

**ILLINOIS STATE
UNIVERSITY**

**BOARD OF
TRUSTEES**

Resolution No. 2023.05/14
FY2024 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 2024 (July 1, 2023, through June 30, 2024,) which includes appropriations from the State, and

Whereas, State appropriations to Illinois State University for Fiscal Year 2024 are not formally approved by the Governor's Office and General Assembly until May 31, 2023, or shortly thereafter, and

Whereas, the University must honor its financial obligations and have permission to spend budgeted funds beginning July 1, 2023, prior to a final approved State appropriation funding level and approval of the FY24 University Operating budget.

Therefore, be it resolved that the Board of Trustees authorizes the University to obligate and expend funds according to the *FY2024 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 2024 Operating Budget, which is expected to occur in October, 2023, but is reliant on a legislatively approved final appropriations from the State.

Board Action on: _____
Motion by: _____
Second by: _____
Vote: Yeas: _____ Nays: _____

Postpone: _____
Amend: _____
Disapprove: _____
Approve: _____

ATTEST: _____ Board Action, May 12, 2023

Secretary / Chairperson

**Board of Trustees
Illinois State University
FY2024 Spending Authorization**

FY2024 Spending Authorization by Object and Function of Expenditure

Table 1 presents FY2024 Spending Authorization by fund and operating object based on projections of stable student enrollment. 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 FY2023, and merit compensation increases. Awards and Grants reflects an increase to student financial aid, reflecting the University’s commitment to college accessibility. Cost increases in all categories for current inflationary factors were considered as well. Capital investments for planned deferred maintenance and renovations continue to increase due to the continued need to improve existing facilities supporting academic instruction and student-related spaces. Total projected expenditures reflect approximately a 4.0 percent increase over FY2023.

University leadership continues to actively monitor and manage all expenditure categories with a cost containment and strategic investment mindset. Actual expenditures traditionally fall below projected due to conservative expenditure controls.

Table 1 Illinois State University Fiscal Year 2024 Spending Authority Expenditures by Object and Fund Source							
(in thousands of dollars)	State		Other Local Funds	Grants and Contracts	Bond Revenue	Total	Percent of Total
	Appropriation and Income Fund	College and University Trust Fund					
Personal Services	\$ 186,960	\$ -	\$ 23,450	\$ 16,000	\$ 32,500	\$ 258,910	48.9%
Medicare	3,000	-	400	300	350	4,050	0.8%
Contractual	38,300	-	27,500	11,550	20,400	97,750	18.4%
Travel	970	-	620	160	60	1,810	0.3%
Commodities	4,400	-	5,700	840	12,000	22,940	4.3%
Equipment	11,550	-	3,600	2,000	1,600	18,750	3.5%
Telecommunications	920	-	221	50	680	1,871	0.4%
Operation Auto	550	-	210	60	110	930	0.2%
Awards and Grants	46,000	25	3,900	1,100	8,000	59,025	11.1%
Permanent Improvements	13,950	-	100	50	21,000	35,100	6.6%
Group Health Insurance	3,100	-	-	1,215	-	4,315	0.8%
Debt Service	6,100	-	-	-	14,100	20,200	3.8%
General Services Overhead					4,300	4,300	0.8%
Total	\$ 315,800	\$ 25	\$ 65,700	\$ 33,325	\$ 115,100	\$ 529,950	100.0%
Percent of Total	59.6%	0.0%	12.4%	6.3%	21.7%	100.0%	

Table 2 presents FY2024 Spending Authorization by fund and functional object. Personal Services and Awards and Grants increases above will result in increases in all functions, particularly Student Services, which houses financial aid.

Table 2							
Illinois State University							
Fiscal Year 2024 Spending Authority							
Expenditures by Function and Fund Source							
(in thousands of dollars)	State						Percent of Total
	Appropriation and Income Fund	College and University Trust Fund	Other Local Funds	Grants and Contracts	Bond Revenue	Total	
Instruction	\$ 159,500		\$ 6,500	\$ 6,550	\$ -	\$ 172,550	32.6%
Organized Research	3,800		1,800	17,600	-	23,200	4.4%
Public Service	3,800		13,350	6,050	-	23,200	4.4%
Academic Support	27,000		450	325	-	27,775	5.2%
Student Services	57,000	\$ 25	39,200	1,750	8,000	105,975	20.0%
Institutional Support	27,100		2,500	1,050	-	30,650	5.8%
O&M Physical Plant	31,500		1,900	-	30,500	63,900	12.1%
Independent Operations	-		-	-	62,500	62,500	11.8%
Debt Service	\$ 6,100		\$ -	\$ -	\$ 14,100	20,200	3.8%
Subtotal	\$ 315,800	\$ 25	\$ 65,700	\$ 33,325	\$ 115,100	\$ 529,950	100.0%
Percent of Total	59.6%	0.0%	12.4%	6.3%	21.7%	100.0%	