

UNT Dallas FY 2023 Budget Overview

Executive Summary and Highlights

The University of North Texas at Dallas (UNT Dallas) is the only public four-year university in the city of Dallas, and since our establishment in 2010, our mission has been to empower students, transform lives, and strengthen communities. UNT Dallas educates more than 4,100 students where 70% are first-generation, 84% are either Hispanic or Black, and many are from modest household income families. UNT Dallas offers its students the most affordable Bachelor's, Master's, and Juris Doctorate programs in the Dallas region. Our value-based education is accompanied by innovative, high-quality academic programs that include opportunities for rich experiential learning. Most recently, we are pleased to report that the College of Law was fully approved for accreditation by the ABA in February of 2022.

The COVID-19 pandemic has had devastating impacts on college readiness, learning, and student success, especially with low income and underrepresented student subgroups – the same students UNT Dallas serves. Many high school graduates and current UNT Dallas students have decided to delay college or take fewer credits in order to take advantage of a strong job market. As a result, enrollment at UNT Dallas is on the decline for the first time in several years.

The budget proposed for FY2023 reflects a net breakeven or balanced position. This budget assumes a -4.6% and -4.4% year-over-year growth in enrollment headcount and semester credit hours, respectively, for undergraduate and graduate combined. It also assumes a flat year-over-year growth for the College of Law. The budget includes no residual federal funding related to the COVID-19 pandemic.

Going forward beyond FY2023, UNT Dallas plans to continue to maintain a balanced or net surplus budget as outlined in our 5-year plan, notwithstanding potential declines in enrollment. UNT Dallas expects to see a sizeable enrollment increase, attracting out-of-state and international students, once its STEM building and second housing/dining building go online in 2026. UNT Dallas is also developing a 5-year strategic plan, which will include input from students, faculty, staff, and community partners. This 5-year strategic plan will move UNT Dallas from the development (start-up) and acceleration (establishment) phases of its growth cycle to the expansion (master planning) phase as it continues to fulfill our mission to empower students, transform lives, and strengthen communities.

Revenues

Total FY2023 current funds revenue for UNT Dallas is budgeted at \$84.6M. This is a 9.1% or \$8.5M decrease over the FY2022 current funds revenue budget of \$93.1M.

State Appropriations

State Appropriations is budgeted at \$32.4M, same as last year. FY2023 marks the second year of the FY2022-23 state biennium. Same as last year, there was no reduction to the Tuition Revenue Bonds (TRB) appropriations, which provides over \$7.8M of support annually for

Founder's Hall, Dallas Building I, and the Student Center debt service. For non-formula funding, the expansion fund rider was amended to specify funding will not be phased out until UNT Dallas enrollment reaches 6,000. Once this threshold is met, this appropriation will be phased out 25% over the following four biennia. UNT Dallas will receive a total of \$8.0M per fiscal year in non-formula funding: \$1.0M for Trailblazer Elite, \$1.8M in new funding for the Center for Socioeconomic Mobility, \$3.5M for expansion funding, \$1.5M for the College of Law, and \$0.3M for institutional enhancement. In addition, the FY2023 HEF allocation for UNT Dallas is \$3.4M.

Tuition and Fees

Net Tuition & Fees is budgeted at \$28.6M – down 3.8% or \$1.1M due to expected enrollment decline of -4.6% on main campus and -4.4% in headcount and semester credit hours, respectively. Tuition rate is unchanged.

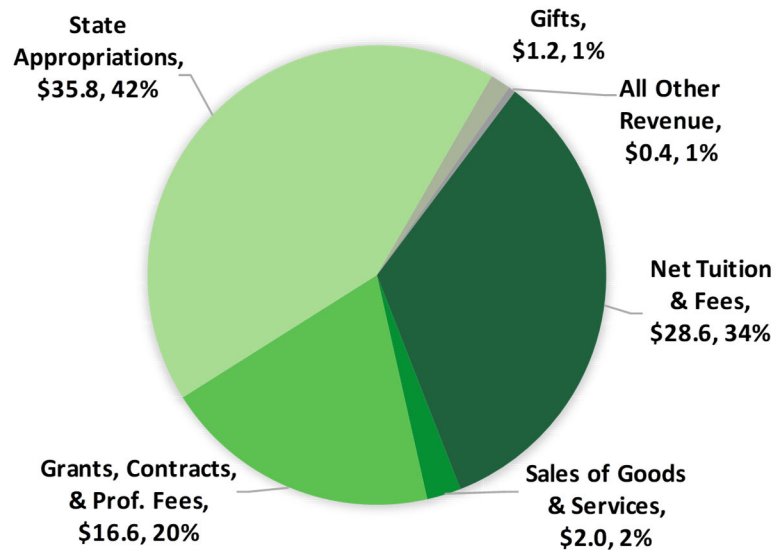
Grants and Contracts

Grants & Contracts is budgeted at \$16.6M – down 33.0% or \$8.2M due mainly to a \$10.4M carryforward of COVID-19 federal funding in the FY2022 budget that is not in the FY2023 budget. Note that Grants & Contracts includes financial aid awards such as PELL grants and TEXAS grants.

Gift Income

Gift Income is budgeted at \$1.2M – up 14.5% or \$0.2M. These gifts will be restricted according to the intent of the donor or may be discretionary. These totals do not include any contributions made directly to and held in the UNT Dallas Foundation or UNT Foundation per donor stipulation.

FY 2023 Budgeted Revenues
(Millions)



Sales of Goods & Services

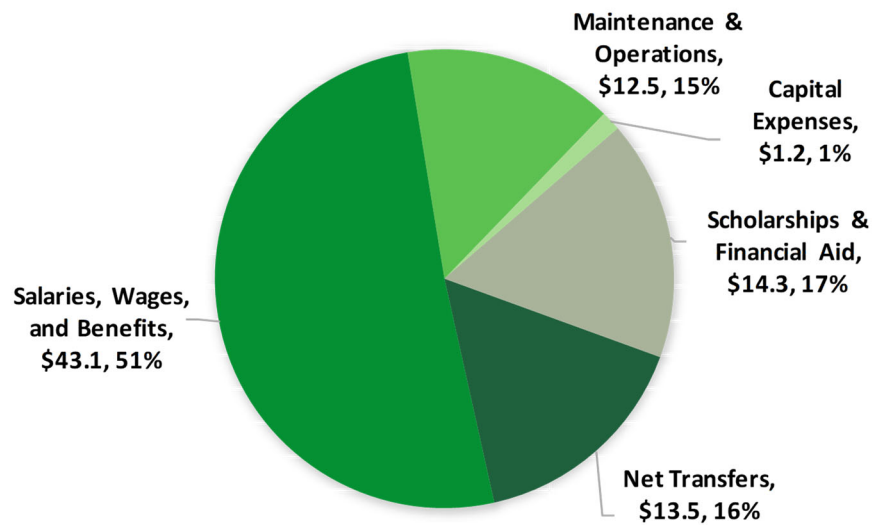
Sales of Goods & Services is budgeted at \$2.0M – up 32.7% or \$0.5M. Sales of Goods & Services includes Auxiliary Services Revenue and Professional Services Revenue. UNT Dallas is expecting 100% occupancy in our residential hall.

Expenses

Personnel

Personnel is budgeted at \$43.1M – up 2.4% or \$1.0M, which includes incremental faculty and staff positions, Controller’s team moving from shared services, and living wage adjustments for certain hourly staff. There are no merit increases budgeted. Open positions will be delayed or require approval by President and CFO before filling. We will reassess these decisions come mid-year should enrollment projections change.

FY 2023 Budgeted Expenses and Net Transfers
(Millions)



Maintenance & Operations and Capital Expenditures

Maintenance & Operations is budgeted at \$12.5M – down 24.9% or \$4.1M, and Capital Expenditures is budgeted at \$1.2M – down 40.1% or \$0.8M. Maintenance & Operations includes sizable reductions in Travel, Material & Supplies, and other discretionary spending in response to budgeted decline in enrollment.

Scholarships and Financial Aid

UNT Dallas’ strategic initiative to remain one of the most affordable universities in North Texas requires a concerted effort around scholarships and financial aid. Scholarship, Exemptions & Financial Aid is budgeted at \$14.3M – down 27.8% or \$5.5M due mainly to carryforward of \$7.0M from COVID-19 federal funding in the FY2022 budget that is not in the FY2023 budget. PELL grants and TEXAS grants continue to be large source of aid for our students.

Debt Service

Debt Service is budgeted at \$8.8M – flat to FY2022 budget. Debt Service is for Founder’s Hall, Dallas Building I, Student Center, and Wisdom Hall. Each building, except for Wisdom Hall, is funded by Tuition Revenue Bonds where the debt payments are reimbursed by the State.

Transfers

UNT Dallas participates in cost-cutting efficiencies through shared and central services. Costs associated with services provided by UNT System are \$4.4M for FY2023 – up \$0.1M or 1.7% from previous year.

Impact to Fund Balances

UNT Dallas is committed to the proper utilization of the scarce resources we are entrusted with by ensuring these funds are spent in the most efficient manner. The budget proposed for FY2023 reflects a net breakeven or balanced position. UNT Dallas plans to maintain a balance or net surplus budget in the years ahead as outlined in our 5-year outlook. UNT Dallas is working hard to improve enrollment projections, will carefully monitor spending throughout the year, and will take measures necessary to ensure financial health now and into the future.

FY 2023 – UNT Dallas Budget Summary – Current Funds

	FY 2022 Budget	FY 2022 Forecast	FY 2023 Budget	Increases (Decreases)	
				FY 2022 to FY 2023 Budget Amount	Percent
Revenues					
Net Tuition and Fees	29,720,752	29,023,288	28,585,275	(1,135,477)	-3.8%
Sales of Goods and Services	1,534,517	1,869,517	2,036,041	501,524	32.7%
Grants and Contracts	24,739,591	22,540,404	16,569,254	(8,170,337)	-33.0%
State Appropriations	32,431,541	32,727,401	32,428,773	(2,768)	0.0%
Capital Appropriations	3,354,441	3,354,441	3,354,441	-	-
Net Professional Fees	-	-	-	-	-
Gift Income	1,065,898	440,898	1,220,875	154,977	14.5%
Investment Income	189,050	469,348	381,763	192,713	101.9%
Other Revenue	30,000	45,000	25,000	(5,000)	-16.7%
Total Revenues	93,065,790	90,470,297	84,601,422	(8,464,368)	-9.1%
Expenses					
Salaries - Faculty	13,823,347	13,904,505	14,219,635	396,287	2.9%
Salaries - Staff	18,504,487	17,455,495	18,671,596	167,110	0.9%
Wages and Other Compensation	1,608,424	1,800,000	1,669,613	61,189	3.8%
Benefits and Other Payroll-Related Costs	8,110,765	7,960,766	8,515,518	404,752	5.0%
Professional Fees and Services	3,258,804	3,393,455	3,275,316	16,512	0.5%
Travel	609,379	283,217	371,309	(238,070)	-39.1%
Materials and Supplies	5,430,340	3,188,835	2,370,797	(3,059,543)	-56.3%
Communication and Utilities	1,098,206	984,991	941,913	(156,293)	-14.2%
Repairs and Maintenance	897,889	3,166,864	1,649,143	751,253	83.7%
Rentals and Leases	1,667,740	840,876	781,940	(885,800)	-53.1%
Printing and Reproduction	489,799	145,345	313,425	(176,374)	-36.0%
Capital Expenditures	1,976,613	743,129	1,184,529	(792,084)	-40.1%
Scholarships	19,851,756	19,771,729	14,323,700	(5,528,056)	-27.8%
Cost of Goods Sold	-	-	-	-	-
Debt Service - Principal	-	-	-	-	-
Debt Service - Interest	-	-	-	-	-
Federal and State Pass-Through Expense	-	-	-	-	-
Other Expenditures	3,210,398	3,809,296	2,813,638	(396,760)	-12.4%
Total Expenses	80,537,948	77,448,504	71,102,072	(9,435,876)	-11.7%
Transfers					
Intra-campus Transfers Between Funds					
Debt Service Transfer In/(Out)	(952,925)	(848,986)	(960,103)	(7,179)	0.8%
Inter-Fund Transfer In/(Out)	367,353	417,353	306,003	(61,350)	-16.7%
Transfers Between UNTS Components					
System Services Allocations	(1,662,757)	(1,662,757)	(4,350,420)	(2,687,663)	161.6%
Other Inter-Unit Transfers In/(Out)	(559,022)	(685,149)	(669,848)	(110,826)	19.8%
Other Transfers					
Transfer to Other State Agencies In/(Out)	-	-	-	-	-
Legislative Transfers In/(Out)	(9,474,421)	(9,474,421)	(7,824,982)	1,649,439	-17.4%
Total Transfers	(12,281,772)	(12,253,960)	(13,499,350)	(1,217,579)	9.9%
Estimated Impact on Fund Balance	246,070	767,833	(0)	(246,070)	-

FY 2023 – UNT Dallas

Budget Detail by Fund Group – Current Funds

	Current Funds				
	Educational & General	Designated Operating	Auxiliary	Restricted Expendable	Current Funds
REVENUES					
Net Tuition and Fees	7,202,263	21,360,612	22,400	-	28,585,275
Sales of Goods and Services	-	548,335	1,487,706	-	2,036,041
Grants and Contracts	3,856,533	-	-	12,712,721	16,569,254
State Appropriations	32,428,773	-	-	-	32,428,773
Capital Appropriations	3,354,441	-	-	-	3,354,441
Net Professional Fees	-	-	-	-	-
Gift Income	-	75,000	-	1,145,875	1,220,875
Investment Income	-	381,763	-	-	381,763
Other Revenue	-	-	25,000	-	25,000
Revenues	46,842,010	22,365,710	1,535,106	13,858,596	84,601,422
EXPENDITURES					
Salaries - Faculty	10,791,761	2,879,410	-	548,464	14,219,635
Salaries - Staff	13,566,922	3,315,501	312,802	1,476,371	18,671,596
Wages and Other Compensation	213,502	1,070,596	93,523	291,992	1,669,613
Benefits and Other Payroll-Related Costs	6,798,089	1,112,738	75,710	528,980	8,515,518
Professional Fees and Services	324,375	1,975,423	3,000	972,518	3,275,316
Travel	30,000	316,685	14,000	10,624	371,309
Materials and Supplies	508,311	1,683,733	49,051	129,702	2,370,797
Communication and Utilities	-	908,913	33,000	-	941,913
Repairs and Maintenance	724,165	834,998	81,547	8,433	1,649,143
Rentals and Leases	50,000	694,472	6,500	30,968	781,940
Printing and Reproduction	25,000	270,679	12,500	5,246	313,425
Capital Expenditures	1,124,529	60,000	-	-	1,184,529
Scholarships	4,105,777	1,107,242	-	9,110,681	14,323,700
Cost of Goods Sold	-	-	-	-	-
Debt Service - Principal	-	-	-	-	-
Debt Service - Interest	-	-	-	-	-
Federal and State Pass-Through Expense	-	-	-	-	-
Other Expenditures	375,000	1,440,596	429,840	568,202	2,813,638
Expenditures	38,637,431	17,670,987	1,111,473	13,682,181	71,102,072
TRANSFERS					
<i>Intra-campus Transfers Between Funds:</i>					
Debt Service Transfer In/(Out)	-	(470,750)	(489,353)	-	(960,103)
Inter-Fund Transfer In/(Out)	(115,485)	421,488	-	-	306,003
<i>Transfers Between UNTS Components:</i>					
System Services Allocations	-	(4,350,420)	-	-	(4,350,420)
Other Inter-Unit Transfers In/(Out)	-	(669,848)	-	-	(669,848)
<i>Other Transfers:</i>					
Transfer to Other State Agencies In/(Out)	-	-	-	-	-
Legislative Transfers In/(Out)	(7,824,982)	-	-	-	(7,824,982)
Transfers	(7,940,467)	(5,069,530)	(489,353)	-	(13,499,350)
Estimated Impact on Fund Balance	264,112	(374,806)	(65,720)	176,415	(0)

FY 2023 - UNT Dallas

Budget Detail by Fund Group – Non-Current Funds

	Non-Current Funds				FY22
	Endowment Funds	Loan Funds	Plant and Debt	Non-Current	All Funds
REVENUES					
Net Tuition and Fees	-	-	-	-	28,585,275
Sales of Goods and Services	-	-	-	-	2,036,041
Grants and Contracts	-	-	-	-	16,569,254
State Appropriations	-	-	-	-	32,428,773
Capital Appropriations	-	-	-	-	3,354,441
Net Professional Fees	-	-	-	-	-
Gift Income	1,000,000	-	-	1,000,000	2,220,875
Investment Income	421,485	-	-	421,485	803,248
Other Revenue	-	-	-	-	25,000
Revenues	1,421,485	-	-	1,421,485	86,022,907
EXPENDITURES					
Salaries - Faculty	-	-	-	-	14,219,635
Salaries - Staff	-	-	-	-	18,671,596
Wages and Other Compensation	-	-	-	-	1,669,613
Benefits and Other Payroll-Related Costs	-	-	-	-	8,515,518
Professional Fees and Services	-	-	231,750	231,750	3,507,066
Travel	-	-	-	-	371,309
Materials and Supplies	-	-	-	-	2,370,797
Communication and Utilities	-	-	-	-	941,913
Repairs and Maintenance	-	-	-	-	1,649,143
Rentals and Leases	-	-	-	-	781,940
Printing and Reproduction	-	-	-	-	313,425
Capital Expenditures	1,000,000	-	15,000,000	16,000,000	17,184,529
Scholarships	-	-	-	-	14,323,700
Cost of Goods Sold	-	-	-	-	-
Debt Service - Principal	-	-	-	-	-
Debt Service - Interest	-	-	-	-	-
Federal and State Pass-Through Expense	-	-	-	-	-
Other Expenditures	-	-	-	-	2,813,638
Expenditures	1,000,000	-	15,231,750	16,231,750	87,333,822
TRANSFERS					
<i>Intra-campus Transfers Between Funds:</i>					
Debt Service Transfer In/(Out)	-	-	960,103	960,103	-
Inter-Fund Transfer In/(Out)	(421,485)	115,482	-	(306,003)	-
<i>Transfers Between UNTS Components:</i>					
System Services Allocations	-	-	-	-	(4,350,420)
Other Inter-Unit Transfers In/(Out)	-	-	(960,103)	(960,103)	(1,629,951)
<i>Other Transfers:</i>					
Transfer to Other State Agencies In/(Out)	-	-	-	-	-
Legislative Transfers In/(Out)	-	-	9,715,699	9,715,699	1,890,717
Transfers	(421,485)	115,482	9,715,699	9,409,696	(4,089,654)
Estimated Impact on Fund Balance	0	115,482	(5,516,051)	(5,400,569)	(5,400,569)

FY 2023 - UNT Dallas

Budgeted Revenue Breakout by Fund – Current Funds

	Current Funds				
	Educational & General	Designated Operating	Auxiliary	Restricted Expendable	Current Funds
Resident Undergrad Tuition	3,715,132	17,121,353	-	-	20,836,485
Non-resident Undergrad Tuition	617,107	314,987	-	-	932,094
Other Undergrad Tuition	-	41,850	-	-	41,850
Waivers Undergrad Tuition	-	-	-	-	-
Gross Undergraduate Tuition	4,332,239	17,478,190	-	-	21,810,429
Resident Graduate Tuition	3,762,848	3,803,396	-	-	7,566,244
Non-resident Graduate Tuition	487,779	198,360	-	-	686,139
Other Graduate Tuition	-	-	-	-	-
Waivers Graduate Tuition	-	-	-	-	-
Gross Graduate Tuition	4,250,627	4,001,756	-	-	8,252,383
Fees - Instructional	-	9,062	-	-	9,062
Fees - Mandatory	-	5,361,001	-	-	5,361,001
Fees - Incidental	-	891,038	22,400	-	913,438
Waivers - Fees	(225,760)	-	-	-	(225,760)
Gross Fees	(225,760)	6,261,101	22,400	-	6,057,741
Disc & Allow-Tuition and Fee	(1,154,843)	(6,380,435)	-	-	(7,535,278)
Discount and Allowances	(1,154,843)	(6,380,435)	-	-	(7,535,278)
Net Tuition and Fees	7,202,263	21,360,612	22,400	-	28,585,275
Athletics	-	-	-	-	-
Auxiliary Enterprises	-	-	1,479,706	-	1,479,706
Discounts and Allowances - Auxiliaries	-	-	-	-	-
Other Sales of Goods and Services	-	548,335	8,000	-	556,335
Sales of Goods and Services	-	548,335	1,487,706	-	2,036,041
Federal Programs and Contracts	-	-	-	2,199,321	2,199,321
Federal Financial Aid	-	-	-	8,126,000	8,126,000
State Programs and Contracts	3,856,533	-	-	986,708	4,843,241
State Financial Aid	-	-	-	-	-
Other Grants and Contracts	-	-	-	1,400,692	1,400,692
Grants and Contracts	3,856,533	-	-	12,712,721	16,569,254
State Appropriations - General	27,927,427	-	-	-	27,927,427
State Appropriations - Additional	4,501,346	-	-	-	4,501,346
State Appropriations	32,428,773	-	-	-	32,428,773
Capital Appropriations - HEF	3,354,441	-	-	-	3,354,441
Capital Appropriations	3,354,441	-	-	-	3,354,441
Gross Professional Fees	-	-	-	-	-
Contractual Allowances and Discounts	-	-	-	-	-
Net Professional Fees	-	-	-	-	-
Gift Income	-	75,000	-	1,145,875	1,220,875
Investment Income	-	381,763	-	-	381,763
Other Revenue	-	-	25,000	-	25,000
Revenues	46,842,010	22,365,710	1,535,106	13,858,596	84,601,422

FY 2023 – UNT Dallas
Budget - Current Funds by Quarter

	Q1 FYTD Estimate	Q2 FYTD Estimate	Q3 FYTD Estimate	Q4 FYTD Budget
Revenues				
Net Tuition and Fees	12,270,286	24,016,977	25,121,552	28,585,275
Sales of Goods and Services	821,127	1,395,328	1,668,238	2,036,041
Grants and Contracts	2,803,170	11,139,200	12,715,517	16,569,254
State Appropriations	29,046,890	30,233,275	31,385,204	32,428,773
Capital Appropriations	3,354,441	3,354,441	3,354,441	3,354,441
Net Professional Fees	-	-	-	-
Gift Income	236,519	370,881	780,673	1,220,875
Investment Income	81,890	207,392	328,277	381,763
Other Revenue	768	5,707	16,476	25,000
Total Revenues	48,615,092	70,723,201	75,370,378	84,601,422
Expenditures				
Salaries - Faculty	4,318,708	8,597,901	12,816,518	14,219,635
Salaries - Staff	4,576,271	9,173,964	13,927,801	18,671,596
Wages and Other Compensation	431,324	825,480	1,216,994	1,669,613
Benefits and Other Payroll-Related Costs	2,117,768	4,362,137	6,541,323	8,515,518
Cost of Goods Sold	-	-	-	-
Professional Fees and Services	602,582	1,444,456	2,124,335	3,275,316
Travel	68,194	137,897	246,229	371,309
Materials and Supplies	491,726	960,023	1,466,143	2,370,797
Communication and Utilities	170,695	405,605	616,173	941,913
Repairs and Maintenance	329,829	758,993	993,527	1,649,143
Rentals and Leases	159,404	460,750	631,719	781,940
Printing and Reproduction	37,907	96,347	177,207	313,425
Capital Expenditures	118,453	236,906	888,397	1,184,529
Federal and State Pass-Through Expense	-	-	-	-
Scholarships	3,431,427	9,334,158	10,136,108	14,323,700
Other Expenditures	581,052	1,116,689	1,713,893	2,813,638
Total Expenditures	17,435,339	37,911,306	53,496,366	71,102,072
Transfers				
<i>Intra-campus Transfers Between Funds:</i>				
Debt Service Transfer In (Out)	(240,026)	(480,052)	(720,077)	(960,103)
Inter-Fund Transfer In/(Out)	55,799	113,714	214,622	306,003
<i>Transfers Between UNTS Components:</i>				
System Services Allocations	(1,087,605)	(2,175,210)	(3,262,815)	(4,350,420)
Other Inter-Unit Transfers In/(Out)	(167,462)	(334,924)	(502,386)	(669,848)
<i>Other Transfers:</i>				
Transfer to Other State Agencies In/(Out)	-	-	-	-
Legislative Transfers In/(Out)	(7,824,982)	(7,824,982)	(7,824,982)	(7,824,982)
Total Transfers	(9,264,276)	(10,701,454)	(12,095,638)	(13,499,350)
Estimated Impact on Fund Balance	\$ 21,915,477	\$ 22,110,441	\$ 9,778,373	\$ (0)