



FLORIDA ATLANTIC UNIVERSITY

Board of Trustees

Item: BF: A-2b

BUDGET AND FINANCE COMMITTEE

Tuesday, June 4, 2024

SUBJECT: REQUEST FOR APPROVAL OF THE 2024-25 FLORIDA ATLANTIC UNIVERSITY RESEARCH CORPORATION OPERATING BUDGET.

PROPOSED COMMITTEE ACTION

Review and recommend approval of the 2024-25 Florida Atlantic University Research Corporation's (FAURC) Operating Budget; and, authorize the University President to amend this budget as appropriate during the fiscal year consistent with the FAURC's directives and guidelines.

BACKGROUND INFORMATION

The FAURC By-laws, amended May 18, 2011, require the preparation of an annual budget. The budget must be prepared annually and be approved by the FAURC Board of Directors and the University President, a member of the FAURC Board of Directors. The Board of Trustees must approve the Corporation's budget before it can be enacted.

During the March 28, 2024 FAURC Board meeting, this budget was approved.

IMPLEMENTATION PLAN/DATE

July 1, 2024.

FISCAL IMPLICATIONS

N/A.

Supporting Documentation: Proposed 2024-25 FAURC Operating Budget

Presented by: Ms. Lynn Asseff, Associate VP, Financial Management

Phone: 772-242-2395



Florida Atlantic University Research Corporation

Proposed Operating Budget Fiscal Year 25

FAU Research Corporation

Budget to Actuals

(FY23-FY25)

	FY23 Approved Budget	FY23 Actuals	FY24 Approved Budget	FY24 Projected Actuals	FY25 Proposed Budget
Operating Revenues:					
Nongovernmental Grants, Contracts & Other Operating Rev.	65,000	112,312	65,000	33,202	65,000
Royalties	115,000	56,841	100,000	115,832	100,000
Total Operating Revenues	180,000	169,153	165,000	149,034	165,000
Operating Expenses:					
Contractual & Program Expenses	105,995	147,737	105,000	61,935	115,000
Royalty Expenses	76,705	28,591	66,700	81,163	66,700
Total Operating Expenses	182,700	176,328	171,700	143,098	181,700
Net Operating Income	(2,700)	(7,175)	(6,700)	5,935	(16,700)
Non-Operating Revenues (Expenses):					
Investment Income	2,700	7,366	6,700	17,554	16,700
Total Non-Operating Income (Expense)	2,700	7,366	6,700	17,554	16,700
Net Income (Financial Statement-Accrual)	-	\$191	-	\$23,489	\$0

FAU Research Corporation Five-Year Budget

	FY21 Approved Budget	FY22 Approved Budget	FY23 Approved Budget	FY24 Approved Budget	FY25 Proposed Budget
Operating Revenues:					
Nongovernmental grants and contracts	20,000	85,000	65,000	65,000	65,000
Royalties	174,000	111,000	115,000	100,000	100,000
Total Operating Revenues	194,000	196,000	180,000	165,000	165,000
Operating Expenses:					
Contractual and program expenses	95,088	133,780	105,995	105,000	115,000
Royalty expenses	110,212	71,220	76,705	66,700	66,700
Total Operating Expenses	205,300	205,000	182,700	171,700	181,700
Net Operating Income	(11,300)	(9,000)	(2,700)	(6,700)	(16,700)
Non-Operating Revenues (Expenses):					
Investment Income	11,300	9,000	2,700	6,700	16,700
Total Non-Operating Income (Expense)	11,300	9,000	2,700	6,700	16,700
Net Income (Financial Statement-accrual)	-	-	-	-	-

FAU Research Corporation

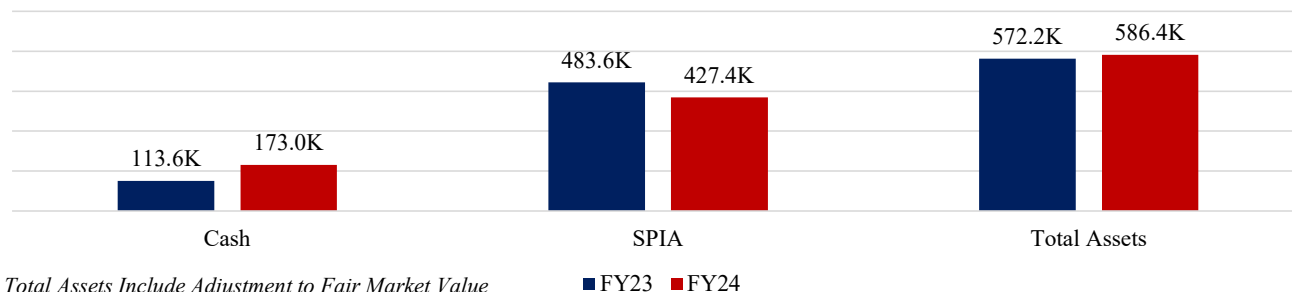
FY25 Proposed Operating Budget

FY25	
Operating Revenues:	
Nongovernmental grants and contracts	65,000
Royalties	100,000
Total Revenues	165,000
Operating Expenses:	
Contractual and program expenses	115,000
Royalty Expenses	66,700
Total Operating Expenses	181,700
Net Operating Income	(16,700)
Nonoperating Revenues (Expenses):	
Investment Income	16,700
Depreciation	
Bond Interest Expense	
Bond Payment	
Total Nonoperating Income (Expense)	16,700
Net Income (Financial Statement-Accrual)	\$0

FAU Research Corporation

Quarterly Financial Report
For Nine Months Ending 03/31/2024

Q3 Balance Sheet Insights



P&L Activity	Q3 FY24 Actuals	Q3 FY23 Actuals	FY24 to FY23 Variance
Operating Revenues:			
Nongovernmental Grants, Contracts & Other Operating Rev.	48,823	112,760	(63,937)
Royalties	82,359	33,763	48,596
Total Operating Revenues	<u>131,182</u>	<u>146,523</u>	<u>(15,341)</u>
Operating Expenses:			
Contractual & Program Expenses	(74,516)	(135,586)	61,070
Royalty Expenses	(28,681)	(12,869)	(15,812)
Total Operating Expenses	<u>(103,197)</u>	<u>(148,455)</u>	<u>45,258</u>
Net Operating Income	<u>27,985</u>	<u>(1,932)</u>	<u>29,917</u>
Non-Operating Revenues (Expenses):			
Investment Income	12,440	5,308	7,132
Total Non-Operating Income (Expense)	<u>12,440</u>	<u>5,308</u>	<u>7,132</u>
Net Income (Financial Statement-Accrual)	<u>40,425</u>	<u>3,376</u>	<u>37,049</u>

Q3 Operating Revenue

