,974
Gift and non-gift fees	255,648	239,234
Transfers from Budget Surplus, Cash or Reserves	407,495	305,410
Miscellaneous Income/transfers in		198,079
<b>Total Source of Foundation Funds</b>	<b>\$ 4,254,232</b>	<b>\$ 4,028,026</b>
<b><i>Projected Use of Foundation Funds:</i></b>		
Salaries and Benefits	\$ 154,327	\$ 40,453
Operating Expenses	1,621,249	1,386,870
Foundation Support to the University	654,617	698,405
Scholarships	1,824,039	1,902,298
<b>Total Use of Foundation Funds</b>	<b>\$ 4,254,232</b>	<b>\$ 4,028,026</b>
<b>Net Budget overage/(shortfall)</b>	<b>-</b>	<b>\$ -</b>

**Florida Atlantic University Foundation, Inc.  
5-year Budget Comparison**

<b>Source of Funds from Foundation:</b>	<b>2013 Approved Budget</b>	<b>2014 Approved Budget</b>	<b>2015 Amended Budget</b>	<b>2016 Amended Budget</b>	<b>2017 Approved Budget</b>
Endowment Administrative Fees	\$ 2,567,257	\$ 2,674,578	\$ 2,961,772	\$ 3,287,270	\$ 2,765,329
Interest on expendable funds	227,652	226,000	241,400	303,819	519,974
Gift and non-gift fees	80,113	276,000	212,000	255,648	239,234
Unrestricted Cash Gifts	-	65,129	-	-	-
Transfers from Budget Surplus, Cash or Reserves	267,408	380,453	286,988	407,495	305,410
Prior year projected budget surplus carryforward	99,284	-			
Miscellaneous Income/transfers in		-			198,079
<b>Total Source of Foundation Funds</b>	<b>\$ 3,241,714</b>	<b>\$ 3,622,160</b>	<b>\$ 3,702,160</b>	<b>\$ 4,254,232</b>	<b>\$ 4,028,026</b>
<b>Projected Use of Foundation Funds:</b>					
Salaries and Benefits	\$ 1,591,560	\$ 1,837,999	\$ 1,680,122	\$ 154,327	\$ 40,453
Operating Expenses	1,269,709	1,348,716	1,500,056	1,621,249	1,386,870
Foundation Support to the University	380,445	435,445	521,982	654,617	698,405
Scholarships			-	1,824,039	1,902,298
<b>Total Use of Foundation Funds</b>	<b>\$ 3,241,714</b>	<b>\$ 3,622,160</b>	<b>\$ 3,702,160</b>	<b>\$ 4,254,232</b>	<b>\$ 4,028,026</b>
<b>Net Budget overage/(shortfall)</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>