



New Jersey City University
Board of Trustees
2039 Kennedy Boulevard
Jersey City, NJ 07305-1597
njcu.edu

**New Jersey City University Board of Trustees
SPECIAL PUBLIC MEETING NOTICE**

**September 28, 2022
2:00 P.M.**

Agenda

- I. Roll Call
- II. Welcome
- III. Chair's Report
 - A. FY23 Budget Presentation (B. Durant)
- IV. Committee Chair Reports
 - A. Executive Committee (Action Items)
 - 1. Resolution approving FY23 Budget
- V. Old Business
- VI. New Business
- VII. Next Regular Public Meeting – Tuesday, February 21, 2023, to convene in executive session.
- VIII. Adjournment

SCHEDULE

2:00 p.m. Public Session – New Jersey City University
2039 John F. Kennedy Boulevard, Jersey City
Hepburn Hall, Gothic Lounge Room 202,

Individuals that wish to address the New Jersey City University Board of Trustees must submit a request to speak form accessible from the following university webpage in accordance with Board policy:

<https://www.njcu.edu/about/administration-governance/board-trustees/speaker-request-form>

A copy of the terms for addressing New Jersey City University's Board of Trustees may be obtained at the following link:

[https://www.njcu.edu/about/administration-governance/board-trustees/terms-addressing-new-jersey-city-universitys-board-trustees.](https://www.njcu.edu/about/administration-governance/board-trustees/terms-addressing-new-jersey-city-universitys-board-trustees)

New Jersey City University Proposed Budget
 FY 2022-23

CASH POSITION

NJCU’s starting cash position on a July 1, 2022, was approximately \$24.24 million. The chart below depicts how the university’s cash position will be impacted if the university spends half of its remaining CARES funds on direct student aid, allowing the university to keep the remaining half for institutional support, and must absorb the \$12.67 million operating budget deficit (currently showing in the budget) without a significant infusion of additional cash:

Item	CARES Funds	Working Captial	Total Cash
Cash & Cash Equivalents	12,771,307	11,468,297	24,239,604
Operating Deficit	-	(12,667,000)	(12,667,000)
Direct Student Aid	(6,385,654)	0	(6,385,654)
Total Cash at Year End	6,385,653	(1,198,703)	5,186,950

Based on the above scenario, the university would end the year with less than 25 days cash on hand. As such, adoption of the proposed \$148 million Annual Operating Budget for FY 2022-23 contemplates the continuation of an aggressive rightsizing plan, that includes administrative and academic program realignments, the divestment of non-core fixed assets, and additional equitable financial support from the State of New Jersey for its longest-standing minority-serving/Hispanic-serving four-year institution.

CONCLUSION

The budget presented today for adoption reflects all the budget numbers and narrative as presented on September 12, 2022, except for the budget updates noted above. Given that the budget is reliant on \$12.67 million other financing sources that have yet to be specifically identified to be balanced, staff will provide regular budget updates to the Board of Trustees throughout the fiscal year, to include requesting amendments to the budget that may require Board of Trustee approval.

BOARD RESOLUTION

FINAL FISCAL YEAR 2023 BUDGET

- WHEREAS: State Colleges and Universities have been authorized to establish revenue, expense, and capital budget projections for the 2022/2023 fiscal year; and
- WHEREAS: The New Jersey City University Board of Trustees on June 27, 2022, approved the tuition rates, room and board rates, and rates for other fees for the 2022/2023 academic year along with a 90-day interim budget to address emergency right-sizing and cost-containment needs; and
- WHEREAS: The University projects that the Governor’s final approved State budget will include University base appropriation of \$33,913,000; and
- WHEREAS: The University prepared its operating and capital budgets for fiscal year 2023 based on projected State appropriation and tuition and fee increases, which projects total operating revenues and expenses at \$148,090,000; and capital expenditures of \$3,775,000; and
- WHEREAS: The Board of Trustees has reviewed the updated fiscal year 2022/2023 budget projections at its September 12, 2022 meeting and recommends adoption; and
- WHEREAS: The University will provide regular financial updates throughout the fiscal year to the Board of Trustees and recommend any necessary adjustments in furtherance of cost containment strategies; now be it therefore
- RESOLVED: That the New Jersey City University Board of Trustees on September 28, 2022 does hereby approve the fiscal year 2022/2023 Operating and Capital Budgets.