

**HENRY FORD COLLEGE
OFFICE OF THE PRESIDENT**

BOARD REPORT

SUBJECT: Fiscal Year 2024 Mid-Year Budget Adjustment

Mid-year budget adjustments are required for the initial FY2024 adopted budget in order to adjust revenue and expenses based upon actual activity for the first six months of the fiscal year.

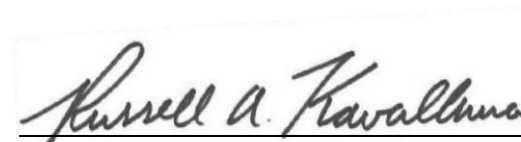
Total revenue is recommended to be increased by \$5.9M. The increase in State Appropriations of \$4.2M is a one-time allocation for capital projects and equipment. The increase in State Appropriations took place after the College's budget was approved in May 2023. Tuition increased by \$1.5M. Enrollment was budgeted at the same level as FY2022. However, the Fall enrollment increased by 1.5% and Winter enrollment is anticipated to increase by 5.7%. Summer 2023 enrollment was up by 10%. Investment earnings have been reviewed and will be increased by \$750,000 due to increased investment rates. Property Tax collections are projected to decrease by \$550,000 compared to budget.

Expenses have been reviewed and increases for the various categories total \$5.25M. Funding for adjunct faculty is increased by \$400,000 due to the enrollment increase for the year. The \$4.2M in Mandatory Transfers is related to the one-time State Appropriations noted above. Also, an adjustment for employee vacancies of over \$800,000 provides an expense reduction for the year. Other categories of reductions total \$200,000.

With the recommended adjustments, the net surplus for FY2023 increases from \$240,000 to \$890,000.



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