



Business Partners Network - Budget Update

September 2019

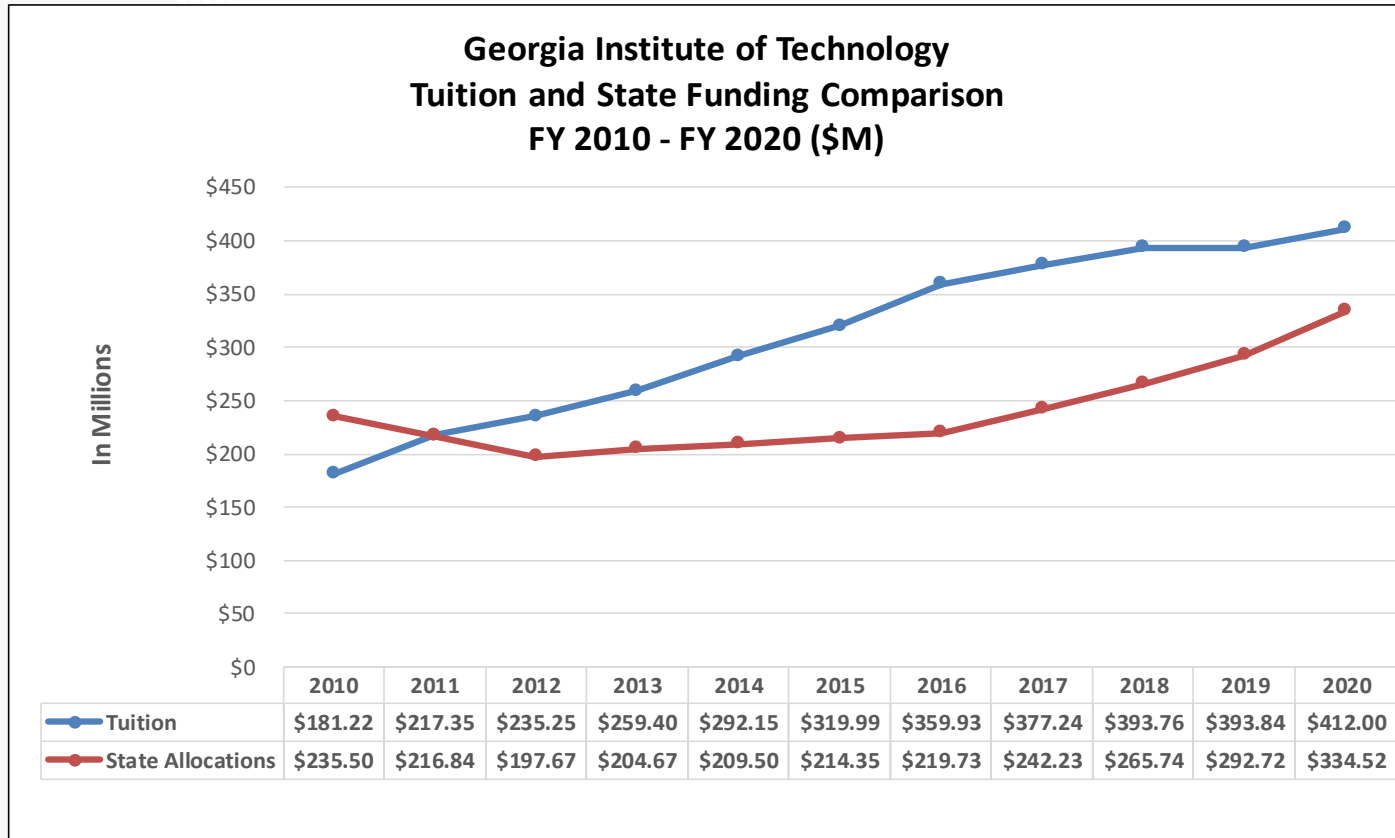
FY2020 Original Budget

- State of Georgia and the University System of Georgia (USG)
 - The State of Georgia FY20 budget is \$27.5B, an increase of ~3% from FY19
 - Formula funding increase (\$75.01M) due to enrollment increases in the USG
 - Merit funding (\$44.21M) provided to USG
 - Maintenance Repair and Rehabilitation (MRR) funding of \$50.0M – physical plant renewal & preventative/deferred maintenance

FY2020 Original Budget Assumptions

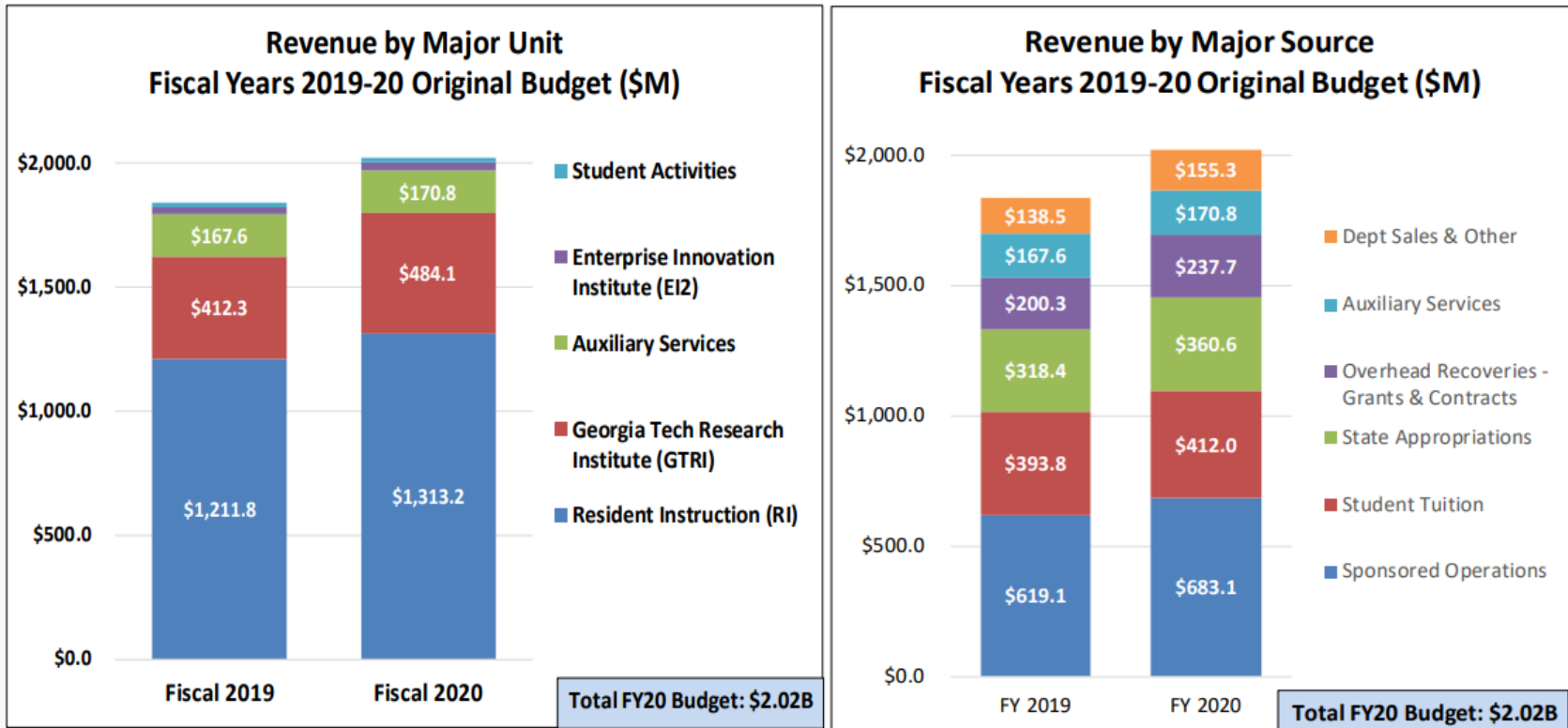
- Georgia Tech Budget
 - State Appropriations
 - GT received \$41.8M in additional State Appropriations in the original budget
 - Formula funds were overstated with GRA and GTA credit hours; GT had to absorb a reduction of \$6.59M
 - Tuition
 - 2.5% undergrad and 2% graduate tuition increase
 - Enrollment assumption:
 - 60/40 – in-state/out-of-state split
 - 1% increase in enrollment
 - Indirect Cost Recovery
 - 2.1% or \$1.33M increase over FY2019

Comparison of Tuition and State Appropriation Funding Over Time



FY2020 Budget Update – Revenue by Source

FY2019 original budget \$1.84B; FY2020 original budget \$2.02B - 10% increase



FY2020 – Revenue by Major Unit

Georgia Tech Revenue Budget Summary Original Budget Fiscal Year 2020 (\$M)							
Major Program Area	State	Other General	Subtotal - General	Dept Sales & Svc	Sponsored	Auxiliary & Stdnt Acts	Total
Resident Instruction	\$334.5	\$547.7	\$882.2	\$55.0	\$376.0	\$ -	\$1,313.2
GT Research Institute (GTRI)	6.1	170.3	176.4	10.6	297.1	-	484.1
Enterprise Innov Institute	20.0	1.4	21.4	3.0	10.0	-	34.4
Total Education & General	\$360.6	\$719.4	\$1,080.0	\$68.6	\$683.1		\$1,831.7
Auxiliary & Student Activities						187.8	187.8
TOTAL BUDGET	\$360.6	\$719.4	\$1,080.0	\$68.6	\$683.1	\$187.8	\$2,019.5

Notes:

- Resident Instruction (RI) – core operations of GT; includes research, instruction, facilities and support
- General Operations (Gen Ops) – discretionary portion of budget excluding DSS & sponsored funding

FY2020 Budget Update

- On August 6, 2019 the Governor's Office of Planning and Budget (OPB) announced instructions to state agencies to submit a budget reduction of 4% in FY20 and 6% in FY21
- Enrollment driven programs (USG formula), which funds the Institute's RI, are currently exempt from this exercise
- Governor's recommendation to be released early January 2020
- GT is monitoring state revenues and the potential impact closely

FY2020 Budget Update - as of September 9

- Enrollment
 - 61% in-state
 - 39% out-of-state
 - Total headcount increase over Fall 2018 is 3,965
 - Undergraduate – increase of 135 students
 - Graduate – increase of 3,310 students
- Revenue
 - Overall on target with budget

Questions

