



Item: BF: A-2b

Tuesday, June 8, 2021

**SUBJECT: APPROVAL OF THE 2021-22 FLORIDA ATLANTIC UNIVERSITY
RESEARCH CORPORATION OPERATING BUDGET.**

PROPOSED Board ACTION

Approval of the 2021-22 Florida Atlantic University Research Corporation's (FAURC) Operating Budget; and, authorize the University President to amend this budget as appropriate during the fiscal year consistent with the FAURC's directives and guidelines.

BACKGROUND INFORMATION

The FAURC By-laws, amended May 18, 2011, require the preparation of an annual budget. The budget must be prepared annually and be approved by the FAURC Board of Directors and the University President, a member of the FAURC Board of Directors. The Board of Trustees must approve the Corporation's budget before it can be enacted.

During the March 31, 2021 FAURC Board meeting, this budget was approved.

IMPLEMENTATION PLAN/DATE

July 1, 2021.

FISCAL IMPLICATIONS

N/A.

Supporting Documentation: Proposed 2021-22 FAURC Operating Budget

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Florida Atlantic University Research Corporation Proposed Operating Budget FY22

	Operating	Total
Operating Revenues:		
Nongovernmental grants and contracts	85,000	85,000
Royalties	111,000	111,000
Total Revenues	196,000	196,000
Operating Expenses:		
Contractual and program expenses	133,780	133,780
Royalty Expenses	71,220	71,220
Total Operating Expenses	205,000	205,000
Net Operating Income	(9,000)	(9,000)
Nonoperating Revenues (Expenses):		
Investment Income	9,000	9,000
Depreciation	-	-
Bond Interest Expense	-	-
Bond Payment	-	-
Total Nonoperating Income (Expense)	9,000	9,000
Net Income (Financial Statement-Accrual)	\$ -	\$ -



FAU Research Corporation Budget & Actuals (FY20-FY22)

	FY20 Budget	FY20 Actuals	FY21 Budget	FY21 Projected	FY22 Budget
Operating Revenues:					
Nongovernmental grants & contracts	10,000	133,145	20,000	50,904	85,000
Royalties	286,835	147,737	174,000	93,247	111,000
Other operating revenue		21,951		-	-
Total Operating Revenues	296,835	302,833	194,000	144,151	196,000
Operating Expenses:					
Contractual & Program Expenses	120,000	264,775	95,088	70,789	133,780
Royalty Expenses	176,288	93,283	110,212	58,629	71,220
Total Operating Expenses	296,288	358,058	205,300	129,418	205,000
Net Operating Income	547	(55,225)	(11,300)	14,733	(9,000)
Non-Operating Revenues (Expenses):					
Investment Income	11,500	24,585	11,300	9,300	9,000
Total Non-Operating Income (Expense)	11,500	24,585	11,300	9,300	9,000
Net Income (Financial Statement-Accrual)	\$ 12,047	\$ (30,640)	\$ -	\$ 24,033	\$ -



Five-Year Budget - FAURC

	Budget FY 2018		Budget FY 2019		Budget FY 2020		Budget FY 2021		Budget FY 2022	
	Operations	Total	Operations	Total	Operations	Total	Operations	Total	Operations	Total
Operating Revenues:										
Nongovernmental grants and contracts	10,000	10,000	10,000	10,000	10,000	10,000	20,000	20,000	85,000	85,000
Royalties	225,000	225,000	150,000	150,000	286,835	286,835	174,000	174,000	111,000	111,000
Total Operating Revenues	235,000	235,000	160,000	160,000	296,835	296,835	194,000	194,000	196,000	196,000
Operating Expenses:										
Contractual and program expenses	172,502	172,502	92,500	92,500	120,000	120,000	95,088	95,088	133,780	133,780
Royalty expenses	150,000	150,000	75,000	75,000	176,288	176,288	110,212	110,212	71,220	71,220
Total Operating Expenses	322,502	322,502	167,500	167,500	296,288	296,288	205,300	205,300	205,000	205,000
Net Operating Income	(87,502)	(87,502)	(7,500)	(7,500)	547	547	(11,300)	(11,300)	(9,000)	(9,000)
Nonoperating Revenues (Expenses):										
Investment Income	7,500	7,500	7,500	7,500	11,500	11,500	11,300	11,300	9,000	9,000
Total Non-Operating Income (Expense)	7,500	7,500	7,500	7,500	11,500	11,500	11,300	11,300	9,000	9,000
Net Income (Financial Statement-accrual)	(\$80,002)	(\$80,002)	\$0	\$0	\$12,047	\$12,047	\$0	\$0	\$0	\$0