

CONSOLIDATED STATEMENT

For the Twelve Months Ended June 30, 2023

The University of Akron
Akron and Wayne General Fund, Auxiliary Funds and Departmental Sales and Services Funds Consolidated
FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Consolidated	FY21	FY22	FY23			
	YTD	YTD	Original Budget	Preliminary YTD June 30	Actual to Budget	
	June 30	June 30			\$	%
Tuition	\$146,875,174	\$136,235,173	\$134,426,000	\$127,575,401	(\$6,850,599)	
General Service Fees	11,621,120	10,437,000	10,136,000	9,598,632	(537,368)	
Other Fees	18,240,062	18,764,458	19,457,000	18,364,782	(1,092,218)	
Scholarships*	(60,760,790)	(59,661,280)	(57,116,000)	(52,267,393)	4,848,607	
Net Tuition & Fees	115,975,566	105,775,351	106,903,000	103,271,422	(3,631,578)	96.6%
State Share of Instruction	95,016,451	95,504,251	87,349,000	87,515,255	166,255	
Indirect Cost Recovery	3,979,498	3,709,846	3,631,000	3,769,133	138,133	
Investment Income	16,590	7,258,697	7,000,000	4,684,115	(2,315,885)	
Miscellaneous Income	4,517,585	1,850,484	1,520,000	3,231,775	1,711,775	
COVID Revenue Recovery	27,100,000	-	-	1,964,981	1,964,981	
Auxiliary Revenue	22,897,715	30,343,542	32,919,000	30,129,170	(2,789,830)	
Sales and Services Revenue	4,917,921	5,889,505	5,078,000	5,706,379	628,379	
Total Other Revenues	158,445,760	144,556,325	137,497,000	137,000,808	(496,192)	99.6%
Total Revenues	274,421,326	250,331,676	244,400,000	240,272,230	(4,127,770)	98.3%
Payroll	129,605,457	121,893,910	126,100,000	127,999,600	1,899,600	
Fringes	42,029,546	35,263,443	46,869,000	48,001,148	1,132,148	
Total Compensation	171,635,003	157,157,353	172,969,000	176,000,748	3,031,748	101.8%
Operating	39,250,560	48,980,794	58,156,000	56,265,596	(1,890,404)	
Utilities	10,986,268	12,243,057	12,554,000	10,208,497	(2,345,503)	
Plant Fund	1,231,219	4,331,208	1,610,000	2,057,068	447,068	
Student Extracurricular Activities	-	575,000	605,000	575,000	(30,000)	
Strategic Initiatives	-	3,519,902	4,223,000	5,776,946	1,553,946	
COVID Relief re-charge	(13,258,415)	(2,207,007)	-	-	-	
Total Non Personnel	38,209,632	67,442,954	77,148,000	74,883,107	(2,264,893)	97.1%
Total Expenditures	209,844,635	224,600,307	250,117,000	250,883,855	766,855	100.3%
Net Income / (Loss) before debt service and other	64,576,691	25,731,369	(5,717,000)	(10,611,625)	(4,894,625)	
Debt Service	(25,779,726)	(26,560,782)	(30,946,000)	(30,945,200)	800	
Net Transfers and encumbrances	(698,706)	(1,030,163)	181,000	251,902	70,902	
Fund Balance allotted	1,935,448	1,315,569	11,756,984	12,460,127	703,143	
Net Surplus / (Deficit)	\$40,033,707	(\$544,007)	(\$24,725,016)	(\$28,844,796)	(\$4,119,780)	

*Includes athletic scholarships

GENERAL FUNDS

For the Twelve Months Ended June 30, 2023

The University of Akron
Akron and Wayne General Fund Combined
FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

General Fund Combined	FY21	FY22	FY23			
	YTD	YTD	Original Budget	Preliminary YTD June 30	Actual to Budget	
	June	June 30			\$	%
Tuition	\$146,875,174	\$136,235,173	\$134,426,000	\$127,575,401	(\$6,850,599)	
General Service Fees	11,621,120	10,437,000	10,136,000	9,598,632	(537,368)	
Other Fees	18,240,062	18,764,458	19,457,000	18,364,782	(1,092,218)	
Scholarships	(55,336,403)	(54,470,348)	(51,433,000)	(46,908,146)	4,524,854	
Net Tuition & Fees	121,399,953	110,966,283	112,586,000	108,630,669	(3,955,331)	96.5%
State Share of Instruction	95,016,451	95,504,251	87,349,000	87,515,255	166,255	
Indirect Cost Recovery	3,979,498	3,709,846	3,631,000	3,769,133	138,133	
Investment Income	16,590	7,258,697	7,000,000	4,684,115	(2,315,885)	
Miscellaneous Income	4,517,585	1,850,484	1,520,000	3,231,775	1,711,775	
COVID Revenue Recovery	27,100,000	0	0	1,964,981	1,964,981	
Total Other Revenues	130,630,124	108,323,278	99,500,000	101,165,259	1,665,259	101.7%
Total Revenues	252,030,077	219,289,561	212,086,000	209,795,928	(2,290,072)	98.9%
Payroll	118,341,560	110,512,723	114,135,000	116,539,694	2,404,694	
Fringes	38,546,741	31,808,111	42,938,000	44,254,645	1,316,645	
Total Compensation	156,888,301	142,320,834	157,073,000	160,794,339	3,721,339	102.4%
Operating	24,175,833	26,826,197	34,724,000	31,324,630	(3,399,370)	
Utilities	8,414,485	9,157,043	9,122,000	7,030,488	(2,091,512)	
Plant Fund	1,140,400	2,054,387	1,000,000	1,178,658	178,658	
Student Extracurricular Activities	0	575,000	605,000	575,000	(30,000)	
Strategic Initiatives	0	3,519,902	4,223,000	5,776,946	1,553,946	
COVID Relief re-charge	(12,682,779)	(608,420)	0	0	0	
Total Non Personnel	21,047,939	41,524,109	49,674,000	45,885,722	(3,788,278)	92.4%
Total Expenditures	177,936,240	183,844,943	206,747,000	206,680,061	(66,939)	100.0%
Net Income / (Loss) before debt service and other	74,093,837	35,444,618	5,339,000	3,115,867	(2,223,133)	
Debt Service	0	(843,000)	(8,039,000)	(8,039,000)	0	
Net Transfers and encumbrances	(469,656)	(915,155)	0	(239,326)	(239,326)	
General Service Fee to Athletics	0	0	(9,361,000)	(9,361,000)	0	
Net Auxiliary Support	(33,884,589)	(35,052,142)	(21,665,000)	(23,176,448)	(1,511,448)	
Fund Balance allotted	0	0	8,562,984	8,562,984	0	
Net Surplus / (Deficit)	\$39,739,592	(\$1,365,679)	(\$25,163,016)	(\$29,136,923)	(\$3,973,907)	

The FY 2023 Budget Assumptions and Narratives are integral to this statement.

The University of Akron
Akron and Wayne General Fund Combined
FY 2023 Budget Assumptions

Overall Assumptions

Revenues

Tuition & General Service Fees

- Undergraduate enrollment five percent decrease;
- Graduate enrollment slight increase;
- Law enrollment slight decrease;
- A 4.6 percent increase to the main and regional campus guarantee rates, reflecting the maximum increase allowed by the Ohio Department of Higher Education; and
- Tuition and fees to remain at FY22 rates for Graduate and Law.

Other Fees

- Designated fees such as course fees and technology fees, etc., are enrollment driven and are assumed to follow enrollment assumptions; and
- Various changes to miscellaneous fees.

Scholarships

- \$37.6 million undergraduate scholarships and \$10 million for College Credit Plus and Early College; and
- \$3.8 million Law School.

State Share of Instruction

- State Share of Instruction (SSI) decreased \$8.2 million from FY22.

Indirect Cost Recovery

- Aligns with FY22 projected revenues; and
- 10 percent distributions to Principal Investigator with remainder to the Center.

Investment Income

- Increase of \$7 million by returning to prior reporting format of including all relevant sources; and
- Market fluctuations, either way, will impact the actual amount.

Miscellaneous Income

- \$0.5 million from Installment Payment Plan and University Credit Card programs previously reported as Departmental Sales and Services revenues;
- \$0.5 million from Federal energy tax credit;
- \$0.2 million from phase out of Perkins Loan program;
- \$0.2 million from leases
- \$40,000 pouring rights; and
- various other sources.

The University of Akron
Akron and Wayne General Fund Combined
FY 2023 Budget Assumptions

Expenditures

Payroll and Vacancies

- Assumes raise pool of \$723,908 and Salary Study Gap of \$550,000;
- \$11.7 million of salary and vacancy savings related to the amount of time funded positions remain vacant; and
- \$625,000 in reallocation of General Fund compensation to grants.

Fringes

- Pooled fringe rates as follows (pending approval):
 - 32.9 percent – full time
 - 17 percent – part time
 - 2.3 percent – graduate assistants and student assistants
- Self-insurance costs for the university will revert to passing through the General Fund; previously reflected in Departmental Sales and Services; and
- Graduate assistant remissions of \$8 million moved from scholarship line.

Operating

- Designated fees such as course fees and technology fees, etc., are enrollment driven and are assumed to follow enrollment assumptions;
- Designated fees and start-ups assume that only current-year revenues and/or allocations are expended; however, a certain level of carryover exists within these fees and start-ups, which may, if expended, cause expenditures to exceed the initial allocations;
- \$1 million contingency reserve;
- The non-personnel allocations remain at FY22 revised budgets with a few exceptions:
 - \$1.2 million additional support for University Advertising;
 - \$1 million additional support for legal;
 - \$250,000 increase to liability insurance;
 - \$500,000 expenses transferred from Departmental Sales and Services (\$200,000) and Zip Card office software and maintenance (\$300,000);
 - \$275,000 allocation to South of Exchange weekend patrol,
 - \$255,825 Student Affairs initiatives for Career Center, student assistants, Colin's Law, Impact, and Kognitio.;
 - \$78,000 initiatives for Strategic Planning & Insights group and learning assistants;
 - \$35,000 increase in police training;
 - \$60,000 initiative for EJ Thomas management; and
 - Temporary pause distributing Technology Fees to Colleges, IDC research equipment allocation, and IT Projects allocation.

Utilities

- Increase of \$1.4 million for electric, natural gas, and water/sewer. FY22 budget should have been \$7.8 million (\$9.8 million utilities expense less \$2 million chargebacks to

The University of Akron
Akron and Wayne General Fund Combined
FY 2023 Budget Assumptions

auxiliaries, etc.) The chargebacks were previously reported as a credit to operating expenses.

Plant Funds

- \$1 million allocation for plant funds.

Student Extracurricular Activities

- \$605,000 funded from the general service fees to support student groups.

Strategic Initiatives

- Net ERP expenditure of \$4.2 million.

Other

Debt Service

- General fund debt service of \$8 million.

Auxiliary Support

- \$21,665,000 auxiliary support from the General Fund.

Operating Reserves

- Draw on operating reserves of \$3.5 million.

The University of Akron
Akron and Wayne General Fund Combined
Narrative of FY 2023 Budget and Preliminary Results for the twelve months ended June 30,
2023

Revenues

Tuition & General Service Fees: Tuition & General Service Fees total \$137.2 million or approximately 94.9 percent of the annual budget of \$144.6 million. This amount reflects the revenues from the second half of Summer 2022, Fall 2022, Spring 2023 and first half of Summer 2023.

Other Fees: Other Fees total \$18.4 million or approximately 94.4 percent of the annual budget of \$19.5 million. Other Fees include various student fees such as technology fees (22 percent), facilities fees (25 percent), unit and course/content, administrative, career advantage, and other fees (53 percent). The electronic content fee, \$2.4 million, is charged to student accounts and the University remits payment to Barnes & Noble.

Scholarships: Scholarships total \$46.9 million or approximately 91.2 percent of the \$51.4 million budget. FY 2023 scholarships include undergraduate \$42.8 million and law \$4.1 million. The undergraduate scholarships include \$3.6 million in Early College discounts and \$5.8 million in College Credit Plus discounts.

State Share of Instruction (SSI): Total receipts of \$87.5 million are \$166,000 greater than budget as they reflect a small increase in the budgeted distribution combined as well as the inclusion of \$44,000 of Capital Component funds.

Indirect Cost Recovery (IDC): IDC revenues total \$3.8 million or approximately 103.8 percent of the \$3.6 million budget. IDC is related to externally funded research activities and is allocated 90 percent to the center and 10 percent to the principal investigators.

Investment Income: Investment Income totals approximately \$4.7 million, or 66.9 percent of the \$7 million budget.

Miscellaneous Revenues: Miscellaneous Revenues total \$3.2 million and consist of:

- \$1,317,000 UARF Patent cost reimbursement (FY20 – FY22)
- \$793,000 in federal tax credits (including \$264,000 from FY22)
- \$406,000 from various sources
- \$264,000 in credit card rebate payments
- \$184,000 in lease revenue
- \$137,000 in Perkins Loan return
- \$130,000 in installment payment plan fees

The University of Akron
Akron and Wayne General Fund Combined
Narrative of FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Compensation: Payroll expenditures total \$116.5 million or 102.1 percent of the annual budget of \$114.1 million.

Year-end fringe benefits total \$44.3 million or 103.1 percent of the annual budget of \$42.9 million. Beginning in FY 2023, graduate assistant remissions are reported as fringe benefits and total \$6.5 million. This compares to prior-year remissions of \$5.7 million.

Operating: Operating expenditures total \$31.3 million or approximately 90.2 percent of the \$34.7 million budget. Expenditures are incurred within the operating units for software license, supplies and services, transcribing, advertising, travel, and occasionally smaller dollar capital items such as computers and equipment.

Utilities: Year-end utility expenses approximate \$7 million or 77.1 percent of the \$9.1 million annual budget.

Plant Fund: The budget reflects a \$1.2 million investment in plant fund projects. Below are the projects that have been funded:

- \$324,000 Fieldhouse equipment relocation/renovation;
- \$200,000 Exchange Street realignment;
- \$188,000 High temperature hot water repair;
- \$142,000 Asphalt paving projects;
- \$117,000 Folk Hall Gallery;
- \$100,000 E.J. Thomas Performing Arts Hall projects;
- \$79,000 InfoCision stadium railing repairs;
- \$75,000 Odd Corner demolition;
- \$71,000 Two (2) Air handler unit replacements
- \$53,000 Marketing and Communications relocation
- \$50,000 Polsky parking deck elevator repair
- \$40,000 Electrical infrastructure
- \$30,000 Energy center repairs
- \$21,000 RACT Testing
- \$12,000 ASEC Vivarium condensate
- \$4,000 ONAT video board
- (\$125,000) Heisman Lodge Demolition (funding moved to above projects; and
- (\$189,000) Cooling tower/chiller net of project closeout (funding moved to above projects)

Student Extracurricular Activities: The budgeted \$575,000 for main campus was transferred to the student groups for disbursement. Wayne campus will resume activity in FY24 upon the replacement of the retired activities director.

Strategic Initiatives: The strategic initiative budget of \$4.2 million is to support the Workday project. By year-end, the total project spend was \$5.8 million. The project is still active and will roll over into FY24.

The University of Akron
Akron and Wayne General Fund Combined
Narrative of FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Debt Service: The General Fund debt service obligation will be funded with \$8 million in allotted fund balance reserves.

Net Transfers and encumbrances: At the end of each fiscal year, commitments often remain for goods and services that have not yet arrived or been received by June 30. Those outstanding commitments are carried over to the succeeding fiscal year and become a liability and expenditure in that following year. Following the \$3.9 million transfer out to fund open commitments in FY24, the net is \$239,000.

Draw on Operating Reserves: The projected draw on operating reserves is \$29.1 million or \$3.9 million over the \$25,163,016 budget. \$2.8 million of the increase for Athletics (Nike transition \$1.1M and increased travel costs \$850K).

Loan:

During FY20, the University of Akron Foundation provided a loan to the University in the form of a line of credit of up to \$1 million to help fund the baseball field project until donations materialize. As of June 30, 2023, the outstanding balance is \$211,000 and the project is complete.

During FY22, the University of Akron Foundation provided a loan to the University in the form of a line of credit of up to \$3.1 million to fund the track renovation and practice gym in the Student Recreation and Wellness Center. As of June 30, 2023, the outstanding balance is \$1,175,000.

AUXILIARY FUNDS

For the Twelve Months Ended June 30, 2023

The University of Akron
Akron and Wayne Auxiliary Funds Combined
FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Auxiliary Funds Combined		FY21	FY22	FY23			
		YTD June 30	Pre-Audit YTD June 30	Original Budget	Preliminary YTD June 30	Actual to Budget	
						\$	%
Revenue		\$22,897,715	\$30,343,542	\$32,919,000	\$30,129,170	(\$2,789,830)	
	Total Revenues	22,897,715	30,343,542	32,919,000	30,129,170	(2,789,830)	92%
Payroll		8,863,798	9,506,761	10,018,000	9,629,053	388,947	
Fringes		2,827,477	2,912,122	3,411,000	3,201,933	209,067	
	Total Compensation	11,691,275	12,418,883	13,429,000	12,830,986	598,014	96%
Operating		13,333,552	19,464,289	21,088,000	21,657,230	(569,230)	
Utilities		2,571,783	3,086,014	3,432,000	3,178,009	253,991	
Plant Fund		(18,819)	2,211,250	600,000	825,230	(225,230)	
Athletic Scholarships		5,424,387	5,190,932	5,683,000	5,359,247	323,753	
COVID Relief re-charge		(575,636)	(1,598,587)	0	0	0	
	Total Non Personnel	20,735,267	28,353,898	30,803,000	31,019,716	(216,716)	101%
	Total Expenditures	32,426,543	40,772,781	44,232,000	43,850,702	381,298	99%
	Net Income / (Loss) before debt service and other	(9,528,828)	(10,429,239)	(11,313,000)	(13,721,532)	(2,408,532)	
Debt Service		(25,779,726)	(25,717,782)	(22,907,000)	(22,906,200)	800	
Net transfers and encumbrances		(339,849)	(158,852)	0	211,635	211,635	
Fund Balance allotted		1,935,448	1,315,569	3,194,000	3,897,143	703,143	
General Service Fees		10,777,000	10,313,000	9,361,000	9,361,000	0	
General Fund Support		23,107,589	24,739,141	21,665,000	23,176,448	1,511,448	
	Net Surplus / (Deficit)	\$171,633	\$61,837	\$0	\$18,494	\$18,494	

The University of Akron
Akron and Wayne Auxiliary Funds Combined
FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Athletics		FY21	FY22	FY23		
		YTD	Pre-Audit	Original	Preliminary	Actual to Budget
		June 30	YTD June 30	Budget	YTD June 30	\$ %
Revenue		\$4,389,960	\$8,825,989	\$9,181,000	\$8,579,578	(\$601,422)
	Total Revenues	4,389,960	8,825,989	9,181,000	8,579,578	(601,422) 93%
Payroll		6,727,240	7,340,791	7,727,000	7,456,995	270,005
Fringes		1,954,672	2,077,644	2,456,000	2,337,568	118,432
	Total Compensation	8,681,912	9,418,435	10,183,000	9,794,563	388,437 96%
Operating		5,594,414	8,757,570	7,518,000	10,378,842	(2,860,842)
Utilities		541,475	572,124	690,000	601,605	88,395
Plant Fund		0	75,000	0	103,000	(103,000)
Athletic Scholarships		5,424,387	5,190,932	5,683,000	5,359,247	323,753
COVID Relief re-charge		(392,419)	0	0	0	0
	Total Non Personnel	11,167,857	14,595,626	13,891,000	16,442,694	(2,551,694) 118%
	Total Expenditures	19,849,769	24,014,061	24,074,000	26,237,257	(2,163,257) 109%
	Net Income / (Loss) before debt service and other	(15,459,809)	(15,188,072)	(14,893,000)	(17,657,679)	(2,764,679)
Debt Service		(4,958,678)	(4,954,954)	(4,953,000)	(4,953,405)	(405)
Net transfers and encumbrances		(166,794)	169,917	0	(7,356)	(7,356)
Fund Balance allotted		0	0	0	0	0
General Service Fees		10,777,000	10,313,000	9,361,000	9,361,000	0
General Fund Support		9,808,281	9,660,109	10,485,000	13,257,440	2,772,440
	Net Surplus / (Deficit)	\$0	\$0	\$0	\$0	\$0

The University of Akron
Akron and Wayne Auxiliary Funds Combined
FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Residence Life & Housing		FY21	FY22	FY23			
		YTD June 30	Pre-Audit YTD June 30	Preliminary YTD June 30	Actual to Budget		
				Original Budget			
					\$	%	
Revenue		\$11,644,960	\$11,866,666	\$13,441,000	\$12,379,590	(\$1,061,410)	
	Total Revenues	11,644,960	11,866,666	13,441,000	12,379,590	(1,061,410)	92%
Payroll		698,247	654,928	602,000	502,561	99,439	
Fringes		235,646	205,808	198,000	185,665	12,335	
	Total Compensation	933,893	860,736	800,000	688,226	111,774	86%
Operating		4,417,136	4,341,434	6,191,000	4,827,059	1,363,941	
Utilities		882,589	1,137,570	1,229,000	1,164,593	64,407	
Plant Fund		0	0	0	300,000	(300,000)	
Athletic Scholarships		0	0	0	0	0	
COVID Relief re-charge		(45,673)	0	0	0	0	
	Total Non Personnel	5,254,052	5,479,004	7,420,000	6,291,652	1,128,348	85%
	Total Expenditures	6,187,946	6,339,740	8,220,000	6,979,878	1,240,122	85%
	Net Income / (Loss) before debt service and other	5,457,014	5,526,926	5,221,000	5,399,712	178,712	
Debt Service		(10,641,896)	(10,624,783)	(8,607,000)	(8,606,521)	479	
Net transfers and encumbrances		175	(226,083)	0	200,918	200,918	
Fund Balance allotted		990,184	0	0	645,101	645,101	
General Service Fees		0	0	0	0	0	
General Fund Support		4,194,524	5,969,040	3,386,000	2,360,790	(1,025,210)	
	Net Surplus / (Deficit)	\$0	\$645,100	\$0	\$0	\$0	

The University of Akron
Akron and Wayne Auxiliary Funds Combined
FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

EJ Thomas Performing Arts Hall		FY21	FY22	FY23			
		YTD June 30	Pre-Audit YTD June 30	Preliminary		Actual to Budget	
				Original Budget	YTD June 30	\$	%
Revenue		\$315,486	\$2,052,682	\$2,597,000	\$1,937,424	(\$659,576)	
	Total Revenues	315,486	2,052,682	2,597,000	1,937,424	(659,576)	75%
Payroll		266,225	271,283	319,000	266,777	52,223	
Fringes		75,596	80,028	106,000	101,045	4,955	
	Total Compensation	341,821	351,311	425,000	367,822	57,178	87%
Operating		187,317	1,993,260	2,355,000	1,927,948	427,052	
Utilities		124,860	206,677	215,000	215,956	(956)	
Plant Fund		0	1,036,852	0	0	0	
Athletic Scholarships		0	0	0	0	0	
COVID Relief re-charge		0	(1,598,587)	0	0	0	
	Total Non Personnel	312,177	1,638,202	2,570,000	2,143,904	426,096	83%
	Total Net Expenditures	653,998	1,989,513	2,995,000	2,511,726	483,274	84%
	Net Income / (Loss) before debt service and other	(338,512)	63,169	(398,000)	(574,302)	(176,302)	
Debt Service		(326,003)	(325,784)	(302,000)	(301,607)	393	
Net transfers and encumbrances		38,008	(65,260)	0	42,401	42,401	
Fund Balance allotted			0	700,000	833,508	133,508	
General Service Fees		0	0	0	0	0	
General Fund Support		630,000	613,558	0	0	0	
	Net Surplus / (Deficit)	\$3,493	\$285,683	\$0	\$0	\$0	

The University of Akron
Akron and Wayne Auxiliary Funds Combined
FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Dining (Aramark)		FY21	FY22	FY23			
		YTD June 30	Pre-Audit YTD June 30	Original Budget	Preliminary	Actual to Budget	
					YTD June 30	\$	%
Revenue		\$1,388,538	\$1,195,562	\$1,242,000	\$1,279,713	\$37,713	
	Total Revenues	1,388,538	1,195,562	1,242,000	1,279,713	37,713	103%
Payroll		56,983	89,560	57,000	158,250	(101,250)	
Fringes		191,444	175,292	200,000	120,031	79,969	
	Total Compensation	248,427	264,852	257,000	278,281	(21,281)	108%
Operating		444,017	957,952	935,000	779,991	155,009	
Utilities		214,384	190,873	250,000	200,185	49,815	
Plant Fund		(18,819)	0	600,000	365,000	235,000	
Athletic Scholarships		0	0	0	0	0	
COVID Relief re-charge		0	0	0	0	0	
	Total Non Personnel	639,582	1,148,825	1,785,000	1,345,176	439,824	75%
	Total Net Expenditures	888,009	1,413,677	2,042,000	1,623,457	418,543	80%
	Net Income / (Loss) before debt service and other	500,529	(218,115)	(800,000)	(343,744)	456,256	
Debt Service		(777,939)	(774,222)	(306,000)	(305,538)	462	
Net transfers and encumbrances		(57,493)	(6,489)	0	(102,948)	(102,948)	
Fund Balance allotted		334,903	998,826	1,106,000	752,230	(353,770)	
General Service Fees		0	0	0	0	0	
General Fund Support		0	0	0	0	0	
	Net Surplus / (Deficit)	\$0	\$0	\$0	\$0	\$0	

The FY 2023 Budget Assumptions and Narratives are integral to this statement.

The University of Akron
Akron and Wayne Auxiliary Funds Combined
FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Recreation & Wellness Services		FY21	FY22	FY23			
		YTD June 30	Pre-Audit YTD June 30	Preliminary		Actual to Budget	
				Original Budget	YTD June 30	\$	%
Revenue		\$109,386	\$397,519	\$464,000	\$500,334	\$36,334	
	Total Revenues	109,386	397,519	464,000	500,334	36,334	108%
Payroll		441,666	472,887	520,000	500,849	19,151	
Fringes		141,969	151,875	183,000	173,807	9,193	
	Total Compensation	583,635	624,762	703,000	674,656	28,344	96%
Operating		873,958	1,090,943	1,176,000	1,205,807	(29,807)	
Utilities		212,341	269,817	304,000	220,706	83,294	
Plant Fund		0	0	0	103,000	(103,000)	
Athletic Scholarships		0	0	0	0	0	
COVID Relief re-charge		(53,111)	0	0	0	0	
	Total Non Personnel	1,033,188	1,360,760	1,480,000	1,529,513	(49,513)	103%
	Total Net Expenditures	1,616,823	1,985,522	2,183,000	2,204,169	(21,169)	101%
	Net Income / (Loss) before debt service and other	(1,507,437)	(1,588,003)	(1,719,000)	(1,703,835)	15,165	
Debt Service		(1,682,063)	(1,659,428)	(1,647,000)	(1,647,370)	(370)	
Net transfers and encumbrances		(2,075)	(16,169)	0	(52,709)	(52,709)	
Fund Balance allotted		39,575	174,133	468,000	448,123	(19,877)	
General Service Fees		0	0	0	0	0	
General Fund Support		3,152,000	3,089,467	2,898,000	2,955,791	57,791	
	Net Surplus / (Deficit)	\$0	\$0	\$0	\$0	\$0	

The FY 2023 Budget Assumptions and Narratives are integral to this statement.

The University of Akron
Akron and Wayne Auxiliary Funds Combined
FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Jean Hower Taber Student Union		FY21	FY22	FY23			
		YTD June 30	Pre-Audit YTD June 30	Original Budget	Preliminary	Actual to Budget	
					YTD June 30		
					\$	%	
Revenue		\$661,342	\$725,104	\$841,000	\$669,091	(\$171,909)	
	Total Revenues	661,342	725,104	841,000	669,091	(171,909)	80%
Payroll		488,499	485,358	595,000	564,435	30,565	
Fringes		171,536	165,466	205,000	226,365	(21,365)	
	Total Compensation	660,035	650,824	800,000	790,800	9,200	99%
Operating		765,989	906,499	1,114,000	978,939	135,061	
Utilities		368,876	479,823	479,000	512,411	(33,411)	
Plant Fund		0	0	0	0	0	
Athletic Scholarships		0	0	0	0	0	
COVID Relief re-charge		(47,962)	0	0	0	0	
	Total Non Personnel	1,086,903	1,386,322	1,593,000	1,491,350	101,650	94%
	Total Net Expenditures	1,746,938	2,037,146	2,393,000	2,282,150	110,850	95%
	Net Income / (Loss) before debt service and other	(1,085,596)	(1,312,042)	(1,552,000)	(1,613,059)	(61,059)	
Debt Service		(2,892,920)	(2,855,373)	(2,834,000)	(2,833,989)	11	
Net transfers and encumbrances		0	(16,753)	0	16,753	16,753	
Fund Balance allotted		0	142,610	920,000	1,218,181	298,181	
General Service Fees		0	0	0	0	0	
General Fund Support		4,115,000	4,041,558	3,466,000	3,212,114	(253,886)	
	Net Surplus / (Deficit)	\$136,484	\$0	\$0	\$0	\$0	

The FY 2023 Budget Assumptions and Narratives are integral to this statement.

The University of Akron
Akron and Wayne Auxiliary Funds Combined
FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Parking & Transportation Services		FY21	FY22	FY23			
		YTD June 30	Pre-Audit YTD June 30	Preliminary		Actual to Budget	
				Original Budget	YTD June 30	\$	%
Revenue		\$4,354,157	\$5,240,643	\$5,123,000	\$4,751,630	(\$371,370)	
	Total Revenues	4,354,157	5,240,643	5,123,000	4,751,630	(371,370)	93%
Payroll		184,938	191,954	198,000	179,186	18,814	
Fringes		56,614	56,009	63,000	57,452	5,548	
	Total Compensation	241,552	247,963	261,000	236,638	24,362	91%
Operating		1,048,491	1,413,152	1,769,000	1,546,440	222,560	
Utilities		227,258	229,130	265,000	262,553	2,447	
Plant Fund		0	194,554	0	(45,770)	45,770	
Athletic Scholarships		0	0	0	0	0	
COVID Relief re-charge		(36,471)	0	0	0	0	
	Total Non Personnel	1,239,278	1,836,836	2,034,000	1,763,223	270,777	87%
	Total Net Expenditures	1,480,830	2,084,799	2,295,000	1,999,861	295,139	87%
	Net Income / (Loss) before debt service and other	2,873,327	3,155,844	2,828,000	2,751,769	(76,231)	
Debt Service		(4,500,227)	(4,523,238)	(4,258,000)	(4,257,770)	230	
Net transfers and encumbrances		(151,670)	1,985	0	115,688	115,688	
Fund Balance allotted		570,786	0	0	0	0	
General Service Fees		0	0	0	0	0	
General Fund Support		1,207,784	1,365,409	1,430,000	1,390,313	(39,687)	
	Net Surplus / (Deficit)	\$0	\$0	\$0	\$0	\$0	

The University of Akron
Akron and Wayne Auxiliary Funds Combined
FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Wayne Student Union		FY21	FY22	FY23			
		YTD June 30	Pre-Audit YTD June 30	Original Budget	Preliminary YTD June 30	Actual to Budget	
						\$	%
Revenue		\$33,886	\$39,377	\$30,000	\$31,810	\$1,810	
	Total Revenues	33,886	39,377	30,000	31,810	1,810	106%
Payroll		0	0	0	0	0	
Fringes		0	0	0	0	0	
	Total Compensation	0	0	0	0	0	0%
Operating		2,230	3,479	30,000	12,204	17,796	
Utilities		0	0	0	0	0	
Plant Fund		0	904,844	0	0	0	
Athletic Scholarships		0	0	0	0	0	
COVID Relief re-charge		0	0	0	0	0	
	Total Non Personnel	2,230	908,323	30,000	12,204	17,796	41%
	Total Net Expenditures	2,230	908,323	30,000	12,204	17,796	41%
Net Income / (Loss) before debt service and other							
		31,656	(868,946)	0	19,606	19,606	
Debt Service		0	0	0	0	0	
Net transfers and encumbrances		0	0	0	(1,112)	(1,112)	
Fund Balance allotted		0	0	0	0	0	
General Service Fees		0	0	0	0	0	
General Fund Support		0	0	0	0	0	
	Net Surplus / (Deficit)	\$31,656	(\$868,946)	\$0	\$18,494	\$18,494	

The University of Akron
Akron and Wayne Auxiliary Funds Combined
FY 2023 Budget Assumptions

Overall Assumptions

Revenues

- Assumes five percent enrollment decline; and

Payroll

- Assumes no raise pool.

Fringes

- Benefits such as 14 percent employer contribution to the respective retirement system, University contribution toward employee group insurance, employee and dependent fee remission, and University portion of employee parking permits; and
- Fringe Benefits rates as follows (pending approval):
 - 32.9 percent for full-time
 - 17.0 percent for part-time
 - 2.3 percent for graduate and student assistants.

Utilities

- Electric, natural gas, and water/sewer.

Debt Service

- \$22.9 million for auxiliary facilities.

Athletics

Revenues

- 94% of general service fee allocated to athletics;
- Externally generated revenues from various sources such as the MAC, game guarantees, naming rights, ticket sales, grants-in-aid, IMG, and Pepsi pouring rights;
- \$850,000 decrease in game guarantees; and
- \$115,000 decrease in Naming Rights revenue.

Payroll

- \$37,000 increase in graduate assistant salary to meet Title IX regulations; and
- \$50,000 volleyball coach assistant due to MAC regulations.

Operating

- Expenditures include athletic supplies, student assistants, game officials and guarantees, maintenance and team travel & recruiting.

Scholarships

- Approximately 220 Athletic financial aid awards.

The University of Akron
Akron and Wayne Auxiliary Funds Combined
FY 2023 Budget Assumptions

Residence Life & Housing

Revenues

- Assumes residence hall occupancy of 2,319 and 2,064 (89 percent) spring;
- Fall students include 1,311 freshmen and 1,008 non-freshmen;
- Assumes revenues from summer conferences of \$275,000 and summer school revenue of \$250,000.

Payroll

- Three UAPD Officers' salaries permanently transferred to the General Fund.

Operating

- Expenditures include maintenance, resident assistant meals, student employment, and resident student events;
- Increased cost for student laundry due to new contract;
- Purchase a new minivan for the department; and
- Fully staff service desks at an average hourly student pay rate of \$10.

E. J. Thomas Performing Arts Hall

Revenues

- Externally generated revenues from various sources include Broadway Series sales, Akron Civic Theater pass-through, Tuesday Musical, hall rental, and endowment gifts.

Operating

- Assumes nine percent increase in IATSE union labor rates;
- Expenditures include artist fees, advertising, maintenance, stage & wardrobe, and student employment; and
- Assumes \$50,000 in cost of goods sold at the concession stand that will transfer to the administration account to cover operating costs.

Fund Balance

- Use \$700,000 of fund balance.

Dining (Aramark)

Revenues

- \$244,000 Aramark's financial commitment to the University of Akron; and
- Commission payment of \$497,500 for \$13 million in sales.

The University of Akron
Akron and Wayne Auxiliary Funds Combined
FY 2023 Budget Assumptions

Payroll

- The CWA employees remain University employees, with the University responsible for the difference between FICA and SERS; and
- All other employees are the responsibility of Aramark.

Operating

- Maintenance repairs.

Plant Fund

- Refresh Student Union Chick-Fil-A and replace POS system.

Fund Balance

- Use \$1.1 million of fund balance.

Student Recreation & Wellness Services

Revenues

- Externally generated revenues from various sources such as memberships, pool, locker, and facility rentals;
- Assumes increase in membership sales across campus, alumni, and community groups with lifted COVID restrictions; and
- Includes an increase in facility rental revenue opportunities with lifted COVID restrictions.

Payroll

- \$38,000 in salary increases to supplement seven job audits; and
- Restored two positions (Coordinator of Programs & Membership Personnel).

Operating

- Facility operating costs reflect increased usage patterns with lifted COVID restrictions.

Fund Balance

- Use remaining \$468,443 fund balance.

Jean Hower Taber Student Union

Revenues

- Externally generated revenues from various sources such as bookstore commission, bank commission, and room rentals;

The University of Akron
Akron and Wayne Auxiliary Funds Combined
FY 2023 Budget Assumptions

- 10 percent increase in room and AV rental income based on campus needs for the use of space as pandemic guidelines lessen; and
- Bookstore revenue to remain flat.

Operating

- Supplies & services, custodial labor, maintenance, and travel and hospitality.

Fund Balance

- Use remaining \$920,000 fund balance.

Parking & Transportation Services

Revenues

- Parking permits and transportation fee revenue decline five percent;
- Elimination of \$11,000 monthly rent from The Chapel for use of the East Campus Parking Deck. The lease agreement will terminate end of September; and
- Increase parking revenue with COVID restrictions lifted.

Operating

- \$100,000 expected rate increase for ABM Parking Services (Roo Express operator) to support the recruitment of bus drivers, which continues to be problematic. The deployment of three new buses to replace the current aging fleet. New buses will require financing for a UA purchase or a new/amended agreement;
- The agreement and expenditures with Akron METRO RTA is to remain unchanged; and
- Assumes \$90,000 for the replacement of expansion joints and concrete repairs to the top level of the Exchange Street Parking Deck, \$20,000 for concrete and joint repairs in the EJ Thomas PAH Parking Deck, and \$15,000 to address waterproofing issues with the electrical room in the South Campus Parking Deck.

Wayne Student Union

Revenues

- Assumes externally generated commission revenue from bookstore online sales and bookstore space rent.

Operating

- Expenditures include property, elevator, and fire insurance.
- Meal scholarship program for students to meet their educational goals.

The University of Akron
Akron and Wayne Auxiliary Funds Combined
Narrative of FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Athletics

Actual revenues total \$8.6 million as compared to annual budgeted revenues of \$9.2 million. Principal revenues include NCAA Distributions (34 Percent), game guarantees (33 percent), gifts (13 percent), and sponsorships (10 percent).

Description	Actual YTD
NCAA Distributions	\$2,914,000
Game Guarantees	2,817,000
Gifts	1,148,000
Sponsorships	817,000
Ticket Sales	613,000
Other	271,000
Total Operating	<u>\$8,580,000</u>

Payroll and fringes total \$9.8 million or 96 percent of the annual budget of \$10.2 million.

Operating expenditures total \$10.4 million or 138 percent of the \$7.5 million budget. The principal operating expenditures include supplies & services (66 percent) and travel & hospitality (36 percent). Primary supplies & services expenses are athletic supplies (29 percent), maintenance (13 percent), memberships (12 percent), and game official & guarantees (11 percent). The largest travel & hospitality expenditures are team travel & recruiting (75 percent) and team meals non-travel (12 percent).

Description	Actual YTD
Supplies & Services	\$6,875,000
Travel & Hospitality	3,781,000
Student Assistants	355,000
Cost Sharing	(632,000)
Total Operating	<u>\$10,379,000</u>

The Plant Fund expense of \$103,000 represents Athletics share for the new ONAT Video Board.

Scholarships total \$5.4 million or 94 percent of the \$5.7 million budget.

The Transfers-Out - Debt Service of \$5 million is in line with the budget and services the debt requirements associated with the facilities.

At the end of each fiscal year, commitments often remain for goods and services that have not yet arrived or been received by June 30. Those outstanding commitments are carried over to the succeeding fiscal year and become a liability and expenditure in that following year. The \$8,000 Transfers-In - Encumbrances represent those types of commitments carried over from FY22. The \$15,000 Transfers-Out – Encumbrances represents the liability and expenditures that carried over into FY24.

The University of Akron
Akron and Wayne Auxiliary Funds Combined
Narrative of FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

General service fees totaling \$9.4 million and General Fund support totaling \$13.3 million supports debt service and operating expenses. An increase of \$2.8 million General Fund support was needed to balance the budget.

Residence Life & Housing

Residence Life & Housing actual revenues total \$12.4 million as compared to the annual budgeted revenues of \$13.4 million. The principal revenues include residence hall occupancy and are predominately earned during the academic year. Actual housing contracts at the fall census were 2,081 or 83 of the planned maximum occupancy of 2,539 beds and 1,919 at the spring census, an 8 percent decrease from the fall.

Payroll and fringes total \$688,000 or 86 percent of the \$800,000 budget.

Operating expenditures total \$4.8 million or 78 percent of the annual \$6.2 million budget. The primary operating expenses include supplies & services (79 percent) and student assistants (12 percent).

Plant Fund expense of \$300,000 represents the Spanton Hall Roof Replacement.

Transfers-Out - Debt Service of \$8.6 million is in line with the budget for the renovation of seven residence halls and construction of four new buildings.

At the end of each fiscal year, commitments often remain for goods and services that have not yet arrived or been provided by June 30. Those outstanding commitments are carried over to the succeeding fiscal year and become a liability and expenditure in that following year. The \$234,000 Transfers-In - Encumbrances represent those types of commitments carried over from FY22. The \$33,000 Transfers-Out – Encumbrances represents the liability and expenditures that carried over into FY24.

Residence Life & Housing used their \$645,000 fund balance.

Transfers-In General Fund Support reflects \$2.4 million in support for debt service and operations.

EJ Thomas Performing Arts Hall

Revenues total \$1.9 million of the \$2.6 million budget. Ticket and rental sales are the primary revenue source. Revenue shortfall includes a \$300,000 loss due to two postponed shows as the production

The University of Akron
Akron and Wayne Auxiliary Funds Combined
Narrative of FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

company wardrobe truck caught fire. An additional \$200,000 in revenue reduction is due to cancelled shows during the Akron City protests.

Payroll and fringes total \$368,000 or 87 percent of the annual budget of \$425,000.

Operating expenditures are \$1.9 million or 82 percent of the \$2.4 million budget. Primary operating expenditures are artist fees and stage & wardrobe. Cancelled shows due to the Akron City protests reduced expenditures by \$427,000.

Transfers-Out - Debt Service of \$302,000 is in line with the budget for improvements and equipment from approximately 19 years ago.

At the end of each fiscal year, commitments often remain for goods and services that have not yet arrived or been provided by June 30. Those outstanding commitments are carried over to the succeeding fiscal year and become a liability and expenditure in that following year. The \$65,000 Transfers-In - Encumbrances represent those types of commitments carried over from FY22. The \$23,000 Transfers-Out – Encumbrances represents the liability and expenditures that carried over into FY24.

EJ Thomas used \$834,000 of their Fund Balance.

Dining Services (Aramark)

Revenues total approximately \$1.3 million or 103 percent of the \$1.2 million budget and is primarily Aramark facilities' support.

Payroll and fringes total \$278,000 or 108 percent of the annual \$257,000 budget. The \$120,000 fringe benefits partially cover the difference between SERS and FICA for CWA employees who remained with the University and certain Aramark employees performing work at the University. Payroll is higher than budget as Dining is paying legacy union members' salaries which will be reimbursed by Aramark. Additional unanticipated salary cost includes retirement payouts for two employees.

Operating expenditures total \$780,000 or 83 percent of the annual budget of \$935,000 and primarily are supplies & services. The largest supplies & services expenditures are equipment (25 percent), maintenance (24 percent), computer and peripherals (19 percent), and consultant (16 percent).

Plant Fund expense of \$365,000 represents Chick-Fil-A Refresh \$150,000 and Starship buildout \$215,000.

The University of Akron
Akron and Wayne Auxiliary Funds Combined
Narrative of FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Transfers-Out - Debt Service of \$306,000 is in line with the budget for various buildouts and renovations to dining hall and retail sites. The debt will be retired during the fiscal year ended June 30, 2023.

At the end of each fiscal year, commitments often remain for goods and services that have not yet arrived or been provided by June 30. Those outstanding commitments are carried over to the succeeding fiscal year and become a liability and expenditure in that following year. The \$88,000 Transfers-In - Encumbrances represent those types of commitments carried over from FY22. The \$191,000 Transfers-Out – Encumbrances represents the liability and expenditures that carried over into FY24.

Dining Services (Aramark) used \$752,000 of their Fund Balance.

Recreation & Wellness Services

Revenues total \$500,000 or 108 percent of the \$464,000 budget. Primary revenues include aquatic facility rentals (46 percent), memberships (26 percent), and on-campus facility rentals (14 percent).

Payroll and fringes total \$675,000 or 96 percent of \$703,000 budget.

Operating expenditures total \$1.2 million or 103 percent of the \$1.2 million budget. The primary operating expenditures include supplies & services/ maintenance (62 percent) and student assistants (37 percent).

Plant Fund expense of \$103,000 represents the SRWC share for the new ONAT Video Board.

Transfers-Out - Debt Service of \$1.6 million is in line with the budget for facility renovations and retail space.

At the end of each fiscal year, commitments often remain for goods and services that have not yet arrived or been provided by June 30. Those outstanding commitments are carried over to the succeeding fiscal year and become a liability and expenditure in that following year. The \$19,000 Transfers-In - Encumbrances represent those types of commitments carried over from FY22. The \$72,000 Transfers-Out – Encumbrances represents the liability and expenditures that carried over into FY24.

Student Recreation used their \$448,000 Fund Balance.

Transfers-In General Fund Support reflects \$3 million support for debt service and operations.

Jean Hower Taber Student Union

Revenues total \$669,000 or 80 percent of the \$841,000 budget. Revenues include commission income (79 percent) and rental income (20 percent). The deficit in the projected revenue is due to the reduction in commission income from Barnes & Noble sales. The room rental and game room rental income exceeded the FY23 projection.

Payroll and fringes total \$791,000 or 99 percent of the annual budget of \$800,000.

Operating expenditures total \$979,000 or 88 percent of the \$1.1 million budget. The principal operating expenditures include supplies & services (66 percent) and student assistants (30 percent). Primary supplies & services expenses are maintenance (81 percent).

Transfers-Out - Debt Service of \$2.8 million is related to the facility and its retail space.

At the end of each fiscal year, commitments often remain for goods and services that have not yet arrived or been provided by June 30. Those outstanding commitments are carried over to the succeeding fiscal year and become a liability and expenditure in that following year. The \$17,000 net transfers and encumbrances represent those types of commitments carried over from FY22.

Student Union used their \$1.2 million Fund Balance.

Transfers-In General Fund Support reflects \$3.2 million support for debt service and operations.

Parking & Transportation Services

Revenues total \$4.8 million or 93 percent of the \$5.1 million budget. Student transportation fee and parking permits are the primary sources of revenue (98 percent). Unearned income generated from parking permits purchased before the semester begins is recognized when earned. Currently, \$114,000 of revenue is unearned.

Payroll and fringes total \$237,000 or 91 percent of the annual budget of \$261,000.

Operating expenditures total \$1.5 million or 87 percent of the \$1.8 million budget. Primary expenses are transportation-related activities, including busing, parking lot, and deck maintenance (90 percent).

Plant Fund remaining of \$46,000 returned.

The University of Akron
Akron and Wayne Auxiliary Funds Combined
Narrative of FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Transfers-Out - Debt Service of \$4.3 million is related to the renovations and construction of new parking facilities.

At the end of each fiscal year, commitments often remain for goods and services that have not yet arrived or been received by June 30. Those outstanding commitments are carried over to the succeeding fiscal year and become a liability and expenditure in that following year. The \$156,000 net transfers and encumbrances represent those types of commitments carried over from FY22. The \$6,000 Transfers-Out – Encumbrances represents the liability and expenditures that carried over into FY24.

Transfers-In General Fund Support reflects \$1.4 million support for debt service and operations.

Wayne Student Union

Revenues total \$32,000 or 106 percent of the \$30,000 budget. Earned income includes bookstore commission (100 percent).

Operating expenditures total \$12,000 or 41 percent of the \$30,000 budget. Operating expenditures primarily consist of zip card awards (51 percent) and property and fire insurance (49 percent). The Zip Card Award is a meal scholarship program. Students that receive the meal scholarship plan have a high GPA and improved retention. Wayne College aims to retain students by addressing food insecurity and helping them meet their educational goals.

At the end of each fiscal year, commitments often remain for goods and services that have not yet arrived or been received by June 30. Those outstanding commitments are carried over to the succeeding fiscal year and become a liability and expenditure in that following year. The \$1,000 Transfers-Out – Encumbrances represents the liability and expenditures that carried over into FY24.

**DEPARTMENTAL SALES AND
SERVICES FUNDS**

For the Twelve Months Ended June 30, 2023

The University of Akron
Akron and Wayne Departmental Sales and Services Funds Combined
FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Departmental Sales and Services Combined		FY21	FY22	FY23			
		YTD June 30	Pre-Audit YTD June 30	Preliminary		Actual to Budget	
				Original Budget	YTD June 30	\$	%
Revenue		\$4,917,921	\$5,889,505	\$5,078,000	\$5,706,379	\$628,379	
	Total Revenues	4,917,921	5,889,505	5,078,000	5,706,379	628,379	19%
Payroll		2,400,099	1,874,426	1,947,000	1,830,853	116,147	
Fringes		655,328	543,210	520,000	544,570	(24,570)	
	Total Compensation	3,055,427	2,417,636	2,467,000	2,375,423	91,577	96%
Operating		1,741,175	2,690,308	2,344,000	3,283,736	(939,736)	
Plant Fund		117,946	65,571	10,000	53,180	(43,180)	
	Total Non Personnel	1,859,121	2,755,879	2,354,000	3,336,916	(982,916)	142%
Re-charge of prior-year expenditures		(8,308)	0	0	0	0	
Re-charge of current-year expenditures		0	0	0	0	0	
	Total Expenditures	4,906,240	5,173,515	4,821,000	5,712,339	(891,339)	118%
	Net Income / (Loss) before debt service and other	11,681	715,990	257,000	(5,960)	(262,960)	
Net transfers and encumbrances		110,799	43,844	181,000	279,593	98,593	
Fund Balance allotted		0	0	0	0	0	
	Net Surplus / (Deficit)	\$122,480	\$759,834	\$438,000	\$273,633	(\$164,367)	

The FY 2023 Budget Assumptions and Narratives are integral to this statement.

The University of Akron
Department Sales & Services Combined
FY 2023 Budget Assumptions

Overall Assumptions

- Assumes five percent enrollment decline; and

Payroll and Fringes

- Assumes no raise pool;
- Benefits such as 14 percent employer contribution to the respective retirement system, University contribution toward employee group insurance, employee and dependent fee remission, and University portion of employee parking permits; and
- Fringe Benefits rates as follows (pending approval):
 - 32.9 percent for full-time
 - 17.0 percent for part-time
 - 2.3 percent for graduate and student assistants.

Fund Assumptions

Continuing and Professional Education

Revenues

- Open enrollment and contract training fee revenues to support the coordination of noncredit professional development classes open to the public and to provide customized training for local businesses.

Operating

- Student assistants, supplies and services, and travel and hospitality; and
- Continuing and Professional Education will monitor expenditures; however, the budgeted deficit will be offset by the Continuing and Professional Education carryover from fiscal year ended June 30, 2022.

New Student Orientation Program

Revenues

- Fee revenues to support the activities related to orientation and first-year experience programs.

Operating

- New Roo Weekend, Akron Forefront, NSO programs, student assistants, supplies and services, and travel and hospitality; and
- New Student Orientation will monitor expenditures; however, the budgeted deficit will be offset by the New Student Orientation carryover from fiscal year ended June 30, 2022.

The University of Akron
Department Sales & Services Combined
FY 2023 Budget Assumptions

Other

Revenues

- Includes about 69 smaller, revenue-generating activities such as internal Printing Services, Hearing Aid Dispensary, and Akron Polymer Technology Services.

Operating

- Student assistants, cost of goods sold (Hearing Aid Dispensary), supplies and services, and travel and hospitality;
- Individual management and the units will manage to ensure expenditures are limited to revenues; and
- In general, the units are anticipated to “break-even” or generate surpluses.

Plant Fund

- Equipment purchases related to engineering testing services.

The University of Akron
Departmental Sales and Services
Narrative of FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Continuing and Professional Education

Continuing and Professional Education revenues total \$634,000 or 107 percent of the \$595,000 annual budget.

Payroll and fringes total \$468,000 or 135 percent of the \$348,000 annual budget. Generally, payroll costs related to contract training are incurred prior to the associated revenue being collected.

Operating expenditures total \$277,000 or 109 percent of the \$253,000 annual budget. The principal operating expenditures include supplies & services related to training and instructional support.

At the end of each fiscal year, commitments often remain for goods and services that have not yet arrived or been received by June 30. Those outstanding commitments are carried over to the succeeding fiscal year and become a liability and expenditure in that following year. The \$21,998 Transfers-In – Encumbrances represents those types of commitments. The \$1,850 Transfers-Out-Encumbrances represents the liability and expenditures that will carry over into fiscal year 2024.

The deficit of \$90,649 was fully offset by Continuing and Professional Education's fund balance.

New Student Orientation

New Student Orientation revenues total \$377,000 or 95 percent of the \$395,000 annual budget.

Payroll and fringes total \$188,000 or 94 percent of the \$200,000 annual budget.

Operating expenditures total \$276,000 or 75 percent of the \$370,000 annual budget. Expenditures increase late spring and summer for onboarding new students⁸ The principal operating expenditures include supplies & services (40 percent), student assistants (30 percent), and hospitality (23 percent).

The deficit of \$87,000 was fully offset by New Student Orientation Program's fund balance.

The University of Akron

Departmental Sales and Services

Narrative of FY 2023 Budget and Preliminary Results for the twelve months ended June 30, 2023

Other

The Other departmental sales and services revenues total \$4.7 million or 115 percent of the \$4.1 million annual budget. Revenues are generated from roughly 77 activities including Printing Services (16 percent), College of Business Executive Education (13 percent) and ITS Shared Services (nine percent).

Payroll and fringes total \$1.7 million or 90 percent of the \$1.9 million annual budget.

Operating expenditures total \$2.7 million or 159 percent of the \$1.7 million annual budget.

Supplies & services are the primary operating expense (68 percent). Capital expenditures total \$53,000. The capital expenditures are associated with a static load cell, source meter, lathe, lube and sensor systems, plus a trailer.

At the end of each fiscal year, commitments often remain for goods and services that have not yet arrived or been received by June 30. Those outstanding commitments are carried over to the succeeding fiscal year and become a liability and expenditure in that following year. The \$298,190 Transfers-In – Encumbrances represents those types of commitments. The \$216,765 Transfers-Out-Encumbrances represents the liability and expenditures that will carry over into fiscal year 2024.