

\*\*\* APPROVED July 17, 2025 \*\*\*

# FY26 OPERATING & CAPITAL BUDGET

## PRESENTED TO THE BOARD OF TRUSTEES

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July 17, 2025

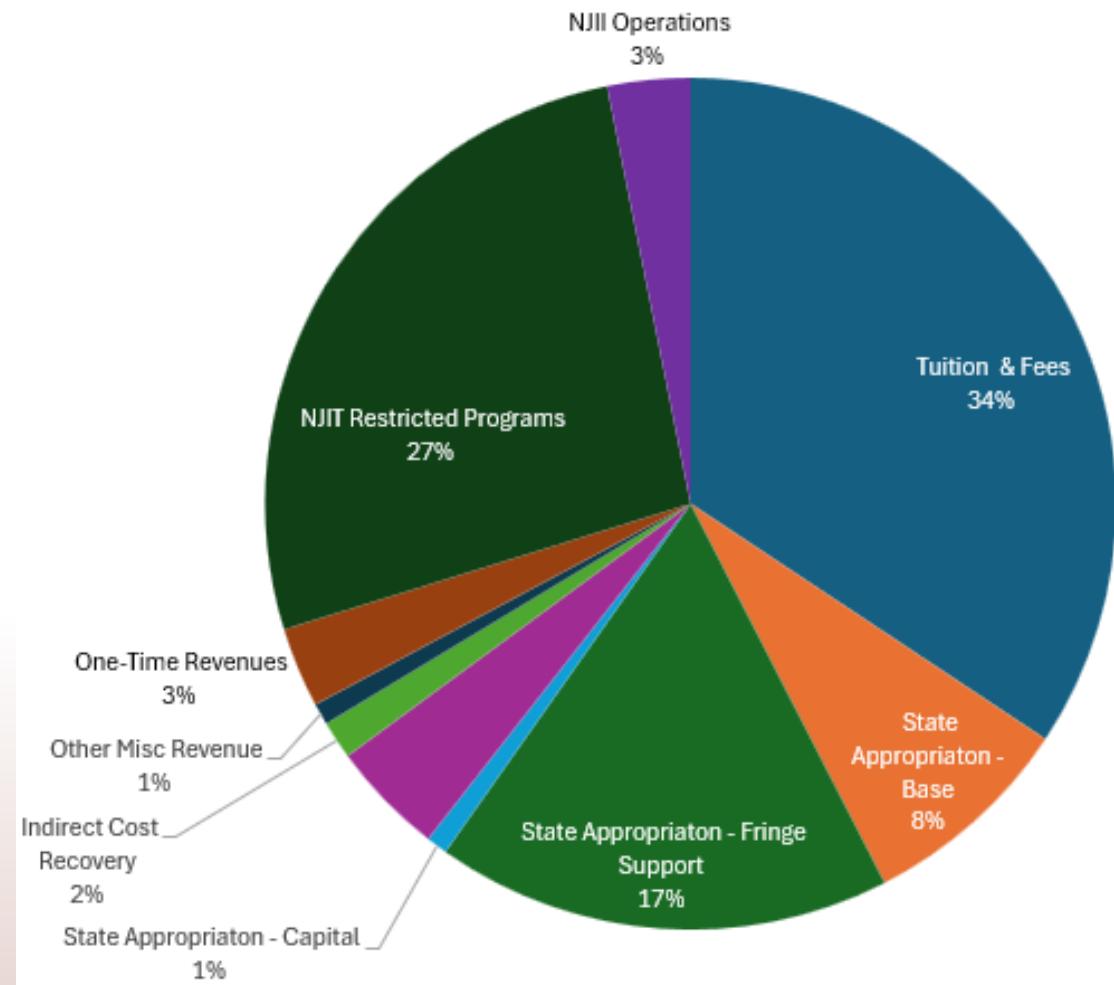
# FY26 OPERATING & CAPITAL BUDGET SUMMARY

(\$000s)	FY2025				\$ Change from FY25 Revised Base	% Change from FY25 Revised Base
	Adopted Budget	Revised Base Budget	Year-End Projected	\$ Change from Adopted Budget		
NJIT Unrestricted Operating Revenues	541,833	536,683	535,783	(6,050)	568,182	31,499 5.87%
NJIT Restricted Program Revenues	202,280	214,328	214,328	12,048	215,296	968 0.45%
<b>Subtotal Revenues</b>	<b>744,113</b>	<b>751,011</b>	<b>750,111</b>	<b>5,998</b>	<b>783,478</b>	<b>32,467 4.32%</b>
NJIT Unrestricted Operating Expenses	541,833	547,405	527,689	(14,144)	564,244	16,839 3.08%
Contribution to Operating Reserve Fund	-	-	-	-	3,938	3,938 0.00%
NJIT Restricted Program Expenses	202,280	214,328	214,328	12,048	215,296	968 0.45%
<b>Subtotal Expenses</b>	<b>744,113</b>	<b>761,733</b>	<b>742,017</b>	<b>(2,096)</b>	<b>783,478</b>	<b>21,745 2.85%</b>
<b>NJIT Operating Budget Surplus / (Shortfall)</b>	<b>(0)</b>	<b>(10,722)</b>	<b>8,094</b>	<b>8,094</b>	<b>(0)</b>	<b>10,722</b>
NJII Operating Revenues	41,435	17,000	17,000	(24,435)	25,495	8,495 49.97%
NJII Operating Expenses	41,435	30,000	30,000	(11,435)	25,495	(4,505) -15.02%
<b>NJII Operating Budget Surplus / (Shortfall) **</b>	<b>-</b>	<b>(13,000)</b>	<b>(13,000)</b>	<b>(13,000)</b>	<b>-</b>	<b>13,000</b>
Total Operating Revenues	785,548	768,011	767,111	(18,437)	808,973	40,962 5.33%
Total Operating Expenses	785,548	791,733	772,017	(13,531)	808,973	17,240 2.18%
<b>Grant Total Operating Budget Surplus / (Shortfall)</b>	<b>(0)</b>	<b>(23,722)</b>	<b>(4,906)</b>	<b>(4,906)</b>	<b>(0)</b>	<b>23,722</b>

\*\* Preliminary year-end projection, pending confirmation of \$6M in State grant revenue.

# FY26 TOTAL PROPOSED BUDGET: REVENUE

<u>Revenues</u>		<u>FY26 BUDGET</u> ( <u>\$000s</u> )
Tuition & Fees		277,615
State Appropriation - Base		65,950
State Appropriation - Fringe Support		140,029
State Appropriation - Capital		6,500
Auxiliaries		35,087
Indirect Cost Recovery		11,705
Other Misc Revenue		6,653
One-Time Revenues		24,643
<b>Subtotal NJIT Unrestricted Revenues</b>		<b>568,182</b>
NJIT Restricted Programs		215,296
NJII Operations		25,495
<b>Grand Total Revenues</b>		<b>808,973</b>



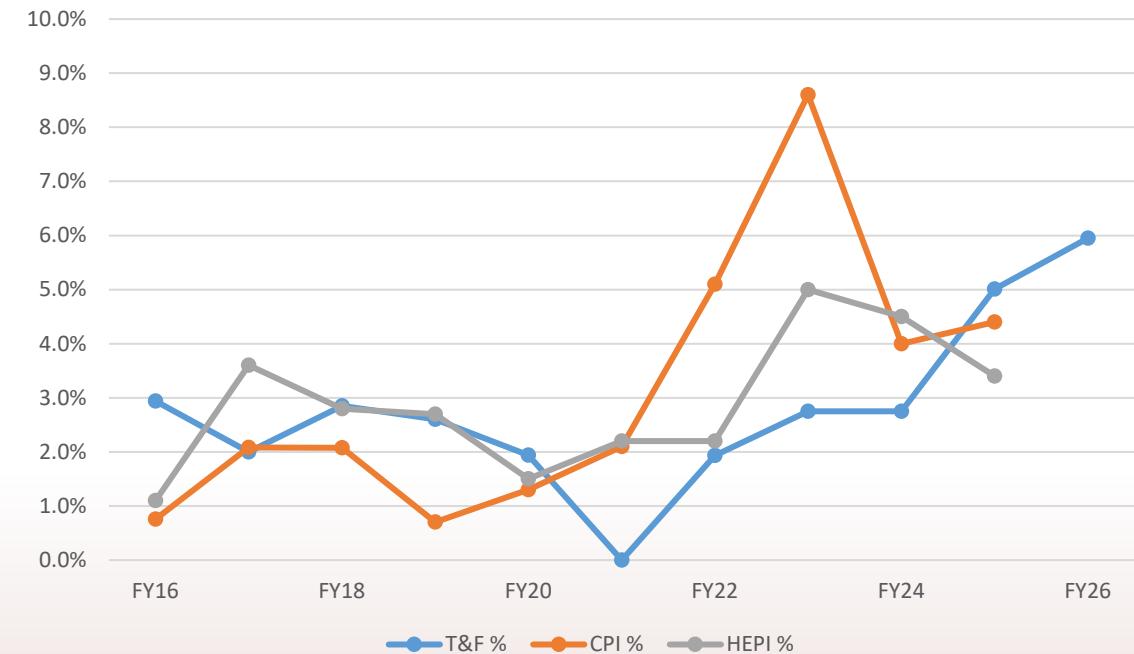
# FY26 BUDGET: REVENUE ASSUMPTIONS

- Projected Fall 25 enrollment of 12,919, -328 students or -2.5% from Fall 24 (FY25), and assumes no new international students.
- Tuition & Fees Rate increase of 5.99%, with discount rate level to FY25, including no financial impact to students under \$65K AGI.
- Residence Halls assume 95% occupancy, with Oak Hall offline and overflow housing in Talbot Hall (Rutgers-Newark), and a housing rate increase of 5% for Maple Hall and 3.99% for all other residence halls.
- State Appropriation for Outcomes-Based Allocation (\$4.9M) and Polytech Aid (\$2.0M) were restored, and a \$6.5M one-time capital appropriation for the Tiernan Hall Modernization Project was allocated in the final budget bill.
- Reduction to Indirect Cost Recovery (ICR) by -\$0.9M.
- Reduction in one-time revenue sources of -\$8.3M.
- NJIT's Restricted Programs anticipate level resources.
- NJII's FY26 Budget reflects an increase of \$8.5M in revenue compared to its FY25 projected total.

# UNDERGRAD IN-STATE TUITION & FEES RATE HISTORY

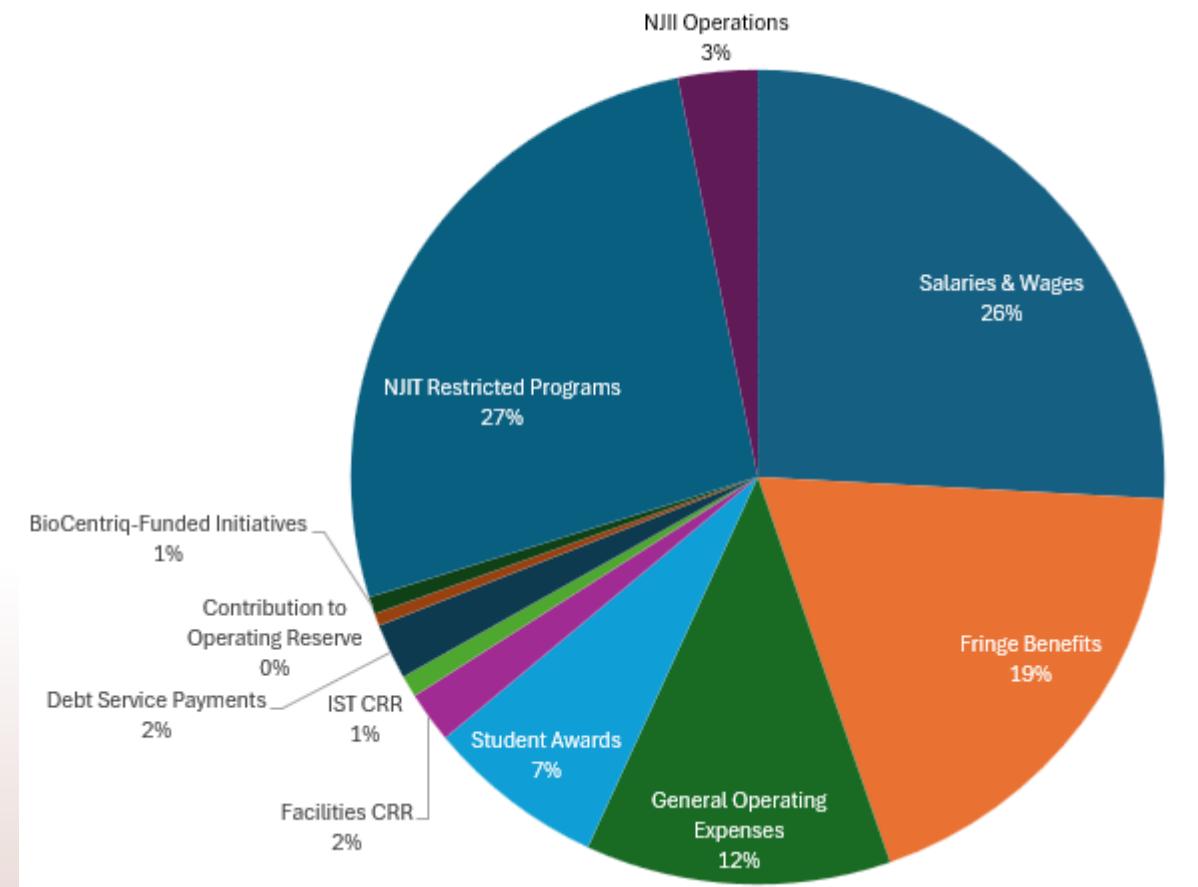
Fiscal Year	Required						5 Year Average Tuition \$	5 Year Average Tuition %	10 Year Average Tuition \$	10 Year Average Tuition %
	Tuition Full-time In State Annual	Fees Full-time In-State Annual	Total Full-time In State Annual	\$ Δ	% Δ	Δ				
2006	8,472	1,350	9,822	642	6.99%					
2007	9,066	1,440	10,506	684	6.96%					
2008	9,700	1,650	11,350	844	8.03%					
2009	10,500	1,982	12,482	1,132	9.97%					
2010	10,816	2,040	12,856	374	3.00%					
2011	11,248	2,122	13,370	514	4.00%					
2012	11,756	2,218	13,974	604	4.52%					
2013	12,400	2,340	14,740	766	5.48%					
2014	12,800	2,418	15,218	478	3.24%					
2015	13,120	2,528	15,648	430	2.83%					
2016	13,434	2,674	16,108	460	2.94%					
2017	13,602	2,828	16,430	322	2.00%					
2018	13,906	2,992	16,898	468	2.85%					
2019	14,174	3,164	17,338	440	2.60%					
2020	14,448	3,226	17,674	336	1.94%					
2021	14,448	3,226	17,674	-	0.00%					
2022	14,790	3,226	18,016	342	1.94%					
2023	15,198	3,314	18,512	496	2.75%					
2024	15,616	3,405	19,021	509	2.75%					
2025	16,334	3,640	19,974	953	5.01%					
2026*	17,312	3,850	21,162	1,188	5.95%					

\* FY2026 Represents Proposed Rates



# FY26 TOTAL PROPOSED BUDGET: EXPENSES

<b>Expenditures</b>	<b>FY26 BUDGET</b>
	<b>(\$000s)</b>
Salaries & Wages	209,136
Fringe Benefits	152,647
<b>Personnel Total</b>	<b>361,783</b>
General Operating Expenses	98,192
Student Awards	57,279
Facilities CRR	16,500
IST CRR	7,000
Debt Service Payments	17,942
Contribution to Operating Reserve	3,938
BioCentriq-Funded Initiatives	5,548
<b>Subtotal NJIT Unrestricted Expenses</b>	<b>568,182</b>
NJIT Restricted Programs	215,296
NJII Operations	25,495
<b>Grand Total Expenses</b>	<b>808,973</b>



# FY26 BUDGET: EXPENSE ASSUMPTIONS

- Personnel includes new faculty cohort (\$2.9M) and non-aligned and bargaining unit contractual merit programs (\$10.2M).
- The net cost of fringe benefit rate increases is \$2.3M higher than FY25.
- REDCO CRR of \$16.5M (reduction of \$5.6M) and IST CRR of \$7.0M (no increase)
  - REDCO CRR supported by \$9.0M from Bond Proceeds. IST CRR budget includes \$3.0M of lease payments owed in FY26.
  - Tiernan Hall Modernization Project of \$6.5M supported through additional State appropriation.
- Debt Service savings of \$1.6M
- Business Unit Cost Containment Measures:
  - \$13.65M in business unit expense (personnel and non-personnel) reductions
  - \$3.5M personnel budget savings from a six-month vacancy review period
  - \$1.2M in savings from a travel & entertainment pause from unrestricted funds only with the following exceptions: President's Office, Admissions, Development & Alumni Relations, Athletics, Student Life & Orientation
- \$3M in Foundation unspent prior year balances will be applied to applicable expenses, resulting in one-time savings.
- NJIT's Restricted Programs anticipate level expenses, projecting a 10% reduction in external research grants alongside a 10% increase in spending from unit fund balances, State & Federal Financial Aid, and endowment/gift support.

# F Y 2 6 B U D G E T R I S K S



International Students



Federal Grants



Information Systems &  
Technology Funding Needs

# FY26 CAPITAL BUDGET

Project Type	FY26 (\$000s)	% of Total CRR
<b>Annual Facilities Maintenance Projects</b>	<b>\$ 5,777</b>	<b>24.6%</b>
<b>Major Facilities Projects</b>		
HCAD Studio Densification - 5th & 6th Floors (12,300SF) - Phase I	\$ 1,656	
Facilities Warehouse Facade Repairs	\$ 1,550	
Parking Garage restoration and fall prevention phase 1 of 3	\$ 850	
FM Global Wind Report - Phase 1 Above Deck Components Securement	\$ 167	
<b>Subtotal Major Facilities Projects</b>	<b>\$ 4,223</b>	<b>18.0%</b>
<b>Other Facilities Projects</b>		
Tiernan Hall Modernization Project (1)	\$ 6,500	27.7%
<b>Total Facilities CRR Budget</b>	<b>\$ 16,500</b>	<b>70.2%</b>
<b>Major IST Projects</b>		
IST Core Infrastructure	\$ 952	
IST Computers	\$ 500	
IST Networking Infrastructure	\$ 1,824	
IST Classroom & Lab AV	\$ 500	
IST Non-Classroom AV	\$ 250	
IST Financing	\$ 2,974	
<b>Total IST CRR Budget</b>	<b>\$ 7,000</b>	<b>29.8%</b>
<b>FY26 Grand Total CRR Budget</b>	<b>\$ 23,500</b>	

*NOTE: (1) Tiernan Hall Modernization Project is funded by Special Purpose State Appropriation.*