



Item: BF: I-2

BUDGET AND FINANCE COMMITTEE

Tuesday, November 14, 2023

SUBJECT: UNIVERSITY BUDGET MODEL REDESIGN UPDATE

PROPOSED COMMITTEE ACTION

Information Only

BACKGROUND INFORMATION

Mr. Jayson Iroff, VP of Financial Affairs, will give an update on the University Budget Model Redesign.

IMPLEMENTATION PLAN/DATE

N/A

FISCAL IMPLICATIONS

N/A.

Supporting Documentation: N/A

Presented by: Mr. Jayson Iroff, VP Financial Affairs and CFO

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Florida Atlantic University

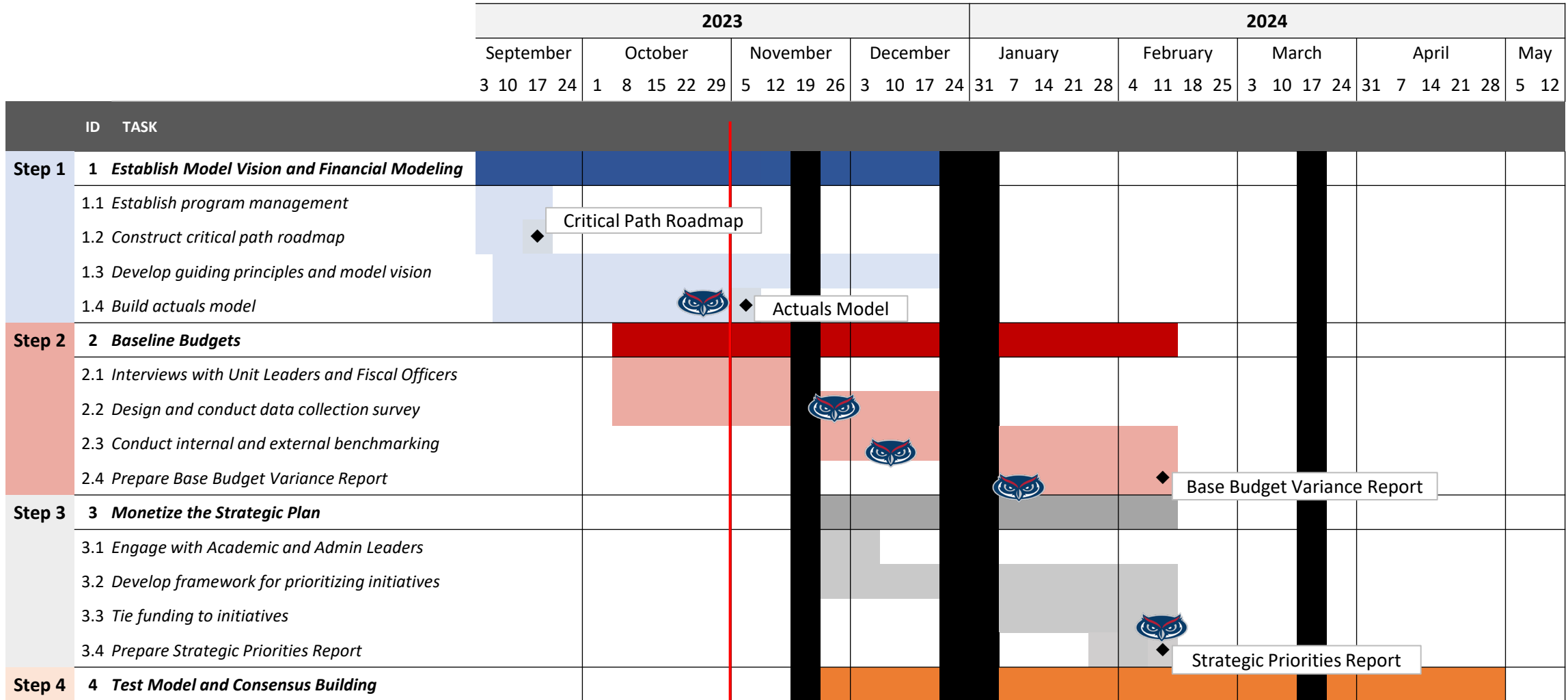
Phase II: Budget Design and Testing

WEEK 9 STATUS REPORT


NOVEMBER 3, 2023



Phase II | Project Timeline



Today

 Steering Committee Meetings

Phase II | Meeting Schedule

Name	Title / Focus Area	Date (all times ET)	Location
Senior Leadership			
ELT		TBD	PC/ELT Meeting
Board of Trustees		Wed 1/31 TBD	
Steering Committee			
Meeting #1 - October	Kickoff Meeting, Project Overview, and Guiding Principles Alignment	Wed 10/25 10a-12p	President Conference Room
Meeting #2 - November	Direct and General Revenue Allocation Approach, and Re-basing Considerations	Wed 11/15 TBD	
Meeting #3 - December	Revenue Allocations	Wed 12/20 TBD	
Meeting #4 - January	Cost allocations, IDCs, and Central Funding	Wed 1/17 TBD	
Meeting #5 - February	Carryforward Policy and Overhead Cost Pools	Wed 2/21 TBD	
Meeting #6 - March	Cost Allocations and Model Scenario Assumptions	Wed 3/20 TBD	
Meeting #7 - April	Finalize Model Assumptions	Wed 4/17 TBD	
Meeting #8 - May	Finalize Model and Campus Engagement	Wed 5/15 TBD	

Guiding Principles | Why do we need Guiding Principles for Budget Redesign?

1

*They keep us focused on our shared goals
for our budget model*

2

*They foster alignment among
the University's leaders*

3

*They help us make critical decisions
along the redesign journey*

4

*They synthesize a variety of
perspectives across the
University*

Guiding Principles | Group Exercise - Final Results

Instructions: Please allocate your points to one or more GPs that are most important from your perspective. You may write-in your own proposed GP below. Not every row requires a vote. Please do not exceed 5 points in total across all rows.

Points	Proposed Guiding Principle	Definition
7	Advance FAU's Mission	Work together as a team to create a dynamic model that advances FAU's values and vision
12	Enable Transparency and Simplicity	Provide visibility into sources and uses of funds and the drivers behind financial decision-making while fostering accountability
5	Balance Predictability with Flexibility	Enable predictable, forward-looking financial planning, while balancing the whole with the sum of its parts
10	Reward Innovation	Promote investment in operational and entrepreneurial activities aligned to strategic priorities that advances student outcomes and success
6	Incentivize Growth/Improvement Commensurate with Quality	Incentivize enrollment, student credit hours, and other measures (e.g., research, state metrics) while advancing a culture that rewards performance
	One FAU	We will come together as one team and do what is best for FAU
	Promote Accountability	Foster decision-making authority commensurate with financial responsibility
	Empower Decision-making	Empower people-centered, value-based and data-informed decision-making
	Keep it Simple	Be simple to use, understand, maintain, and replicate that enhances management decision-making and long-range planning
	Align on Single Version of Truth	Establish common understanding and elevate financial literacy of resource management
	Incentivize Partnerships	