



Item: BF: A-4d

BUDGET AND FINANCE COMMITTEE

Tuesday, June 4, 2019

SUBJECT: REQUEST FOR APPROVAL OF THE 2019-20 FLORIDA ATLANTIC UNIVERSITY FOUNDATION OPERATING BUDGET.

PROPOSED COMMITTEE ACTION

Review and recommend approval of the 2019-20 FAU Foundation (FAUF) Operating Budget; and, authorize the FAUF Chief Executive Officer to amend this budget as appropriate during the fiscal year consistent with the FAUF Bylaws and with Board of Trustees' and the FAUF Board of Directors' directives and guidelines.

BACKGROUND INFORMATION

Consistent with University requirements and the FAUF Bylaws, the FAUF must prepare an annual budget. The budget must be prepared before the beginning of the University's fiscal year, approved by the FAUF Board of Directors, and recommended by the University President to the Board of Trustees for approval each year.

This proposed budget has been approved by the FAUF Board of Directors on April 25, 2019.

IMPLEMENTATION PLAN/DATE

July 1, 2019.

FISCAL IMPLICATIONS

N/A.

Supporting Documentation: Proposed 2019-20 FAUF Operating Budget

Presented by: Ms. Sharon Brown, Asst. VP Finance and Administration

Phone: 561-297-2892

Florida Atlantic University Foundation, Inc.
2-year Budget Comparison

<i>Source of Funds from Foundation:</i>	2019 Approved Budget	2020 Approved Budget	Variance
Endowment Administrative Fees	\$ 3,426,234	\$ 3,215,678	-6%
Interest on expendable funds	715,169	777,588	9%
Gift and non-gift fees	604,775	891,653	47%
Transfers from Budget Surplus	422,937	303,028	-28%
Transfers in, from Reserves or Other Sources	264,153	580,246	120%
Total Source of Foundation Funds	\$ 5,433,268	\$ 5,768,193	6%
<i>Projected Use of Foundation Funds:</i>			
Salaries and Benefits	\$ 57,980	\$ 40,000	-31%
Operating Expenses	1,569,695	1,840,850	17%
Foundation Support to the University	857,276	967,276	13%
Scholarships	2,948,317	2,920,067	-1%
Total Use of Foundation Funds	\$ 5,433,268	\$ 5,768,193	6%
Net Budget overage/(shortfall)	\$ -	\$ -	\$ -

Florida Atlantic University Foundation, Inc.
5-year Budget Comparison

<i>Source of Funds from Foundation:</i>	2016 Amended Budget	2017 Approved Budget	2018 Approved Budget	2019 Approved Budget	2020 Approved Budget
Endowment Administrative Fees	\$ 3,287,270	\$ 2,765,329	\$ 3,125,573	\$ 3,426,234	\$ 3,215,678
Interest on expendable funds	303,819	519,974	501,015	715,169	777,588
Gift and non-gift fees	255,648	239,234	349,950	604,775	661,228
Unrestricted Cash Gifts	-	-	-	-	
Transfers from Budget Surplus	407,495	305,410	367,495	422,937	230,425
Prior year projected budget surplus carryforward					303,028
Transfers in from unrestricted cash		198,079	182,000	264,153	580,246
Total Source of Foundation Funds	\$ 4,254,232	\$ 4,028,026	\$ 4,526,033	\$ 5,433,268	\$ 5,768,193
 <i>Projected Use of Foundation Funds:</i>					
Salaries and Benefits	\$ 154,327	\$ 40,453	\$ 68,300	\$ 57,980	\$ 40,000
Operating Expenses	1,621,249	1,386,870	1,497,210	1,569,695	1,840,850
Foundation Support to the University	654,617	698,405	698,405	857,276	967,276
Scholarships	1,824,039	1,902,298	2,262,118	2,948,317	2,920,067
Total Use of Foundation Funds	\$ 4,254,232	\$ 4,028,026	\$ 4,526,033	\$ 5,433,268	\$ 5,768,193
Net Budget overage/(shortfall)	-	-	-	-	