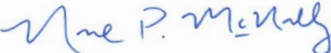


MEMORANDUM

TO: YSU Labor Management Council

CC: YSU Budget Advisory Council
YSU University Administrative Council

FROM: Neal P. McNally 
Vice President for Finance & Business Operations










SUBJECT: Budget updates

DATE: September 26, 2017

Due to a scheduling conflict, I am unable to provide a budget update at the September 27th LMC meeting. In my absence, please accept this written update.

FY 2017 (prior year):

- For the fiscal year that ended on June 30, 2017, the university ended with a positive operating balance in all budgeted funds, as depicted in the table below.
- On September 7th, the Board of Trustees approved transferring the fee-based funds to the appropriate carry-forward fund, ensuring that the funds will be used in a manner consistent with the purpose of each fee.
- The Trustees also approved transferring the general fund portion to a strategic investment fund. The Budget Advisory Council will make recommendations for how to allocate these one-time dollars in a manner consistent with the notion of shared governance.

	GENERAL FUNDS					AUXILIARY FUNDS				
	General Fund*	Technology	College Fees	Program Fees	Information	Andrews Rec Center	Housing Services	Athletics	Kilcawley Center	Parking Services
		Lab/Materials Fees			Services Fees					
Revenue	\$144,360,144	\$3,475,009	\$1,958,198	\$392,232	\$2,576,660	\$61,119	\$11,103,634	\$3,361,884	\$889,552	\$3,332,847
Expenses	123,837,519	2,444,876	1,311,091	189,717	1,518,739	1,315,721	8,082,427	14,524,194	1,649,046	2,284,400
Transfers Out / (In)	19,059,786	243,797	256,904	9,224	16,908	(1,340,632)	2,777,340	(11,162,310)	(947,659)	558,397
Total Exp & Transfers	142,897,305	2,688,673	1,567,995	198,941	1,535,647	(24,911)	10,859,767	3,361,884	701,387	2,842,797
Net balance / (deficit)	\$1,462,839	\$786,336	\$390,203	\$193,291	\$1,041,013	\$86,030	\$243,867	\$0	\$188,165	\$490,050
Operating Margin:	1.01%									
										
	Strat. Investment Reserve Fund	Carry-Fwd Fund	Carry-Fwd Fund	Carry-Fwd Fund	IT Master Plan	Andrews Plant Res.	Housing Plant Res.	KC Plant Res.	Parking Plant Res.	
Current balance	\$0	\$1,720,116	\$1,118,810	\$959,052	\$550,938	\$613,373	\$2,702,831	\$1,405,529	\$2,513,902	
Balance after transfer	\$1,462,839	\$2,506,452	\$1,509,013	\$1,152,343	\$1,591,951	\$699,403	\$2,946,698	\$1,593,694	\$3,003,952	

*General Fund includes distance learning fees and scholarship funds.

FY 2018 (current year):

- While the university's FY 2018 budget is based on full-time equivalent (FTE) enrollment growth of 2%, actual FTE enrollments are just 0.4% higher than last fall. Consequently, a revenue shortfall of approximately \$1.5 million is projected for FY 2018.
- The financial provisions that are expected to be included in the new OEA Faculty contract will add costs above and beyond what the university has budgeted for.
- Consequently, extraordinary fiscal stewardship will need to be exercised by financial managers campus-wide.

If you have any questions concerning these budget updates, please contact me by e-mail at npmcnally@ysu.edu. Thank you.