

BUDGET FORUM

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Oregon Tech Budget Update

Dr. Nagi Naganathan | President

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General Fund Monthly Report

FY19 Year End - Soft Close/Unaudited



YTD Comparison				
Acct	FY18 YTD June Actuals	FY19 Adjusted Budget	FY19 YTD June Actuals (Inc. OMIC)	FY19 YTD OMIC
Total Revenue	59,280	63,897	67,857	4,758
Total Labor	44,481	48,367	48,266	-
Total Direct Expense	13,871	17,072	20,686	3,435
Total All Expense	58,352	65,439	68,951	3,435
Net From Operations	928	(1,543)	(1,094)	1,323
Total Transfers	(393)	(346)	(1,716)	(1,054)
Change in Fund Balance	535	(1,889)	(2,810)	269
Beginning Fund Balance	13,114	13,649	13,649	569
Ending Fund Balance	13,649	11,760	10,839	838
Ending Cash Balance	12,702		10,621	725
% Operating Revenues	23.0%	18.4%	16.0%	15.2%

General Fund Monthly Report

September 2019 (Does Not Include OMIC)



Revenue	FY20 Forecast		
	FY19 Year End Actuals	Board Adopted Budget	Year-End Forecast
State Allocations	28,945	29,259	31,311
Tuition & Fees (Net)	31,845	34,869	33,804
Other	2,309	2,891	2,915
Total Revenue	63,099	67,019	68,030



Additional Expenses Not Included in Board Adopted Budget



Description	Est. Cost
Overtime	-
Carryforward	(458)
Rollover	(608)
Salary Savings Difference	(614)
OPE (stipend, overload, etc.)	(300)
Ex. Trfrs In (Dental/ABA Rev.)	524
ITS	(500)
Risk - Insurance Coverage	(300)
USSE Budget Reduction	650
Total	(1,606)

Rollover: Underspent budgets that are rolled over to the new fiscal year and placed in savings for long-term department needs. Distributed by formula.

Carryforward: Specific items that were ordered or committed to during the prior fiscal year that weren't expended.

General Fund Monthly Report

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Expense Acct	FY20 Forecast		
	FY19 Year End Actuals	Board Adopted Budget	Year-End Forecast
Salaries and Pay	32,127	33,424	34,313
OPE	16,138	18,248	18,768
Salary Savings		(2,000)	(1,386)
Total Labor	48,266	49,672	51,694
Service & Supplies	12,990	13,145	14,447
Util., Cap., Debt Srv., Other	2,577	1,862	2,432
Transfers Out	1,684	1,882	1,519
Total Direct Expense	17,251	16,890	18,398
Total All Expense	65,517	66,562	70,092
Net From Operations	(2,417)	457	(2,063)

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Non-Operating Acct	FY20 Forecast		
	FY19 Year End Actuals	Board Adopted Budget	Year-End Forecast
Net From Operations	(2,417)	457	(2,063)
Carryforward & Rollovers from FY19			(1,066)
Strategic Investment Fund		(1,482)	-
Contingency Fund		(1,342)	-
Fund Additions/(Deductions)	44	-	127
Transfers & Other	(662)	522	650
Change in Fund Balance	(3,079)	(1,844)	(2,478)
Beginning Fund Balance	13,080	10,001	10,001
Ending Fund Balance	10,001	8,157	7,523

Summary & Steps Forward



- Last fiscal year (FY19) ended $-\$1\text{M}$ beyond budget
- Board directive to end current fiscal year (FY20) at or above the approved budget deficit ($-\$1.844\text{M}$)
- Requires us to find ways to offset anticipated additional expenses of about $\$635\text{K}$ (net) this year
- E&G fund balance + quasi-endowment provides three years of reserves with current budget pace assuming stable state funding
- Commitment to balance budget next fiscal year (FY21). This must be managed along with limited tuition/state funding increases

Steps Forward (continued)



- Grow new freshman and transfers for next year
- Improve retention through improving Winter and Spring Term
- Manage course offerings
- Manage hiring through OT-ORG & Provost Faculty Process
- Establish division level S&S savings goals to proactively manage expenses
- Consider additional savings opportunities across the university

The Future Framework



- Build on success in new freshman and transfer enrollment and improve retention and completion
- Create the 'halos for Oregon Tech' to become the destination for consultation and advice from industry and other employers
- Manage costs in line with enrollment
- Framework that supports the aspirations of a thriving polytechnic university



Questions

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