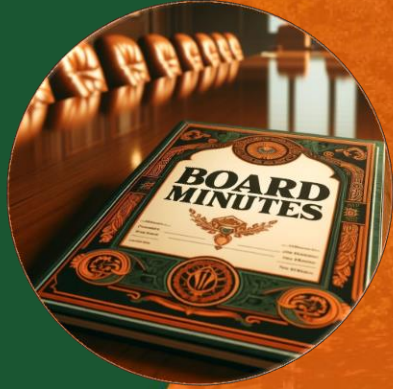


September 12, 2024

Trustee Craig Reed

Budget, Finance and Facilities Report





Action Item I

Minutes from the May 29, 2024
Committee Meeting

Strike, Strike, and **Strike Again!**



Action Item II

Final 2024-2025 Operating Budget

Strike, Strike, and **Strike Again!**

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Final 2024-2025 Operating Budget

Rationale/Summary:

Pursuant to the Board of Trustees Policy 2005-05, Preparation and Submission of Budget, the FY 2024/25 operating budget must be approved by the University's Board of Trustees (BOT).

Recommendation: It is recommended that the Board of Trustees approve the FY 2024/25 Operating Budget and delegate to the University President, the authority to amend these budgets as appropriate during the fiscal year consistent with Legislative, Board of Governors' and Board of Trustees' directives and guidelines.

Florida A&M University
STATE UNIVERSITY SYSTEM OF FLORIDA
2024-2025 OPERATING BUDGET
SUMMARY SCHEDULE I

	Education & General ¹	Contracts & Grants ²	Auxiliaries ³	Local Funds ⁴							Faculty Practice Plan ⁵	Summary Totals
				Student Activities	Student Financial Aid	Concessions	Intercollegiate Athletics	Technology Fee	Self-Insurance	Board - Approved Fees		
1 Beginning Fund Balance :	\$ 68,013,882	\$ 4,591,713	\$ 51,102,306	\$ 570,441	\$ 14,720,290	\$ 614,358	\$ 1,020	\$ 558,274	\$ -	\$ -	\$ -	\$ 140,172,284
2												
3 Receipts/Revenues												
4 General Revenue	\$ 120,084,777											\$ 120,084,777
5 Lottery	\$ 36,082,404											\$ 36,082,404
6 Student Tuition	\$ 67,801,614											\$ 67,801,614
7 Phosphate Research												\$ -
9 Other U.S. Grants		\$ 91,342,837										\$ 91,342,837
10 City or County Grants												\$ -
11 State Grants		\$ 560,935	\$ 57,144		\$ 244,322							\$ 862,401
12 Other Grants and Donations		\$ 7,542,950			\$ 40,159,746		\$ 450,000					\$ 48,152,696
13 Donations / Contrib. Given to the State												\$ -
14 Sales of Goods / Services			\$ 37,741,327				\$ 5,583,654					\$ 43,324,981
15 Sales of Data Processing Services												\$ -
16 Fees			\$ 5,619,550	\$ 3,592,000	\$ 3,520,436		\$ 4,350,000	\$ 1,295,000				\$ 18,376,986
17 Miscellaneous Receipts		\$ 1,550,000	\$ 12,026,553		\$ 10,301,596	\$ 180,000	\$ 1,230,000					\$ 25,288,149
18 Rent												\$ -
19 Concessions												\$ -
20 Assessments / Services												\$ -
21 Other Receipts / Revenues ⁶												\$ -
22 Subtotal	\$ 223,968,795	\$ 100,996,722	\$ 55,444,574	\$ 3,592,000	\$ 54,226,100	\$ 180,000	\$ 11,613,654	\$ 1,295,000	\$ -	\$ -	\$ -	\$ 451,216,845
23 Transfers In			\$ 12,082,358									\$ 12,082,358
24 Total - Receipts / Revenues:	\$ 223,968,795	\$ 100,996,722	\$ 67,526,932	\$ 3,592,000	\$ 54,226,100	\$ 180,000	\$ 11,613,654	\$ 1,295,000	\$ -	\$ -	\$ -	\$ 463,399,203
25												
26 Operating Expenditures												
27 Salaries and Benefits	\$ 166,015,066	\$ 28,227,766	\$ 14,408,727	\$ 372,240	\$ 456,639		\$ 4,514,167					\$ 213,994,605
28 Other Personal Services	\$ 6,505,489	\$ 12,434,651	\$ 4,894,221	\$ 157,760	\$ 201,377		\$ 700,000					\$ 24,893,498
29 Expenses	\$ 46,499,321	\$ 48,635,180	\$ 36,651,244	\$ 1,712,526	\$ 53,592,486	\$ 324,749	\$ 6,149,287	\$ 1,365,609				\$ 194,930,402
30 Operating Capital Outlay	\$ 50,704	\$ 4,618,145	\$ 778,953					\$ 25,000				\$ 5,472,802
31 Risk Management	\$ 1,837,926											\$ 1,837,926
32 Financial Aid	\$ 624,417											\$ 624,417
33 Scholarships												\$ -
34 Waivers	\$ 130,838											\$ 130,838
35 Finance Expense												\$ -
36 Debt Service	\$ 1,514,846											\$ 1,514,846
37 Salary Incentive Payments												\$ -
38 Law Enforcement Incentive Payments	\$ 14,799											\$ 14,799
39 Library Resources	\$ 775,389											\$ 775,389
40 Institute of Government												\$ -
41 Regional Data Centers - SUS												\$ -
42 Black Male Explorers Program												\$ -
43 Phosphate Research												\$ -
44 Other Operating Category (Provide Details)												\$ -
45 Total Operating Expenditures :	\$ 223,968,795	\$ 93,915,742	\$ 56,733,145	\$ 2,242,526	\$ 54,250,502	\$ 324,749	\$ 11,363,454	\$ 1,390,609	\$ -	\$ -	\$ -	\$ 444,189,522
46												

Florida A&M University
STATE UNIVERSITY SYSTEM OF FLORIDA
2024-2025 OPERATING BUDGET
SUMMARY SCHEDULE I

	Education & General ¹	Contracts & Grants ²	Auxiliaries ³	Local Funds ⁴							Faculty Practice Plan ⁵	Summary Totals
				Student Activities	Student Financial Aid	Concessions	Interscholastic Athletics	Technology Fee	Self-Insurance	Board - Approved Fees		
47 Non-Operating Expenditures (*Amounts provided as provisional estimates pending final approval and certification of Carryforward Spending Plan and Fixed Capital Outlay Budget at a later date)												
48 * Carryforward (From Prior Period Funds)	\$ 49,536,136											\$ 49,536,136
49 * Fixed Capital Outlay	\$ 2,800,000								\$ 92,400			\$ 2,892,400
50 Transfers Out ⁶		\$ 7,026,016	\$ 18,668,545	\$ 1,800,496	\$ 24,572							\$ 27,519,629
51 Other ⁷												\$ -
52 Total Non-Operating Expenditures:	\$ 52,336,136	\$ 7,026,016	\$ 18,668,545	\$ 1,800,496	\$ 24,572	\$ -	\$ -	\$ 92,400	\$ -	\$ -	\$ -	\$ 79,948,165
53												
54 Ending Fund Balance :	\$ 15,677,746	\$ 4,646,677	\$ 43,227,548	\$ 119,419	\$ 14,671,316	\$ 469,609	\$ 251,220	\$ 370,265	\$ -	\$ -	\$ -	\$ 79,433,800
55												
56 Fund Balance Increase / Decrease :	\$ (52,336,136)	\$ 54,964	\$ (7,874,758)	\$ (451,022)	\$ (48,974)	\$ (144,749)	\$ 250,200	\$ (188,009)	\$ -	\$ -	\$ -	\$ (60,738,484)
57 Fund Balance Percentage Change :	-76.95%	1.20%	-15.41%	-79.07%	-0.33%	-23.56%	24529.41%	-33.68%	#DIV/0!	#DIV/0!	#DIV/0!	-43.33%

1. The Education and General budget funds the general instruction, research, and public service operations of the universities. Universities have accumulated ending fund balances for activities such as the implementation and maintenance of Enterprise Resource Program systems, contingency for unfunded enrollment growth, potential budget reductions, anticipated increases in utilities, and prior year encumbrances (recorded, estimated liability at year-end for ordered or received goods or services), and compliance with Section 1011.45 F.S. on maintaining a 7% reserve.
2. The Contracts and Grants budget contains activities in support of research, public service, and training. Large fund balances are due to the timing of receipt of Federal contracts or grants.
3. Auxiliaries are ancillary support units on each university campus. Some of the major activities include housing, food services, book stores, student health centers, facilities management, and computer support. Ending fund balances includes financial activities such as debt service payments, reserve, repair and replacement reserves for future maintenance costs, construction/renovation of auxiliary facilities, and prior year encumbrances.
4. Local funds include the following university activities:
 - a. Student Activities - Supported primarily by the student activity and service fee and funds operations of the student government, cultural events, organizations, and intramural/club sports.
 - b. Financial Aid - This activity represents the financial aid amounts for which the university is fiscally responsible. Examples include: student financial aid fee, bright futures, federal grants, college work study, and scholarships. The ending fund balance represents a timing difference between the receipts of funds and disbursement to the students.
 - c. Concessions - These resources are generated from various vending machines located on the university campuses.
 - d. Athletics - Revenues are primarily derived from the student athletic fee, ticket sales, and sales of goods. Sufficient fund balances are maintained to provide the necessary support for ongoing athletic activities.
 - e. Technology fee - Collections are used to enhance instructional technology resources for students and faculty.
 - f. Self-Insurance Program - These programs are directed by the respective self-insurance councils and the captive insurance companies (These companies underwrite the risks of its owner and the owner's affiliates.). These activities are supported by premiums charged to the insured individuals and entities (primarily medical faculty and institutions).
 - g. Board-Approved Fees - Student fees proposed by each university and authorized by the Board of Governors to address specific student-based needs not addressed through another service or fee.
5. Faculty Practice - The Faculty Practice Plan collects and distributes income from faculty billings for patient services provided in conjunction with state university medical school programs.
6. Other Receipts/Revenues includes categories such as interest, penalties, refunds, admissions, fines, taxes, etc.
7. Other Non-Operating Expenditures includes categories such as refunds, payment of sales taxes, or indirect costs.

Action Item III

FY2024-2025 University Carryforward Spending Plan
and Fixed Capital Outlay Budget

Strike, Strike, and **Strike Again!**

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FY2024-2025 University Carryforward Spending Plan and Fixed Capital Outlay Budget

Rationale/Summary:

- Florida Statutes Section 1011.45(2)
- Florida Statutes Section 1011.45(3)
- **E&G Carryforward Balance Less 7% Statutory Reserve Requirement (Amount Requiring Approved Spending Plan): \$52 million**
- **Fixed Capital Outlay Budget Total: \$226 million**

Recommendation: It is recommended that the Board of Trustees approve the FY2024-2025 Carryforward Spending Plan and the Fixed Capital Outlay Budget.

Action Item IV

South Central Utility Plant – Additional Contract Authority

Strike, Strike, and **Strike Again!**

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South Central Utility Plant – Additional Contract Authority

Rationale/Summary:

- The Board of Trustees previously approved contract authority at the May 29, 2024, meeting for this project not to exceed \$8 million.
- Additional funds up to \$1.6 million are required based on bids received and alternate bid items included in the solicitation.
- These additional funds will be funded using the infrastructure funds previously allocated to the university.
- The construction documents have been completed to construct a new South Central Utility Plant to expand the chilled water distribution to the southern portion of the University campus.

Recommendation: We recommend that the Board of Trustees approve and authorize the President to execute the necessary contracts and agreements with (RAM Construction & Development, LLC for additional spending authority, not to exceed \$1,600,000. These contracts will be executed after the Board's approval and review and comments by the Office of General Counsel.

Strike, Strike, and Strike Again!

South Central Utility Plant – Additional Contract Authority

South Campus Chiller Plant Projected Project Schedule

- ❖ 90% CD submitted
- ❖ Pre-bid 90%CD - 4/30/24
- ❖ Bid open – 5/22/24
- ❖ 100% CD – 06/22/2024
- ❖ GMP Submitted July 2024
- ❖ The permit application has been submitted
- ❖ Construction to start September 2024
- ❖ Substantial Completion September 2025



Strike, Strike, and Strike Again!



Action Item V

Approval of Campus Development Agreement

Strike, Strike, and **Strike Again!**

FAMU [FLORIDA
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Approval of Campus Development Agreement

Rationale/Summary:

- The Board of Trustees approved the 2020-2030 Campus Master Plan Update at the October 12, 2023, meeting.
- The University must enter into a Campus Development Agreement with the Host Community – the City of Tallahassee.
- On August 21, 2024, the 2020-2030 Florida A&M University Campus Master Plan and Campus Development Agreement were presented to the City of Tallahassee Commission for the first of two required public hearings.
- The second public hearing is scheduled for September 25, 2024.

Recommendation: We recommend that the Board of Trustees approve and authorize the President to execute the necessary contracts and agreements between Florida A&M University and The City of Tallahassee, approving the Florida A&M University 2020-2030 Campus Development Agreement in accordance with Florida Statute 1013.30. These contracts will be executed after the Board's approval and review by the Office of General Counsel.

Approval of Campus Development Agreement

Tasks Completed

- Phases I – VI
- Informal Public Meeting
- 1st Public Hearing (Feb. 2023)
- Transmitted Master Plan to State Agencies & Host Community
- Received comments
- Attended Public Hearings held by Host Community
- Continued preparation of the Campus Development Agreement with Host Community
- Attended Public Hearing held by City of Tallahassee Commission for Adoption of the Campus Development Agreement (1st Hearing August 2024)

Tasks to be Completed

- Attend Public Hearings to be held by the City of Tallahassee Commission for Adoption of Campus Development Agreement (2nd Hearing September 2024)
- Execute Campus Development Agreement