

**ILLINOIS STATE
UNIVERSITY**

**BOARD OF
TRUSTEES**

Resolution No. 2024.05/21
FY2025 Spending
Authorization

Resolution

Whereas, the Board of Trustees of Illinois State University (*the "Board"*) is obligated to approve the University's annual operating budget for Fiscal Year 2025 (July 1, 2024 through June 30, 2025) which includes appropriations from the State, and

Whereas, State appropriations to Illinois State University for Fiscal Year 2025 are not formally approved by the Governor's Office and General Assembly until May 31, 2024, or shortly thereafter, and

Whereas, the University must honor its financial obligations and have permission to spend budgeted funds beginning July 1, 2024, prior to a final approved State appropriation funding level and approval of the Fiscal Year 2024 University operating budget.

Therefore, be it resolved that the Board of Trustees authorizes the University to obligate and expend funds according to the *FY2025 Spending Authorization by Object and Function of Expenditure* which is attached hereto and incorporated herein, until the Board takes further action on the final Fiscal Year 2025 Operating Budget, which is expected to occur in October, 2024, but is reliant on a legislatively approved final appropriations from the State.

| | | | |
|------------------|-------------------------|-------------|-------|
| Board Action on: | _____ | Postpone: | _____ |
| Motion by: | _____ | Amend: | _____ |
| Second by: | _____ | Disapprove: | _____ |
| Vote: | Yeas: _____ Nays: _____ | Approve: | _____ |

ATTEST: Board Action, May 10, 2024

Secretary / Chairperson

**Board of Trustees
Illinois State University
FY2025 Spending Authorization**

FY2025 Spending Authorization by Object and Function of Expenditure

Table 1 presents FY2025 Spending Authorization by fund and operating object based on projections of stable student enrollment and state appropriations. The total spending authority is flat to the FY2024 Operating Budget with slight fluctuations in certain objects. Primary cost increases are anticipated in Personal Services and Awards and Grants. Personal Services increases include anticipated cost increases for minimum wage, salary agreements put in place in FY2024, and potential merit compensation increases. Awards and Grants includes an increase to student financial aid, reflecting the University’s commitment to college accessibility. Decreases are reflected in contractual and equipment lines based on current year expenditures and cost projections. The FY2025 operating budget will be developed once FY2025 state appropriations are enacted and Fall 2024 student enrollments are finalized.

| Table 1 Illinois State University Fiscal Year 2025 Spending Authority Expenditures by Object and Fund Source | | | | | | | |
|---|-------------------------------------|---|----------------------|-------------------------|-------------------|-------------------|---------------------|
| (in thousands of dollars) | Appropriation and Income Fund | State College and University Trust Fund | Other Local Funds | Grants and Contracts | Bond Revenue | Total | Percent of Total |
| Personal Services | \$ 188,700 | | \$ 23,500 | \$ 18,700 | \$ 29,500 | \$ 260,400 | 46.4% |
| Medicare | \$ 3,000 | | \$ 300 | \$ - | \$ 300 | \$ 3,600 | 0.6% |
| Contractual | \$ 45,000 | | \$ 28,200 | \$ 13,500 | \$ 20,000 | \$ 106,700 | 19.0% |
| Travel | \$ 1,700 | | \$ 700 | \$ 300 | \$ 50 | \$ 2,750 | 0.5% |
| Commodities | \$ 2,100 | | \$ 5,600 | \$ 1,000 | \$ 13,700 | \$ 22,400 | 4.0% |
| Equipment | \$ 11,500 | | \$ 3,500 | \$ 1,000 | \$ 2,800 | \$ 18,800 | 3.3% |
| Telecommunications | \$ 800 | | \$ 200 | \$ 20 | \$ 700 | \$ 1,720 | 0.3% |
| Operation Auto | \$ 450 | | \$ 200 | \$ 50 | \$ 100 | \$ 800 | 0.1% |
| Awards and Grants | \$ 51,600 | \$ 25 | \$ 3,400 | \$ 7,300 | \$ 8,000 | \$ 70,325 | 12.5% |
| Permanent Improvements | \$ 19,500 | | \$ - | \$ 30 | \$ 25,000 | \$ 44,530 | 7.9% |
| Group Health Insurance | \$ 3,100 | | \$ - | \$ - | \$ - | \$ 3,100 | 0.6% |
| Debt Service | \$ 7,700 | | \$ - | \$ - | \$ 14,000 | \$ 21,700 | 3.9% |
| General Services Overhead | \$ - | | \$ - | \$ - | \$ 4,500 | \$ 4,500 | 0.8% |
| Total | \$ 335,150 | \$ 25 | \$ 65,600 | \$ 41,900 | \$ 118,650 | \$ 561,325 | 100.0% |
| Percent of Total | 59.7% | 0.0% | 11.7% | 7.5% | 21.1% | 100.0% | |

Table 2 presents FY2025 Spending Authorization by fund and functional program. Personal Services and Awards and Grants increases above will result in adjustments to functions below, particularly Student Services, which houses financial aid.

| Table 2 | | | | | | | |
|---|--|--|------------------------------|---------------------------------|---------------------|-------------------|-----------------------------|
| Illinois State University | | | | | | | |
| Fiscal Year 2025 Spending Authority | | | | | | | |
| Expenditures by Function and Fund Source | | | | | | | |
| (in thousands of dollars) | Appropriation and Income Fund | State College and University Trust Fund | Other Local Funds | Grants and Contracts | Bond Revenue | Total | Percent of Total |
| Instruction | \$ 142,800 | | \$ 5,700 | \$ 2,100 | | \$ 150,600 | 26.8% |
| Organized Research | 2,600 | | 1,700 | 27,100 | | \$ 31,400 | 5.6% |
| Public Service | 1,600 | | 10,200 | 6,600 | | \$ 18,400 | 3.3% |
| Academic Support | 30,500 | | 200 | 100 | | \$ 30,800 | 5.5% |
| Student Services | 57,600 | \$ 25 | 49,600 | 7,500 | \$ 8,000 | \$ 122,725 | 21.9% |
| Institutional Support | 47,100 | | 200 | | | \$ 47,300 | 8.4% |
| O&M Physical Plant | 43,600 | | 800 | | 25,600 | \$ 70,000 | 12.5% |
| Independent Operations | | | | | 68,400 | \$ 68,400 | 12.2% |
| Debt Service | 7,700 | | | | 14,000 | \$ 21,700 | 3.9% |
| Subtotal | \$ 333,500 | \$ 25 | \$ 68,400 | \$ 43,400 | \$ 116,000 | \$ 561,325 | 100.0% |
| Percent of Total | 59.4% | 0.0% | 12.2% | 7.7% | 20.7% | 100.0% | |