

Faculty Senate Leadership Meeting

Friday September 18, 2020

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Sr. VP for Finance & CFO

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4pm
Webex

Discussion Items:

1. FY21 6 month Budget (discussion)
2. Governor's FY21 Budget
3. CARES Act
4. FY21 Annual Budget Development (discussion)
5. JP Morgan Bank Transition (discussion)
6. Faculty Membership on the University Senate Committee on Finances (discussion)
7. Other Items?

New Jersey Institute of Technology
State Appropriation - Federal / State Cares Awards
As of 9/11/20
(\$000's)

	<u>FY20 Appropriation</u>		<u>FY21</u>	<u>FY21 vs FY20</u>	
	FY20 State Approved (Pre-Freeze)	FY20 State Actual Year-End	20-Aug Governor's Proposed	FY21 Governor's Proposed vs FY20 State Approved (Pre- Freeze) \$ Change	% Change
<u>State Appropriation</u>					
Base Appropriation	34,585	28,821	29,861	(4,724)	-14%
Outcomes-Based Allocation	2,070	1,863	2,091	21	1%
Subtotal - Base + OBA	36,655	30,684	31,952	(4,703)	-13%
Supplemental Funding (One-Time)	3,700	3,700	-	(3,700)	-100%
Subtotal - Appropriation	40,355	34,384	31,952	(8,403)	-21%
<u>Federal / State Cares Awards (1-Time)</u>					
Dept of Education Cares-Institutional ⁽¹⁾		2,047	2,008	2,008	0%
Governor's Emergency Education Relief Fund (GEERF)			3,166	3,166	0%
Coronavirus Relief Fund (CRF)			7,248	7,248	0%
Subtotal - Federal / State Cares Awards		2,047	12,422	12,422	0%
GRAND TOTAL	40,355	36,431	44,374	4,019	10%

⁽¹⁾ Direct appropriation to NJIT from the Cares act funding distributed by Department of Education in May 2020

Key Takeaways:

State Appropriations

- 1) The FY21 8/25 Governor recommended appropriation (including OBA) of \$31.952M reflects a \$4.7M base reduction from the original FY20 base appropriation
- 2) The FY21 8/25 Governor recommended appropriation (including OBA) of \$31.952M is \$10.1M less than his original 3/20 recommended FY21 base appropriation of \$42.101M
- 3) The FY21 8/25 Governor recommended appropriation includes \$2.091M for Outcomes based allocation (OBA) compared to his original 3/20 recommended OBA of \$7.516M

One-Time Federal Funds (CARES act)

- 1) In FY21 we've received funding approval totaling \$12.422M in **one-time Federal CARES Act funding**, which will be used to offset Coronavirus related expenses
- (2) \$7.248M CRF award represents NJIT's March 1 - December 30, 2020 allocation of the \$300M award. We are projecting a similar allocation for the winter/spring 2021.

State & Federal Support Programs for COVID-19 Relief

	CARES Act (HEERF) Institutional Support		
	Portion	GEERF	CRF (First Installment)
Amount	4,055,484	3,166,326	7,247,949
Effective Expenditures Period	3/13/20 - 3/12/21	3/13/20 - 9/30/2021	3/1/20 - 12/30/20
Banner Index	250502	250510	250511
Eligible to Replace Lost Revenue	Yes	No	No
Permissible Usages	Reimbursement of University for refunds provided to students for room and board, tuition and other fees; Laptops and other IT equipment to enable distance learning; Additional grants to students if Student Assistance portion is exhausted; Limited student financial aid; Salaries for Student Housing and Dining employees that would normally have been paid from room & board revenues	Staff, infrastructure and technology to support distance education; Academic support for libraries, laboratories or other academic facilities; Institutional support for activities related to personnel for payroll, security, environmental health and safety and supporting units; Student services promoting emotional and physical well being outside of instruction; limited student financial aid	Costs of providing COVID-19 medical and surface area testing; Acquisition and distribution of PPE and sanitizing products; Expenses for disinfection of public areas and other facilities; Personnel expenses for public safety, health care and human services or operations employees dedicated to mitigating or responding to pandemic; Facilitation and support of distance learning; Telework capabilities; Paid COVID sick leave
Other Noteworthy Items	Institution is only eligible to recognize institutional support funds on a dollar for dollar match to actual expenses applied to the Student Assistance portion of Fund.	Allows for budget modifications to be submitted to OSHE if budget variances exceed \$10K (+/-)	No budget modifications will be accepted after submission of budget. Budget has not been submitted or requested to date
NJIT's Planned Usage	Student Refunds (Housing & Parking); Expenses related to conversion to distance learning and teleworking; Salaries for Residence Life staff	Campus-wide safety measures; Student services support; Instructional Technology for remote learning, institutional support personnel, CCAPS	Personnel involved in sanitizing, testing, and installing safety measures and public safety; Telework & distance learning instructional technology; Administering COVID tests for students and staff. Expenses for Quarantining individuals, acquisition & distribution of medical/PPE, disinfection of facilities, public health safety measures
Other Notes:	Claimed \$3.075M to date, \$980K remaining		