BOARD APPROVED
JUNE 9, 2023

Cindy Ream
Corporate Secretary

PURDUE UNIVERSITY

Office of the Treasurer and Chief Financial Officer

TO: Members of the Board of Trustees

FROM: Christopher A. Ruhl, Chief Financial Officer and Treasurer
Eva M. Nodine, Vice President and Deputy CFO

DATE: May 31, 2023

RE: FY 2024 University Operating Budget

At the June meeting, we will be seeking approval of the University's FY 2024 operating budget.

Attached is the presentation we plan to review at the meeting.

Highlights:

- System-wide steady-state operating revenues of $2.910 billion exceed steady-state operating expenses of $2.842 billion, resulting in an operating surplus of 2.3% ($68 million).
- Revenue is budgeted to grow 3% compared to FY 2023. This increase is driven by West Lafayette undergraduate enrollment increases, increased state appropriations, and growth in auxiliary income, specifically athletics revenue and additional student housing capacity.
- Expense increases are attributable to strategic investments in research excellence, the relaunch of the Daniels School of Business, enrollment growth support, year 3 of Next Moves and enhanced graduate student stipends, plus faculty/staff compensation increases (4% for West Lafayette and Northwest, 2.8% merit for Fort Wayne) and the filling of key staff positions. Other spending is budgeted flat with FY23.
- Tuition and housing rates remain frozen at the West Lafayette campus for FY24, the eleventh consecutive year for tuition and fees. Tuition rates will increase by 3% at the regional campuses, below the 3.5% max rate recommended by the Indiana Commission for Higher Education.

If you have any questions in advance of the meeting, please let us know.