

# **Division of Business and Finance**

## Budget and Planning Update

April 25, 2014



**North Carolina Agricultural and Technical State University**



## BUDGET UPDATE

- Effective March 27, 2014, Governor McCrory issued a memorandum to all State agencies directing them to implement a variety of general fund appropriation spending restrictions for the remainder of FY 2013-14 due to Medicaid over-expenditures. These restrictions include :
  - 1) No general fund appropriations supported base salary adjustments will be granted except for promotions, increased job responsibilities or retention.
  - 2) All general fund appropriation supported travel should be limited to instances involving employees' routine required job duties.
  - 3) Purchase of supplies and materials supported by general fund appropriations should be limited to those goods and services that are essential to core operations.



- Monthly Cash Allotments for the remainder of the FY2013-14 are being closely monitored due to state Medicaid expenditures. During the month of April, NC A&T cash allotment was reduced by \$389,519 and there is a possibility that May and June will be reduced.
- FY15 Budget Reduction information regarding our \$1.9 million reduction scenario 1 or approximately 1.0%, or scenario 2, \$3.5 million or approximately 1.5% and Governor's proposed budget for FY2014-15 has been shared with the campus community.
- FY15 Budget Workbooks have been distributed to all divisions with details regarding their portion of the reduction. This reduction also included Trust Funds.



**State Fund Budget v. Actual Analysis  
For the 9 months ended March 31, 2014  
(000's omitted)**

	<b>Budget 3/31/2014</b>	<b>Actual 3/31/14</b>	<b>\$ Better(Worse)</b>	<b>% Variance</b>	<b>Prior Year Actual 03/31/2013</b>
<b>Revenues</b>					
State Appropriation	93,491	60,508	(32,983)	-35%	63,692
Resident Tuition	27,634	27,547	(87)	0%	25,574
Nonresident Tuition	27,988	27,360	(628)	-2%	25,664
All Other	4,886	3,072	(1,814)	-37%	3,053
<b>Total Revenue</b>	<b>153,999</b>	<b>118,487</b>	<b>(35,512)</b>	<b>-23%</b>	<b>117,983</b>
<b>Expenditures</b>					
Personnel Compensation	119,197	90,628	28,569	24%	90,696
Purchased Services	17,026	14,595	2,431	14%	13,595
Supplies	2,268	1,166	1,102	49%	1,801
Property Plant & Equipment	5,347	2,690	2,657	50%	3,488
Aid and Grants	9,850	4,990	4,860	49%	6,166
Transfers and Other	311	218	93	30%	(63)
<b>Total Expenditures</b>	<b>153,999</b>	<b>114,287</b>	<b>39,712</b>	<b>26%</b>	<b>115,684</b>
<b>Net Surplus (Deficit)</b>	<b>-</b>	<b>4,200</b>	<b>4,200</b>	<b>n/a</b>	<b>2,299</b>



# Questions!