



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 \$ 746.8M 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	\$ 476.5M	\$ 476.5M
Auxiliary Enterprises	\$ 68.9M	\$ 68.9M
Financial Aid	<u>\$ 201.3M</u>	<u>\$ 00</u>
	\$ 746.8M	\$ 545.3 M

Capital (Plant Fund) Budget

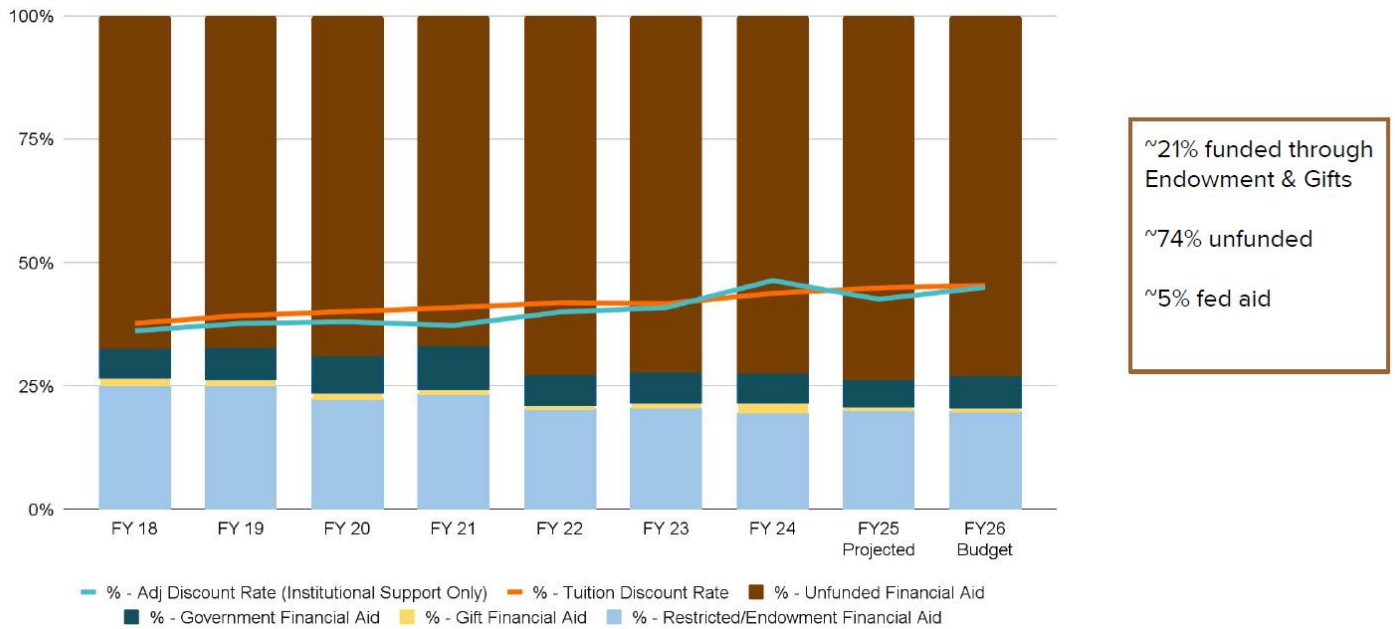
In addition to the operating budget, \$ 30.8M the annual Plant Fund budget identifies capital expenditure items rather than operating items.

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

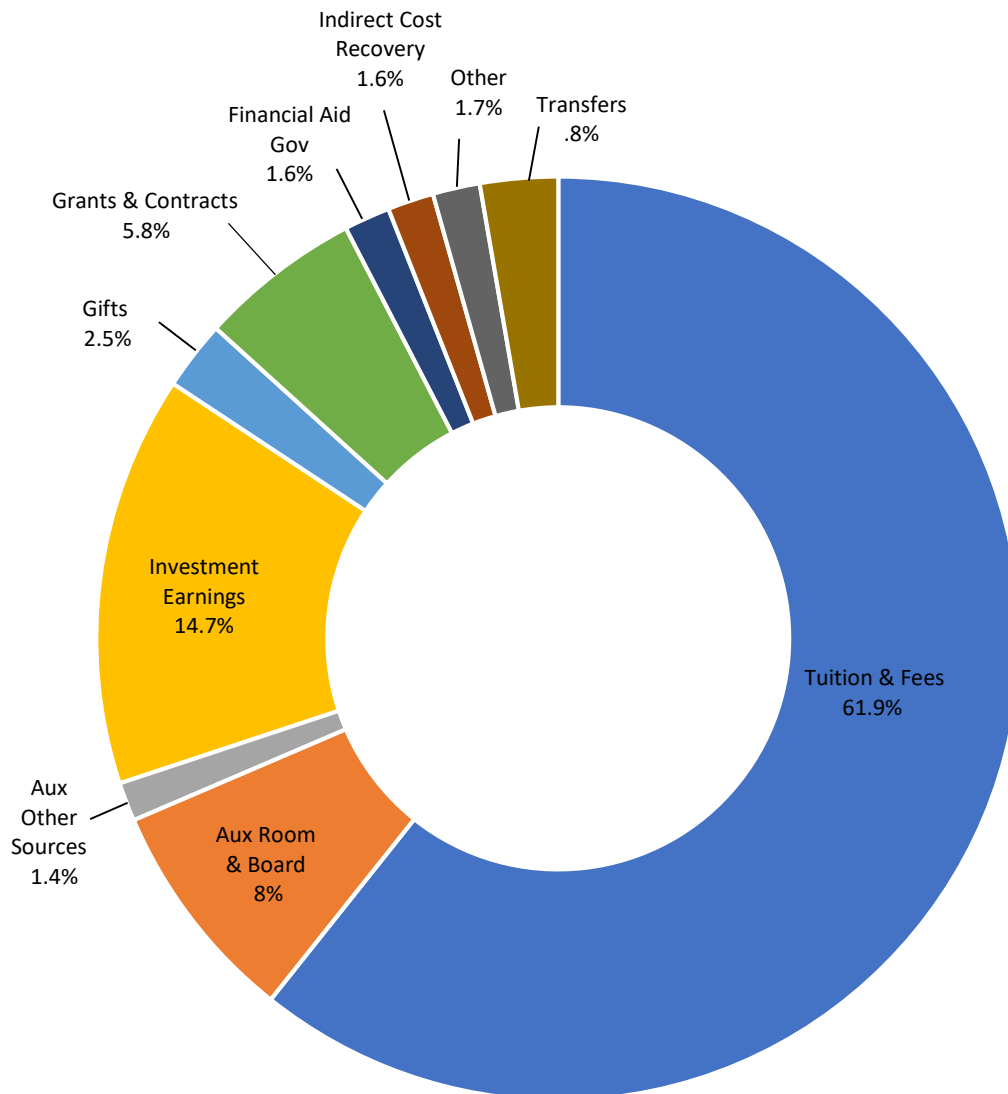
Description	FY 24 Actual	FY 25 Actual	FY 25 % Increase from FY 24	FY 26	FY 26 % Increase from FY 25
Room	\$9,680	\$10,120	4.5%	\$10,800	6.72%
Board	\$6,790	\$7,100	4.6%	\$7,380	3.94%
Tuition	\$61,180	\$63,930	4.5%	\$66,810	4.50%
Mandatory Fees	\$1,000	\$1,050	5.0%	\$1,110	5.71%
Overall	\$78,650	\$82,200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

Lehigh University

Sources of Operating Revenue

(Tuition and Fees Reported at Gross)

\$732,602,900

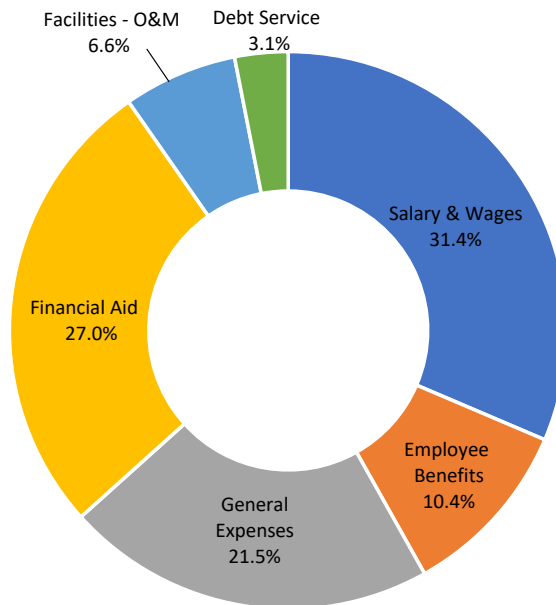


Note: The operating budget shows tuition and fees as gross income and the full amount of all student aid (scholarship, work study, etc.) as an expense in order to highlight the revenue impact of tuition planning and the corresponding student financial aid requirements. For financial statement purposes under GAAP reporting, tuition and fees are reflected as net tuition and fees.

Operating Expenditure Distribution

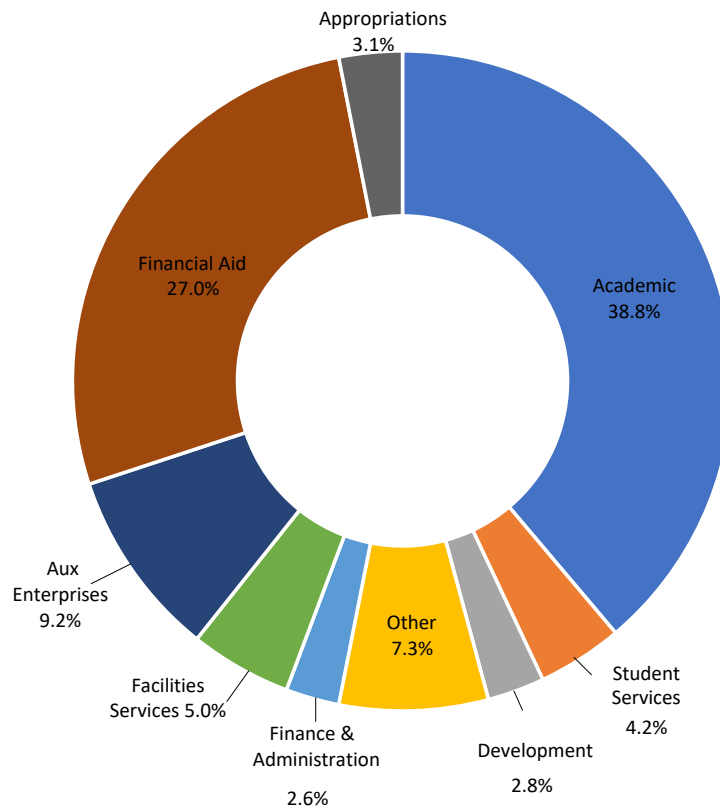
\$746,802,900

By Expense Areas



Note: Facilities Operations and Maintenance Salaries & EB's are included in the Salary & Wage and EB categories

By Functional Areas



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	453,205,330	81,200			453,286,530
Auxiliary - Room and Board				58,726,270	58,726,270
Auxiliary - Other Sources				10,162,510	10,162,510
Endowment Earnings	23,563,120	3,946,810	62,366,970		89,876,900
Other Investment Returns	17,484,110				17,484,110
Gifts	5,038,400	348,500	12,613,100		18,000,000
Grants and Contracts			42,432,510		42,432,510
Financial Aid - Government			12,033,370		12,033,370
Indirect Cost Recovery	4,690,500	7,360,650			12,051,150
Other	3,167,360	9,284,090	483,130		12,934,580
Appropriations	<u>5,614,970</u>				<u>5,614,970</u>
<u>TOTAL-REVENUE AND APPROPRIATIONS</u>	<u>512,763,790</u>	<u>21,021,250</u>	<u>129,929,080</u>	<u>68,888,780</u>	<u>732,602,900</u>
<u>EXPENDITURES AND APPROPRIATIONS</u> <u>BY FUNCTIONAL AREA</u>					
Arts and Sciences	55,126,170	5,264,440	8,456,360		68,846,970
Business	28,979,450	1,192,600	5,848,650		36,020,700
Education	7,188,090	756,200	5,899,470		13,843,760
Engineering & Applied Science	36,534,560	3,711,890	7,909,460		48,155,910
Health	7,531,140	1,091,750	393,200		9,016,090
Research	4,306,750	7,817,850	37,363,200		49,487,800
Library and Technology Services	27,506,730	165,680	237,520		27,909,930
International Affairs	7,758,450	870,660	972,530		9,601,640
Provost-Other	<u>22,852,110</u>	<u>1,613,520</u>	<u>2,585,840</u>		<u>27,051,470</u>
Total Academic	197,783,450	22,484,590	69,666,230		289,934,270
Student Services	21,075,370	2,992,480	7,157,520		31,225,370
Development and Alumni Relations	20,458,630	352,240	78,230		20,889,100
University Communications	5,668,090	381,040	92,940		6,142,070
Equity and Community	2,727,950	54,770	349,860		3,132,580
General	38,364,210	453,060	6,452,700		45,269,970
Financial-Administrative	16,388,860	2,765,720	408,970		19,563,550
Facilities Services	35,875,070	521,010	868,080		37,264,160
Auxiliary Enterprises				<u>68,888,780</u>	<u>68,888,780</u>
Total Finance/Administration	52,263,930	3,286,730	1,277,050	68,888,780	125,716,490
Financial Aid	151,258,130	1,954,080	48,116,810		201,329,020
Appropriations	<u>23,164,030</u>				<u>23,164,030</u>
<u>TOTAL - EXPENDITURES</u>	<u>512,763,790</u>	<u>31,958,990</u>	<u>133,191,340</u>	<u>68,888,780</u>	<u>746,802,900</u>
NET BEFORE DRAWDOWNS		-10,937,740	-3,262,260		(14,200,000)
DRAWDOWNS		10,937,740	3,262,260		14,200,000
NET	-	-	-		-

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	169,500,690	20,130,890	42,349,970	2,586,410	234,567,960
Employee Benefits	<u>57,803,020</u>	<u>6,179,780</u>	<u>12,295,500</u>	<u>1,809,400</u>	<u>78,087,700</u>
Total Compensation	227,303,710	26,310,670	54,645,470	4,395,810	312,655,660
General Expenses	111,117,920	3,694,240	30,429,060	64,492,970	209,734,190
Financial Aid	151,258,130	1,954,080	48,116,810		201,329,020
Debt Amortization	27,007,820				27,007,820
Transfer from Plant Fund	<u>(3,923,790)</u>				<u>(3,923,790)</u>
<u>TOTAL - EXPENDITURES AND APPROPRIATIONS</u>	<u>512,763,790</u>	<u>31,958,990</u>	<u>133,191,340</u>	<u>68,888,780</u>	<u>746,802,900</u>

**AUXILIARY ENTERPRISES BUDGET
UNRESTRICTED**

	FY 26 Amount	% of Total	FY 25 Amount	% of Total
<u>REVENUE</u>				
Room and Board				
Housing Services*	41,624,730	60.4	38,477,290	59.1
Food Services	17,101,540	24.8	16,590,450	25.5
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Total - Room and Board	58,726,270	85.2	55,067,740	84.6
Other Sources				
Housing Services	802,770	1.2	801,520	1.2
Residence Halls Association	143,500	0.2	143,500	0.2
Food Service**	4,792,900	7.0	4,734,910	7.3
Conference Services	500,000	0.7	500,000	0.8
Bookstore**	3,429,120	5.0	3,329,250	5.1
Child Care Center	441,370	0.6	442,200	0.7
Debit Card Services	52,850	0.1	52,850	0.1
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Total - Other Sources	10,162,510	14.8	10,004,230	15.4
 <u>EXPENDITURES</u>				
Housing Services*	42,427,500	61.6	39,278,810	60.3
Residence Halls Association	143,500	0.2	143,500	0.2
Food Service**	21,894,440	31.8	21,325,360	32.8
Conference Services	500,000	0.7	500,000	0.8
Bookstore**	3,429,120	5.0	3,329,250	5.1
Child Care Center	441,370	0.6	442,200	0.7
Debit Card Services	52,850	0.1	52,850	0.1
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<u>TOTAL - EXPENDITURES</u>	68,888,780	100.0	65,071,970	100.0
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* 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	33,924,380	16.9	31,723,310	19.1
Gifts	4,996,060	2.5	4,745,180	2.9
Government Support	12,033,370	6.0	9,523,300	5.7
Unrestricted Educational Budget	147,898,080	73.4	117,997,200	71.1
Cash Reserve Drawdown	2,477,130	1.2	2,020,870	1.2
<u>TOTAL - REVENUE</u>	<u>201,329,020</u>	<u>100.0</u>	<u>166,009,860</u>	<u>100.0</u>
<u>EXPENDITURES</u>				
Undergraduates				
University Sources	172,242,360	85.5	142,610,260	85.9
Government Sources	12,033,370	6.1	9,523,300	5.8
<u>TOTAL - UNDERGRADUATES</u>	<u>184,275,730</u>	<u>91.6</u>	<u>152,133,560</u>	<u>91.7</u>
GRADUATES	16,967,280	8.4	13,794,380	8.3
PRIZES	86,010	0.0	81,920	0.0
<u>TOTAL - EXPENDITURES</u>	<u>201,329,020</u>	<u>100.0</u>	<u>166,009,860</u>	<u>100.0</u>

CAPITAL PROJECTS BUDGET

	FY 26 Amount	FY 25 Amount
<u>SOURCES OF REVENUES</u>		
Plant Preservation	9,885,320	10,910,920
Major Capital Projects	5,940,000	25,486,880
Reserve/Other	15,007,830	13,270,920
<u>TOTAL - SOURCES</u>	<u>30,833,150</u>	<u>49,668,720</u>
<u>USES</u>		
Building Construction and Renovations	24,843,150	23,926,840
Major Capital Projects	5,940,000	25,486,880
Land Improvements	50,000	255,000
<u>TOTAL - USES</u>	<u>30,833,150</u>	<u>49,668,720</u>

**LEHIGH UNIVERSITY
INDEPENDENT OPERATIONS**

		Restricted	
	Personnel	Expense	Total
<u>BEN FRANKLIN PARTNERSHIP</u>			
Sources			
Federal and State Grants			2,400,000
Net Drawdown from reserves			2,000,000
Unrestricted Funds; Private Gifts & ran			<u>3,700,000</u>
Total - Sources			<u><u>8,100,000</u></u>
Uses			
Administration and General	800,000	500,000	1,300,000
Projects at Lehigh		150,000	150,000
Projects with others		2,100,000	2,100,000
Other Programs	<u>2,150,000</u>	<u>2,400,000</u>	<u>4,550,000</u>
<u>TOTAL - BEN FRANKLIN PARTNERSHIP</u>	<u><u>2,950,000</u></u>	<u><u>5,150,000</u></u>	<u><u>8,100,000</u></u>
<u>MANUFACTURERS RESOURCE CENTER</u>			
Sources			
Federal and State Grants			1,775,000
Client Revenue and Unrestricted Funds			2,000,000
Interest and Investment Income			<u>175,000</u>
Total - Sources			<u><u>3,950,000</u></u>
Administration and Programs	<u>2,275,000</u>	<u>1,675,000</u>	<u>3,950,000</u>
<u>TOTAL - MANUFACTURERS RESOURCE CENTER</u>	<u><u>2,275,000</u></u>	<u><u>1,675,000</u></u>	<u><u>3,950,000</u></u>