

New Jersey Institute of Technology

FY2021 Six-Month Preliminary Budget

Public Hearing Presentation

June 17, 2020



New Jersey Institute of Technology

FY2021 Six-Month Budget Revenue Assumptions @ 5/7/20

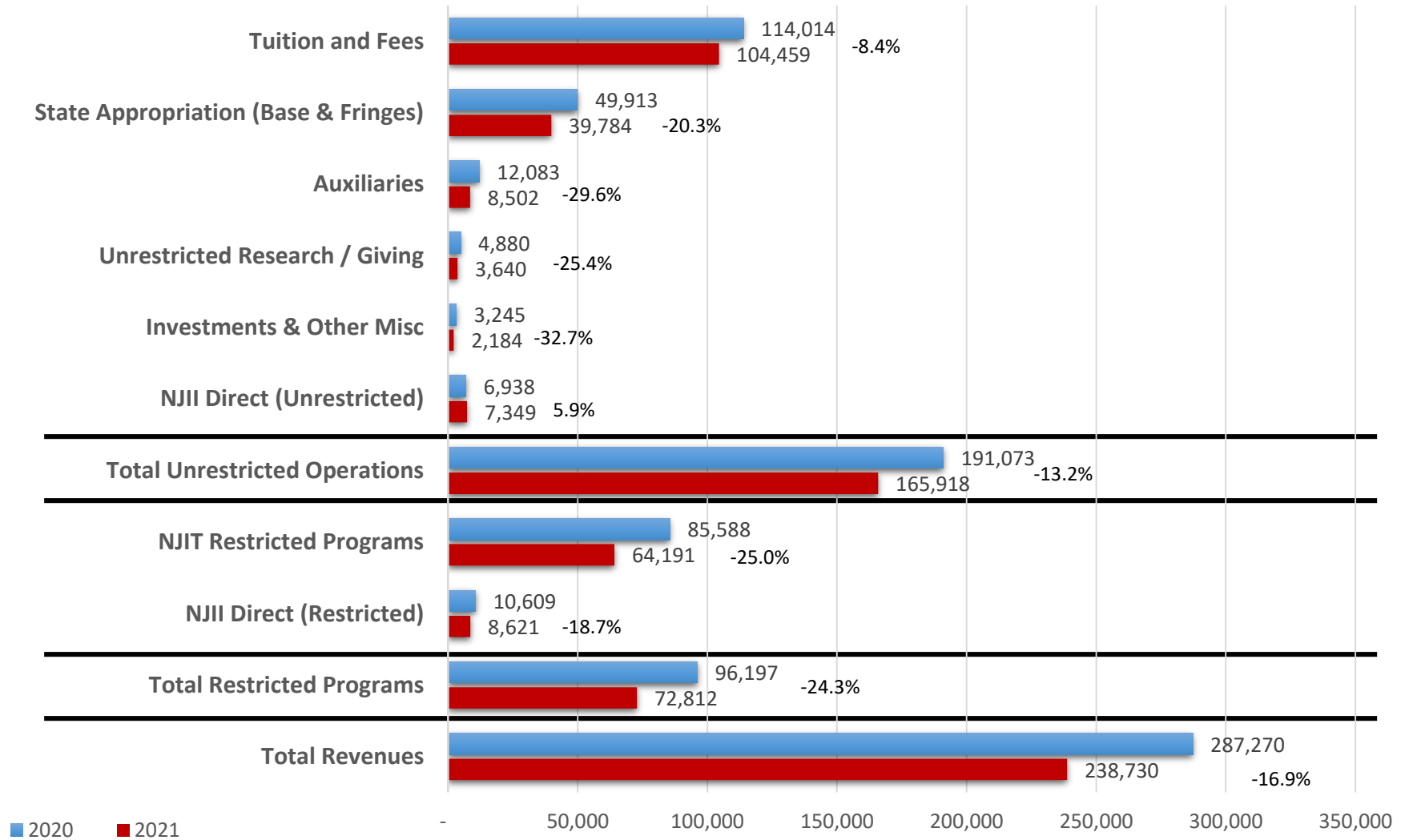
- 1) Tuition and Fees (-\$9.555M)
 - a) Enrollment decline of -493 (4.5%), UG+48 GR-541
 - b) No proposed tuition, required fee, and housing rate increases
- 2) State Appropriations (-\$10.129M)
 - a) 50% of base appropriation
 - b) 90% recovery of fringe benefits
- 3) Auxiliaries (-\$3.581M)
 - a) Residence Hall / Greek Village – 70% occupancy
 - b) 25% decline in parking revenues
- 4) Indirect Cost Recovery and Giving (-\$1.240M)
- 5) Investments and Other Miscellaneous (-\$1.061M)
- 6) NJIT Unrestricted operations (+\$0.4M)
- 7) Restricted programs (-\$23.385M)

FY2021 Six-Month Budget – Revenues

(\$'000's)

	FY20 Six-Month <u>Revenues</u>	FY21 @ 5/1 Six-Month <u>Revenues</u>	FY21 @ 5/7 Six-Month <u>Revenues</u>	FY21 @ 5/7 to FY20 Six-Month <u>Change</u>
Tuition and Fees	114,014	102,934	104,459	(9,555)
State Appropriation (Base & Fringes)	49,912	41,189	39,784	(10,129)
Auxiliaries	12,083	7,323	8,502	(3,581)
Unrestricted Research / Giving	4,880	3,640	3,640	(1,240)
Investments & Other Miscellaneous	3,245	2,184	2,184	(1,061)
Subtotal NJIT Revenues	184,135	157,270	158,569	(25,566)
NJII Unrestricted Operations	6,938	7,349	7,349	411
Total Unrestricted Revenues	191,073	164,619	165,918	(25,155)
NJIT Restricted Programs	85,588	64,191	64,191	(21,397)
NJII Direct Restricted Programs	10,609	8,621	8,621	(1,988)
Total Restricted Programs	96,197	72,812	72,812	(23,385)
Grand Total Revenues	287,270	237,431	238,730	(48,540)

FY2021 Six-Month Budget – Revenue Components (\$000's)



FY2021 Six-Month Budget Expense Assumptions @ 5/7

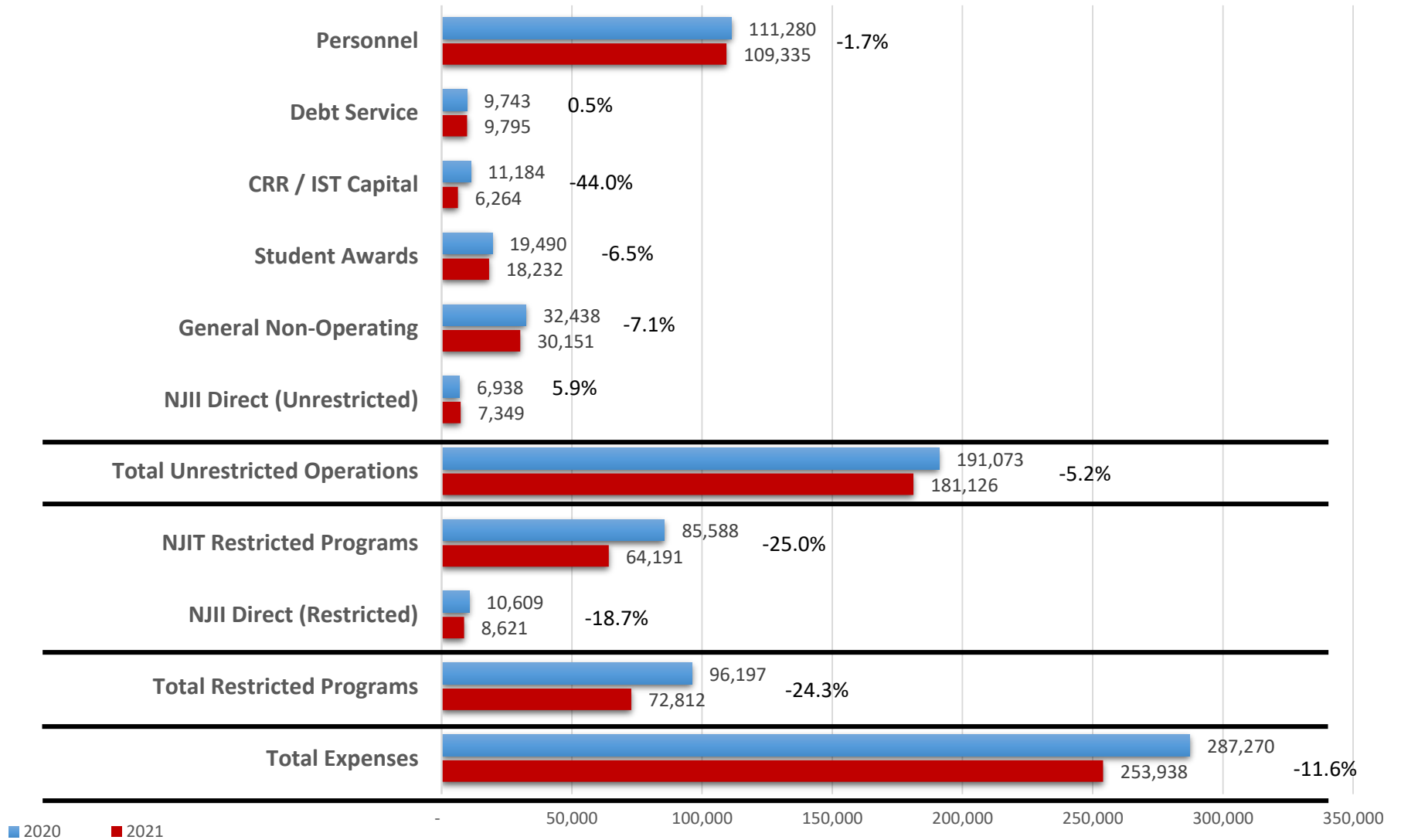
- 1) Personnel (-\$1.945M)
 - a) Salary Program Freeze
 - b) Hiring Pause
 - c) Includes 10 faculty and 15 non-tenure track faculty hires
 - d) Level funding of adjuncts and graduate UCAN students
 - e) Fringe Benefits – Full-Time = 50.4% Part-Time = 9.2% PHD UCAN = 7.0%
- 2) Debt Service (+\$0.05M) includes deferring \$15M 2015A step coupon payment
- 3) Capital Renewal & Replacement (-\$4.92M)
 - a) Facilities = \$5.1M
 - b) Information Systems & Technology = \$1.2M
- 4) Student Awards (-\$1.258M) anticipates use of an additional \$2.1M from endowment
- 5) General non-personnel reductions (-\$2.287M)
- 6) NJII Unrestricted operations (+\$0.4M)
- 7) Restricted programs (-\$23.385M)

FY2021 Six-Month Budget – Expenses

(\$'000's)

	FY20 Six-Month Expenses	FY21 @ 5/1 Six-Month Expenses	FY21 @ 5/7 Six-Month Expenses	FY21 @ 5/7 to FY20 Six-Month Change
Salaries & Wages	76,186	80,071	74,737	(1,449)
Fringe Benefits	35,094	36,159	34,598	(497)
Personnel Subtotal	111,280	116,230	109,335	(1,945)
Debt Service	9,743	9,795	9,795	52
CRR/IST Capital	11,184	7,156	6,264	(4,921)
Student Awards	19,490	20,869	18,232	(1,258)
University Reserve	-	2,000	-	-
General Non-Personnel	32,438	35,876	30,151	(2,287)
Non-Personnel Subtotal	72,855	75,696	64,442	(8,413)
Subtotal NJIT Expenses	184,135	191,926	173,777	(10,358)
NJII Unrestricted Operations	6,938	7,349	7,349	411
Total Unrestricted Expenses	191,073	199,275	181,126	(9,947)
NJIT Restricted Programs	85,588	64,191	64,191	(21,397)
NJII Direct Restricted Programs	10,609	8,621	8,621	(1,988)
Total Restricted Programs	96,197	72,812	72,812	(23,385)
Grand Total Expenses	287,270	272,087	253,938	(33,332)
Budget Surplus / (Shortfall)	0	(34,656)	(15,208)	(15,208)

FY2021 Six-Month Budget – Expense Components (\$000's)



FY2021 Six-Month Budget – Pending Factors

1. FY21 State Budget (Gov. presents on 8/25; effective 10/1/20-6/30/21)
2. NJIT Allocations and usage restrictions from COVID-19 Federal Funds:
 - a) Governor’s Emergency Education Relief Fund (GEERF)
 - b) Coronavirus Relief Fund (CRF)
 - c) Budget Recovery Bond Act (\$5 Billion Federal Loan to the State)
3. Potential for a Federal CARES Act 4 program
4. FEMA Claims Recovery
5. Fall Enrollment
6. Residence halls occupancy
7. Results of Personnel Plans

FY2021 Six-Month CRR – Facilities (\$000's)

Project Type	FY21 6-Month Budget
Annual Maintenance Projects	
Classroom Upgrades	75
Painting	20
Sidewalks and Roadways	30
Fire System Upgrades	90
Electrical and Lighting Upgrades	90
Building Envelope Repairs	1,575
HVAC Upgrades	475
Plumbing Upgrades	125
Security Systems, Doors, Locks, and Hardware	100
Residence Hall Improvements	300
Carpet and Flooring Replacement	40
Transportation Equipment Upgrades	50
Kitchen Equipment	50
Campus Wide Furniture	40
Public Safety Equipment	20
Subtotal Annual Maintenance Projects	3,080
FY21 VP Requests	
Weston Lecture Hall #2 and 1st Floor Corridor	996
Research Labs	1,000
Subtotal VP Requests	1,996
Total Capital Renewal and Replacement Funds	5,076

FY2021 Six-Month CRR – IST (\$000's)

Project Type	FY21 6-Month Budget
IST Infrastructure Fund	
IST Core Infrastructure	67
IST Networking	500
IST Teaching & Learning	500
IST Other Initiatives	120
Total Capital Renewal and Replacement Funds	1,187