

Budget Update Staff Congress

March 11, 2021

Overview

- Update on Stimulus Funds
- FY21 Budget Update
- FY22 Budget Status
- Staff Congress Input

Higher Education Emergency Relief Fund

Higher Education Relief Package

- \$20+ billion to higher education
- NKU will receive \$13.7M
- \$4M will go directly to students – more flexibility on use of funds
- New – Includes funds that can be used by institutions to defray coronavirus-related expenses, including lost revenue

FY21 Budget Update

- COVID impact to revenues more significant than initially projected
- AOL gross revenues strong and offsetting non-AOL shortfalls
- AOL increases impacting expenses
 - Revenue share to Academic Partnerships
 - Investments in faculty payroll
 - Increased scholarship expense (discounts)
- With additional stimulus funds still expect to meet budget

FY22 Budget Status

- Auxiliary and arena revenues still impacted
- Expect continued AOL revenue growth
- Non-AOL enrollments difficult to project
- Salary reductions and TIAA match will be restored
- Initial projections show likely deficit

FY22 Budget Status (cont)

- Next steps
 - Identify recommendations on cost reductions and revenue enhancements
 - Continue to solicit feedback on investments/divestments
 - Determine recommended tuition/fees
 - Budget and Tuition recommendation to board in May

Tuition & Fee Recommendations

- Undergraduate tuition increases likely limited
- Graduate tuition recommendations in process
- Fee recommendations
 - Currently no parking increases recommended for students, faculty, staff
 - Dining increases based on CPI per contract
 - Housing increases will be based on new residence hall

Feedback Needed

- Tuition & Fees
- Areas for investment
- Potential areas to divest