



Item: BF: A-1

BUDGET AND FINANCE COMMITTEE

Tuesday, November 16, 2021

SUBJECT: REVIEW AND APPROVAL OF THE 2022-23 PROJECTED HOUSING BUDGET.

PROPOSED COMMITTEE ACTION

Review and recommend to the Board of Trustees approval of the proposed budget for FY23.

BACKGROUND INFORMATION

The Department of Housing and Residential Life is not proposing rate increases for the 2022-23 fiscal year. FAU Housing operates as an auxiliary operation and must maintain a positive cash flow and meet minimum debt service coverage ratio as required under bond covenants.

IMPLEMENTATION PLAN/DATE

Fall 2022.

FISCAL IMPLICATIONS

N/A.

Supporting Documentation: Housing Budget FY22-23 Summary

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Florida Atlantic University Finance Corporation Housing Operating Budget FY2023

Operating Revenues:	
Pledged Revenue (95% Occupancy)	42,335,502
Operating Expenses:	
Lease Expense	-
Housing Operating Expenses	17,571,294
Other Operating Expenses & Capital	3,537,110
Total Operating Expenses	21,108,404
Net Operating Income	21,227,098
Nonoperating Revenues (Expenses):	
Investment Income	-
Depreciation	(6,500,000)
Bond Interest Expense	(10,443,282)
Bond Payment	-
Total Nonoperating Income (Expense)	(16,943,282)
Institutional Support	
UMI	(350,000)
FAU Police Salaries & Benefits	(1,200,000)
Net Income (Financial Statement-Accrual)	\$ 2,733,816
Capital Expense	\$ 1,810,311