

FY 2015 General Fund Year-End Report and FY 2017 Budget Calendar

BOG Budget & Finance
Committee
January 29, 2015

FY 2015 General Fund Budget Summary

- FY 2015 General Fund ended with a decrease in fund balance of -\$4.1 M
 - Revenues \$11.5 M, (2.0%) above budget (positive variance)
 - ICR, Tuition & Fees had a positive variance to budget as a result of enrollment above projections and a slightly better federal funding environment.
 - Expenditures & Transfers \$15.6 M, (2.7%) above budget (negative variance)
 - Transfers, salaries, fringe benefits, financial aid, utilities, and use of one-time funds all contributed to the negative variance on the expenditure budget.

- During FY 2015, there were two unique one-time expenditures that contributed to the overall decrease in fund balance. These two expenditures totaled \$11.8 M.

(in millions)	Approved Budget	Actual Results	Surplus/Shortfall	
			\$	#
Total Revenue	\$582,747.9	\$594,218.5	\$11,470.6	2.0%
Total Expend. & Transfers	\$582,747.9	\$598,307.6	(\$15,559.7)	-2.7%
Variance			(\$4,089.1)	

FY 2015—Budget to Actual Review--Revenues

- Revenue Changes

– State Appropriation	no change
– Tuition & Fees	\$8.9 M (2.5%)
• Enrollment increases greater than projected	
– ICR & Other Revenues	\$2.6 M (6.3%)
• Research activity was better than budgeted	
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– Total	\$11.5 M (2.0%)

FY 2015—Budget to Actual Review--Expenditures

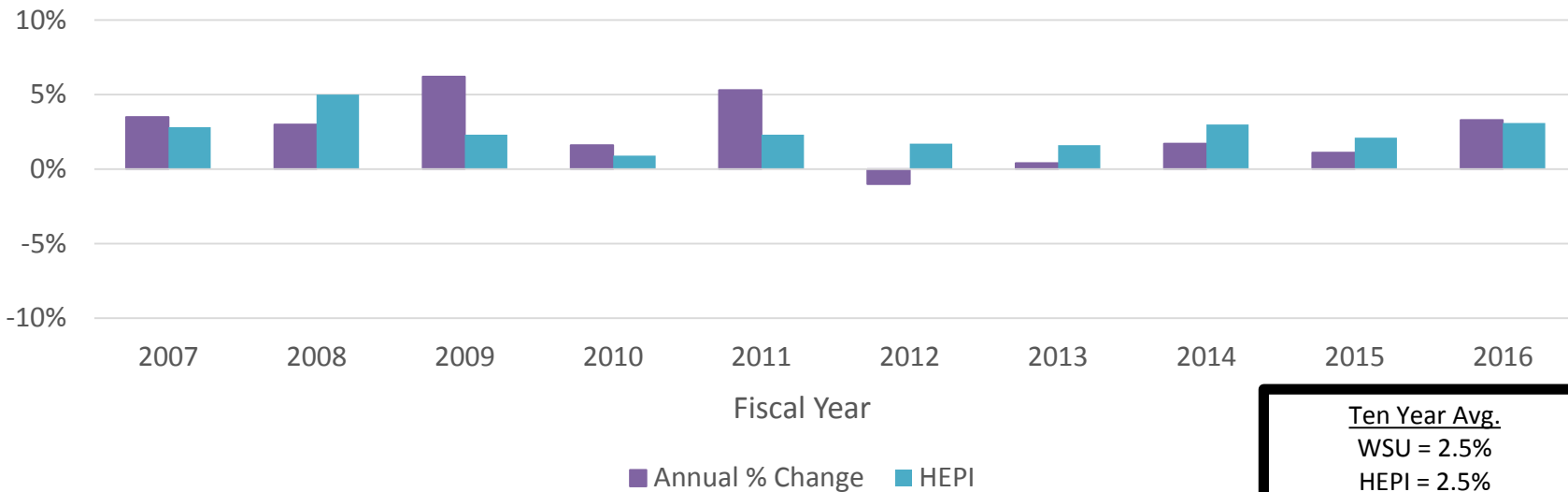
• Expenditure Changes

- Compensation & Fringes Benefits (-\$16.8 M) {-4.2%}
 - Costs of early retirement program (\$8M), additional hiring for Capital Campaign; part-time non-academic positions; fringe benefit costs were greater than expected

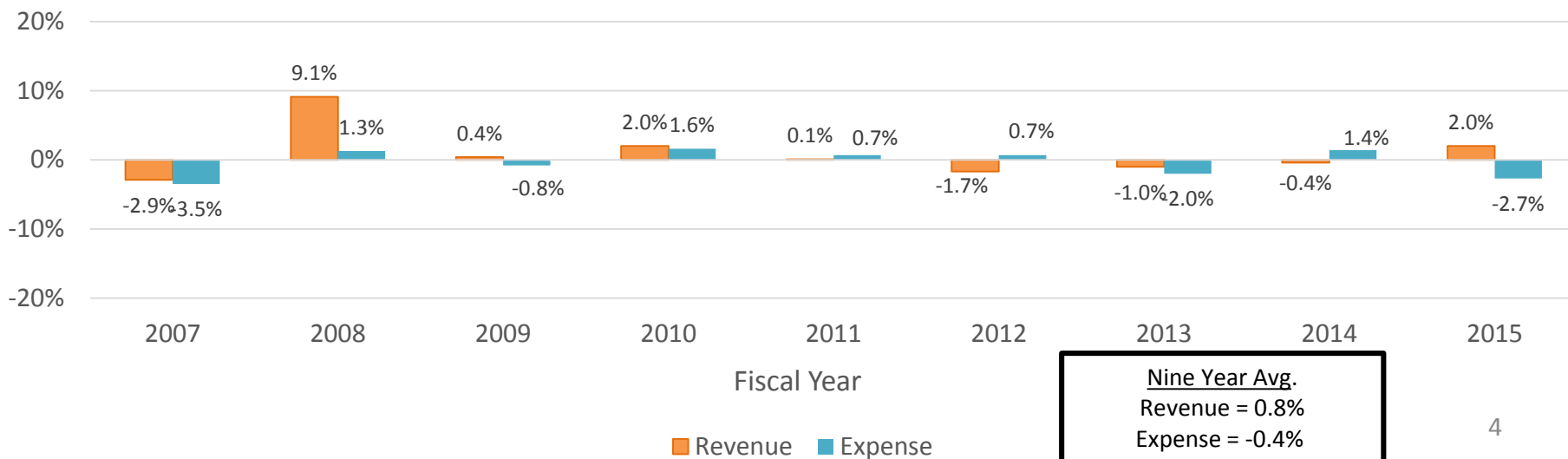
 - Facilities Services \$4.1 M {9.2%}
 - Rate changes were more favorable than budgeted due to changes from PLD to DTE

 - General Operating & Other (-\$1.6 M) {-1.8%}
 - This includes a transfer (\$5M) to plant to cover previous obligations
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- TOTAL (unfavorable) (-\$15.6 M) {-2.7%}

General Fund Revenue, % Change



Budget vs. Actual, Variance



FY 2017 Budget Calendar

- **January**

- January 29th BOG Meeting
 - FY 2015 Year-End Budget Analysis
 - State of Michigan Budget Outlook from Revenue Conference

- **April**

- April 1st BOG Meeting
 - Presentation and Approval of Housing Rates

- **May**

- May 6th BOG Meeting
 - Presentation and Approval of School of Medicine Tuition rates

- **June**

- June 24th BOG Meeting
 - Presentation of FY 2017 General Fund Budget
 - Presentation of FY 2017 Auxiliary Fund Budget
 - Presentation of FY 2017 Tuition & Fee Rates