



LEHIGH

U N I V E R S I T Y

FY 26 BUDGET

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Overview

The FY 26 budget is hereby presented to the Board of Trustees.

The FY 26 (fiscal year beginning July 1, 2025 and ending June 30, 2026) budget reflects the inclusion of the major parameters approved in February by the Executive Committee.

With these parameters in place, the University's cash operating budget contains total revenues of \$ 531.1M expenditures of \$ 545.3M and includes fund balance draws of \$ 14.2M.

In addition to the operating budget, the annual Plant Fund budget is budgeted at \$ 30.8M and Independent Operations are budgeted at \$ 12.1M. The independent operations are the Ben Franklin Technology Partners of Northeastern PA (BFTPNE) and the Manufacturers Resource Center (MRC).

Budget Summary

Operating Budget

The operating budget total \$ 531.1M in gross revenues/transfers and \$ 746.8M in expenses. The major expense components are:

	Expense	Expense
	<u>(Gross)</u>	<u>(Net of Financial Aid)</u>
Educational & General	\$ 476.4M	\$ 476.4M
Auxiliary Enterprises	\$ 68.9M	\$ 68.9M
Financial Aid	<u>\$ 201.4M</u>	<u> </u>
	\$ 746.7M	\$ 545.3 M

Capital (Plant Fund) Budget

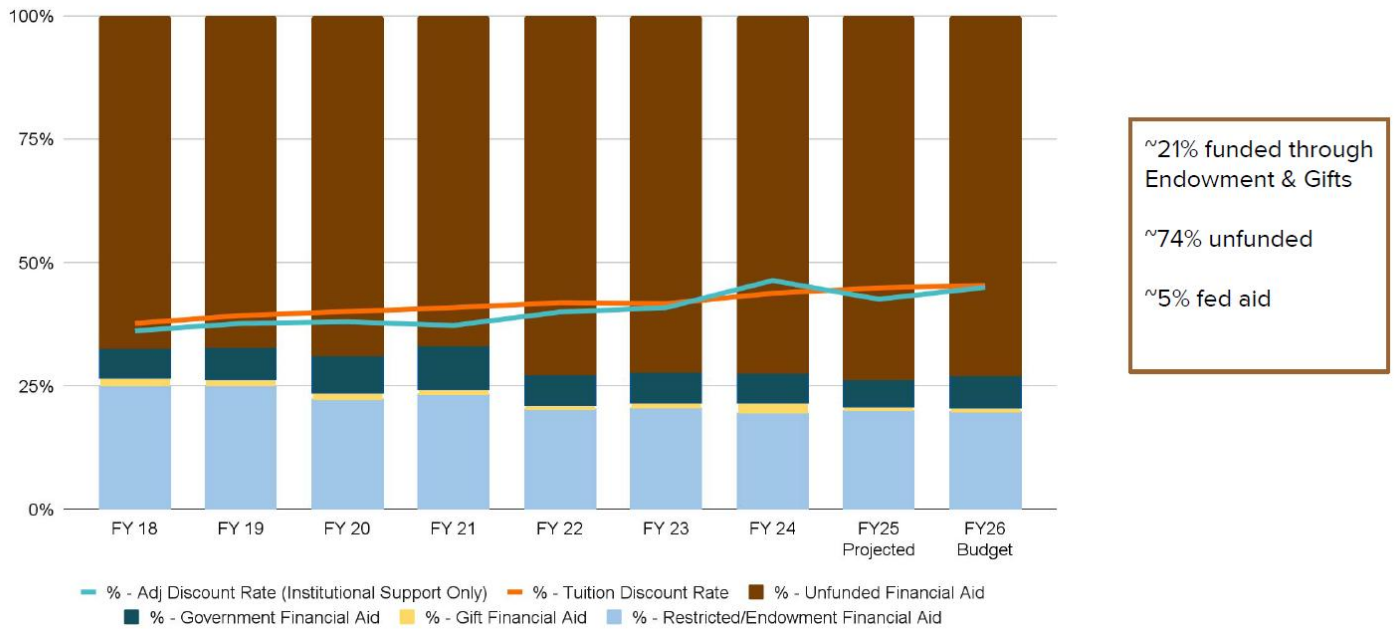
In addition to the operating budget, \$ 30.8M the annual Plant Fund budget identifies capital expenditure items rather than operating items.

Independent Operations

In addition to the operating budget and capital budgets, the independent operations of the University project activity totaling \$ 12.1M.

Major Highlights

Lehigh University Financial Aid



Lehigh University Cost of Attendance

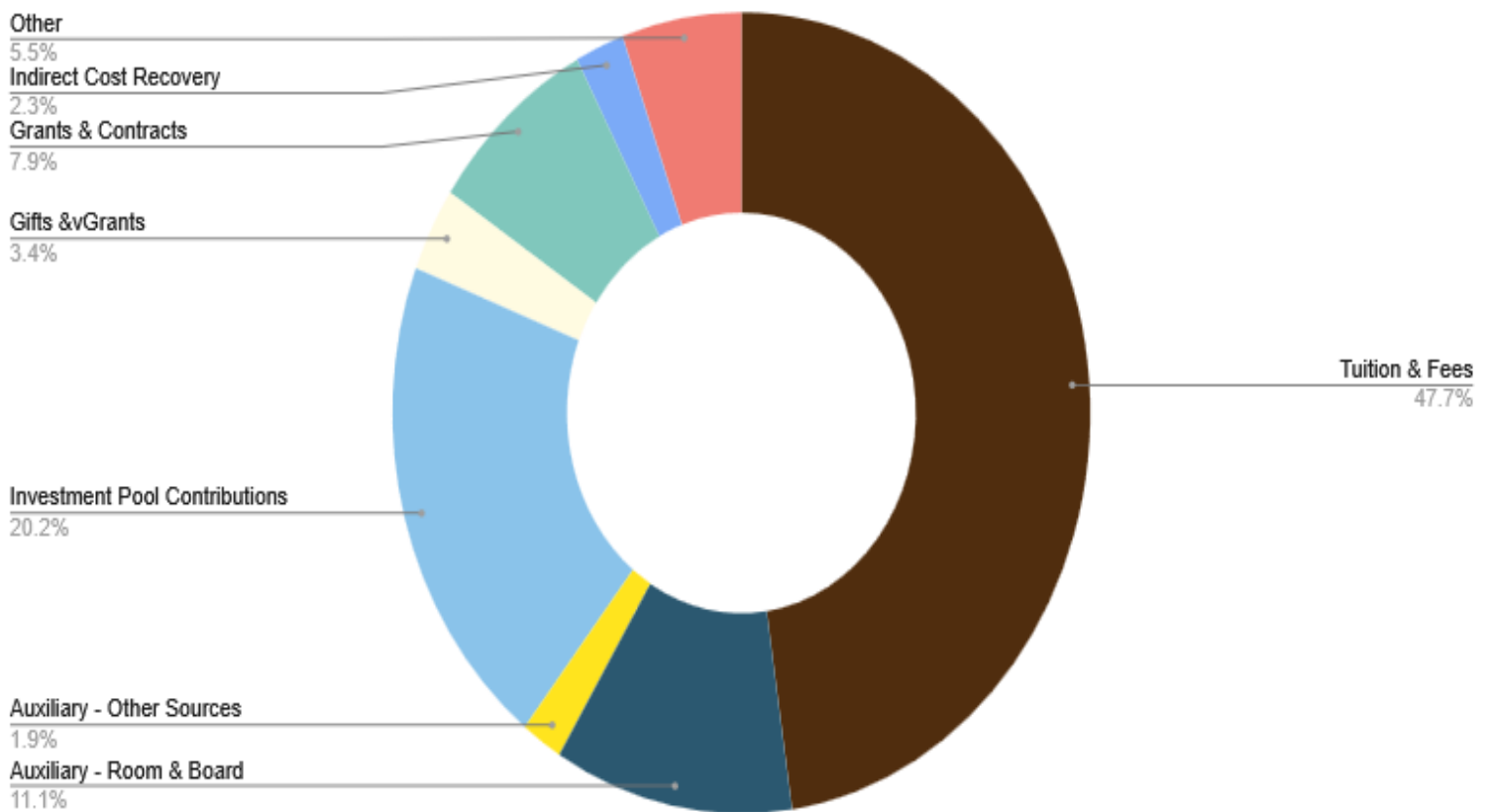
Description	FY 24 Actual	FY 25 Actual	FY 25 % Increase from FY 24	FY 26	FY 26 % Increase from FY 25
Room	\$9,680	\$10,120	4.5%	\$10,800	6.72%
Board	\$6,790	\$7,100	4.6%	\$7,380	3.94%
Tuition	\$61,180	\$63,930	4.5%	\$66,810	4.50%
Mandatory Fees	\$1,000	\$1,050	5.0%	\$1,110	5.71%
Overall	\$78,650	\$82,200	4.5%	\$86,100	4.74%

Lehigh University

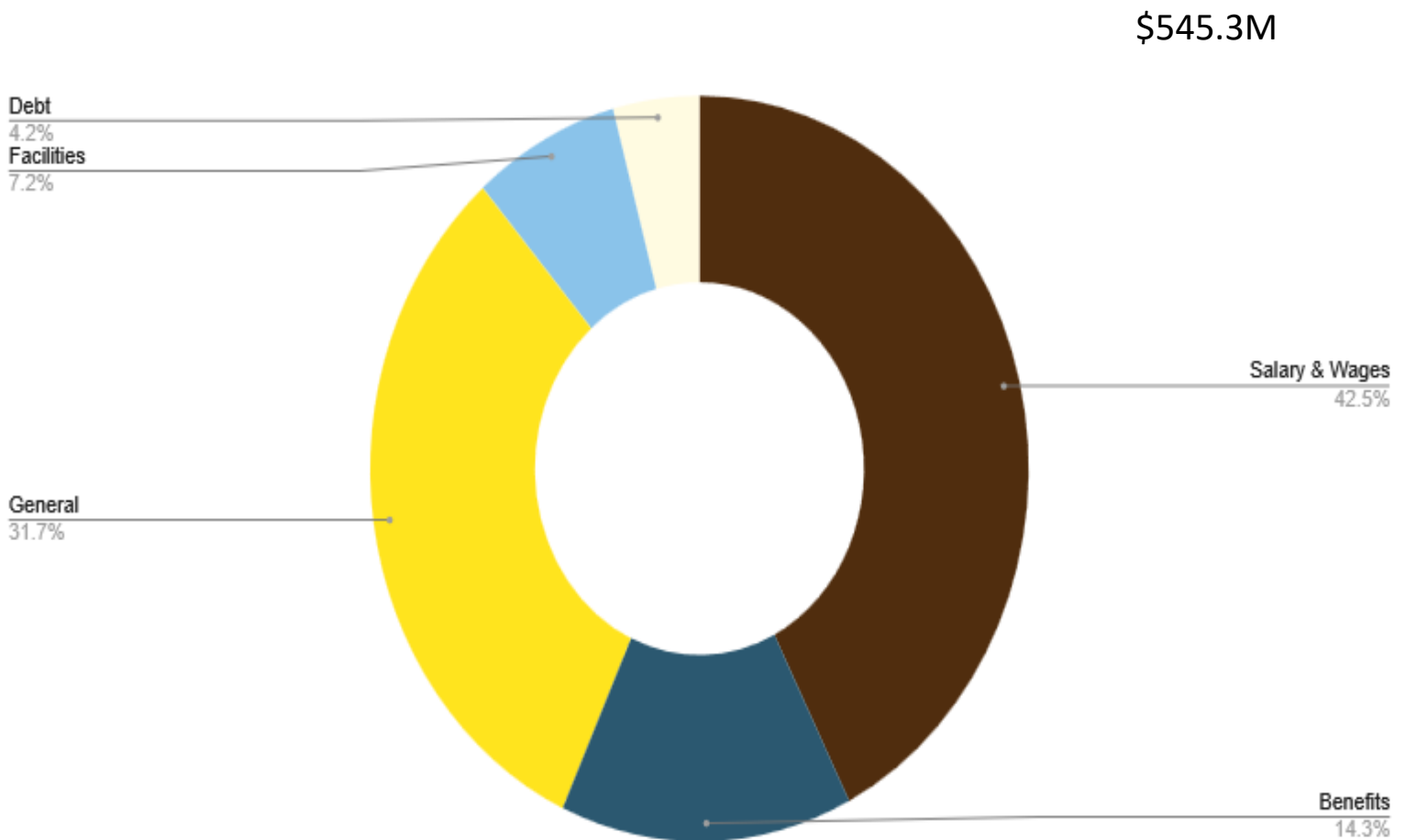
Sources of Operating Revenue

(Tuition and Fees Reported at Net)

\$531.1M



Lehigh University Expenses



LEHIGH UNIVERSITY BUDGET SUMMARIES
BUDGET BY FUND GROUPS COMPOSITE BUDGET

	<u>Unrestricted</u>	<u>Designated</u>	<u>Restricted</u>	<u>Auxiliary</u>	<u>TOTAL</u>
<u>REVENUE AND APPROPRIATIONS</u>					
Tuition and Fees	454.5	0.1			454.6
Auxiliary - Room and Board				58.7	58.7
Auxiliary - Other Sources				10.2	10.2
Endowment Earnings	23.6	3.9	62.4		89.9
Other Investment Returns	17.5				17.5
Gifts	5.0	0.4	12.6		18.0
Grants and Contracts			42.1		42.1
Financial Aid - Government			12.0		12.0
Indirect Cost Recovery	4.7	7.4			12.1
Other	2.8	9.2			12.0
Appropriations	<u>5.4</u>				<u>5.4</u>
<u>TOTAL-REVENUE AND APPROPRIATIONS</u>	<u>513.5</u>	<u>21.0</u>	<u>129.1</u>	<u>68.9</u>	<u>732.5</u>
<u>EXPENDITURES AND APPROPRIATIONS</u>					
<u>BY FUNCTIONAL AREA</u>					
Arts and Sciences	55.1	5.3	8.5		68.9
Business	29.0	1.2	5.8		36.0
Education	7.2	0.7	5.9		13.8
Engineering & Applied Science	36.5	3.7	7.9		48.1
Health	7.5	1.1	0.4		9.0
Research	4.3	7.8	37.4		49.5
Library and Technology Services	27.5	0.2	0.2		27.9
International Affairs	7.8	0.9	1.0		9.7
Provost-Other	<u>22.8</u>	<u>1.6</u>	<u>2.6</u>		<u>27.0</u>
Total Academic	197.7	22.5	69.7		289.9
Student Services	21.1	3.0	7.1		31.2
Development and Alumni Relations	20.5	0.3	0.1		20.9
University Communications	5.7	0.4	0.1		6.2
Equity and Community	2.7	0.1	0.3		3.1
General	38.3	0.5	6.4		45.2
Financial-Administrative	16.4	2.7	0.4		19.5
Facilities Services	35.9	0.5	0.9		37.3
Auxiliary Enterprises				<u>68.9</u>	<u>68.9</u>
Total Finance/Administration	52.3	3.2	1.3	68.9	125.7
Financial Aid	151.3	2.0	48.1		201.4
Appropriations	<u>23.1</u>				<u>23.1</u>
<u>TOTAL - EXPENDITURES</u>	<u>512.7</u>	<u>32.0</u>	<u>133.1</u>	<u>68.9</u>	<u>746.7</u>
NET BEFORE DRAWDOWNS	0.8	-11.0	-4.0		-14.2
DRAWDOWNS		11.0	3.2		14.2
NET	0.8		-0.8		0.0

COMPOSITE BUDGET (continued)

	<u>Unrestricted</u>	<u>Designated</u>	<u>Restricted</u>	<u>Auxiliary</u>	<u>TOTAL</u>
<u>EXPENDITURES AND APPROPRIATIONS</u>					
Salaries and Wages	169.5	20.1	39.5	2.6	231.7
Employee Benefits	<u>56.2</u>	<u>8.5</u>	<u>11.6</u>	<u>1.8</u>	<u>78.1</u>
Total Compensation	<u>225.7</u>	<u>28.6</u>	<u>51.1</u>	<u>4.4</u>	<u>309.8</u>
General Expenses	90.0	0.6	33.4	49.1	173.1
Financial Aid	151.3	2.0	48.1		201.4
Facilities	22.6	0.8	0.5	15.4	39.3
Debt Amortization	<u>23.1</u>				23.1
<u>TOTAL - EXPENDITURES AND APPROPRIATIONS</u>	<u>512.7</u>	<u>32.0</u>	<u>133.1</u>	<u>68.9</u>	<u>746.7</u>

**AUXILIARY ENTERPRISES BUDGET
UNRESTRICTED**

	FY 26 Amount	% of Total	FY 25 Amount	% of Total
<u>REVENUE</u>				
Room and Board				
Housing Services*	41.6	60.4	38.5	59.1
Food Services	17.1	24.8	16.6	25.5
Total - Room and Board	58.7	85.2	55.1	84.6
Other Sources				
Housing Services	0.8	1.2	0.8	1.2
Residence Halls Association	0.1	0.2	0.1	0.2
Food Service**	4.8	7.0	4.7	7.3
Conference Services	0.5	0.7	0.5	0.8
Bookstore**	3.4	5.0	3.3	5.1
Child Care Center	0.5	0.6	0.5	0.7
Debit Card Services	0.1	0.1	0.1	0.1
Total - Other Sources	10.2	14.8	10.0	15.4
<u>EXPENDITURES</u>				
Housing Services*	42.4	61.6	39.3	60.3
Residence Halls Association	0.1	0.2	0.1	0.2
Food Service**	21.9	31.8	21.3	32.8
Conference Services	0.5	0.7	0.5	0.8
Bookstore**	3.4	5.0	3.3	5.1
Child Care Center	0.5	0.6	0.5	0.7
Debit Card Services	0.1	0.1	0.1	0.1
<u>TOTAL - EXPENDITURES</u>	68.9	100.0	65.1	100.0

* Housing Services includes Residence Halls, Fraternities and Sororities

** Food Services is operated by Sodexo and Bookstore is operated by Barnes & Noble

FINANCIAL AID BUDGET

	FY 26 Amount	% of Total	FY 25 Amount	% of Total
<u>REVENUE</u>				
Endowment Earnings	33.9	16.9	31.7	19.1
Gifts	5.0	2.5	4.8	2.9
Government Support	12.0	6.0	9.5	5.7
Unrestricted Educational Budget	147.9	73.4	118.0	71.1
Cash Reserve Drawdown	2.5	1.2	2.0	1.2
<u>TOTAL - REVENUE</u>	201.3	100.0	166.0	100.0
<u>EXPENDITURES</u>				
Undergraduates				
University Sources	172.2	85.5	142.6	85.9
Government Sources	12.0	6.1	9.5	5.8
TOTAL - UNDERGRADUATES	184.2	91.6	152.1	91.7
GRADUATES	17.0	8.4	13.8	8.3
PRIZES	0.1	0.0	0.1	0.0
<u>TOTAL - EXPENDITURES</u>	201.3	100.0	166.0	100.0

CAPITAL PROJECTS BUDGET

	FY 26 Amount	FY 25 Amount
SOURCES OF REVENUES		
Plant Preservation	9.9	10.9
Major Capital Projects	5.9	25.5
Reserve/Other	15.0	13.2
<u>TOTAL - SOURCES</u>	<u>30.8</u>	<u>49.6</u>
USES		
Building Construction and Renovations	24.8	24.0
Major Capital Projects	6.0	25.5
Land Improvements	0.0	0.1
<u>TOTAL - USES</u>	<u>30.8</u>	<u>49.6</u>

**LEHIGH UNIVERSITY
INDEPENDENT OPERATIONS**

		Restricted	
	Personnel	Expense	Total
<u>BEN FRANKLIN PARTNERSHIP</u>			
Sources			
Federal and State Grants			2.4
Net Drawdown from reserves			2.0
Unrestricted Funds; Private Gifts & Grant			3.7
Total - Sources			8.1
Uses			
Administration and General	0.8	0.5	1.3
Projects at Lehigh		0.1	0.1
Projects with others		2.1	2.1
Other Programs	2.2	2.4	4.6
<u>TOTAL - BEN FRANKLIN PARTNERSHIP</u>	<u>3.0</u>	<u>5.1</u>	<u>8.1</u>

MANUFACTURERS RESOURCE CENTER

Sources			
Federal and State Grants			1.8
Client Revenue and Unrestricted Funds			2.0
Interest and Investment Income			0.2
Total - Sources			4.0
Uses			
Administration and Programs	2.3	1.7	4.0
<u>TOTAL - MANUFACTURERS RESOURCE CENTER</u>	<u>2.3</u>	<u>1.7</u>	<u>4.0</u>