FY2022 and FY2023 Update

Business Partners Network
April 5, 2022
FY2022 Mid-year update

- $93.4 million in new gen ops revenue in FY2023
  - Overall spending is up slightly compared to new revenue
  - To-date there is an additional $66.5 million in expenditures and encumbrances over FY2022; $26.8 million is unspent

- $128 million in remaining budget balances in unit budgets at the end of March

- Remember to check year-end deadline and spend plan
  - Fiscal Year 2022 Year End Closing Schedule available on the Controller’s Office website

- Don’t forget to return unused funds to the institute via the carry forward process for year-end spending
Georgia lawmakers OK budget with teacher raises, pass income tax cut

Source: Georgia lawmakers OK budget with teacher raises, pass income tax cut, Atlanta Journal-Constitution, April 5, 2022
FY2023 Budget – As Passed

• Annualizes the FY 22 $5,000 COLA all full-time, benefit eligible state employees effective July 1, 2022 to address agency recruitment and retention needs - $206.8 million
  • No merit provided in the budget, only the COLA
  • Final version reflected an updated calculation methodology to provide greater Teaching formula fidelity

• Adjustments to the employer share of health benefits and TRS employer contribution amount (from 19.81% to 19.98%)

• USG total increase in formula funds to reflect a 1.2% increase in enrollment ($99,415,344) and 0.1% increase in square footage ($460,569)

• Increase funds to offset the austerity reduction in the Teaching formula and eliminate the Special Institutional Fee (SIF) at USG’s 26 institutions - $229.6 million

• Provide funds to capital maintenance and repairs - $65,900,000

• Construction for expansion of Tech Square – Phase III $30,600,000

• Budget now goes to the Governor for signature. GT specific allocations available on April 12, 2022
## FY2023 Original Budget Development Calendar

### Important Dates:
- April 1 – Original Budget for campus OPEN
- April 6-14 – Original Budget Office Hours
- April 15 – Original Budget for campus CLOSE
- April 15 – deadline for Carry Forward request
- May 31 – deadline for CF adjustments

### Final approved calendar is on the [budget development website](#)
Carry Forward Considerations

• Georgia Tech must request carry forward approval from USG; Approvals are not guaranteed.

• USG carry forward approvals are subject to statutory limitations and other subjective considerations, including institutional plans and historical trends/performance.

• Carry forward should only be requested for specific purposes, typically for expenses to be incurred in the following fiscal year.

• New USG quarterly tracking and reporting requirements were implemented in FY 2022.

• Departmental Sales and Services – Do not need to be requested through CF Process, but is subject to quarterly reporting. Continue to spend down current and prior year revenue.
FY2022 Georgia Tech Carry Forward

• Units are permitted to request carry forward up to 3.0% of the unit’s General Operations Original Base Budget.

• **Return to Institute** - Units will report and return surplus or extra budget to the Institute before fiscal year end, and ideally, early in the **calendar year**, in an effort to support other Institute strategic uses of funding/expenditures prior to fiscal year end.

• Excess budget (above the 3.0% permitted carry forward allowance) will allow for carry forward mitigation and multi-year planning, which will amplify impact through carry forward savings for future projects/spending and/or Institute initiatives:

  • **Return to unit for use in future Fiscal Year (FY)** - Units with unused financial resources would advance budget over one or more years to the Institute by execution of a Memorandum of Understanding (MOU). The MOU will be approved by the VP of Finance and Planning.

  • **Advance of funds to unit** - The unit projects full use of current General Operations Base Budget but needs additional access to Institute carry forward funds for a strategic purpose. The unit may apply for an advance against aggregate carry forward funds MOU for...
FY2023 Original Budget Development - COLA

• The rates in oneBudget budget development include the COLA adjustments
• Preliminary form 1s (*base budget computation - Gen Ops funding only*) will be distributed in the next few days. The forms will include all permanent transfers through the March budget amendment.
• The COLA gen ops adjustments will be included on your form 1
• Departments will receive the list of adjustments by position
• FY2022 distribution of expenditures (July 2021 – March 2022) will be used to calculate the Gen Ops portion of the allocations

• Please visit the [OHR COLA webpage](#) for additional information
FY2023 Original Budget Development – Office Hours

• We will be offering virtual drop-in office hours:

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<thead>
<tr>
<th>Day</th>
<th>Morning</th>
<th>Afternoon</th>
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<td>Wednesday, April 6</td>
<td>9-11</td>
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<td>Thursday, April 7</td>
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<td>Wednesday, April 13</td>
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<td>Thursday, April 14</td>
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• Analysts will be available to answer questions related to budget development preparation.

• The deadline to request new worktags via ServiceNow for budget development is **Monday, April 11th**.
FY2023 Original Budget Development – Training

- Training videos are available in oneBudget and cover a variety of topics, including the original budget process. Log in to view the training videos at any time:
Access Learning Budget Basics, a 5-part video series, by visiting the Budget Reform project website and selecting Budget Videos under the Budget & Planning Resources drop down menu.

5 Video Series:
- Budget overview and state funds
- Tuition, Fees, and ICR
- Budget Structure
- Building Blocks of Georgia Tech’s Operating Budget
- Allowable Uses for Funding Sources