

AGENDA ITEM 3.b: FMI FY2016 Budget

Recommended Directive: The recommended budget of \$833,915 for FSM-FMI for fiscal year 2016 is hereby approved for submission to FSM National Government.

Discussion:

FSM-FMI operation is covered under an MOU with the FSM National Government. The MOU provides that funding for the operations of FSM-FMI from the FSM National Government.

Below is the comparison of FY2016 budgets with prior year:

	<u>FY2015</u>	<u>FY2016</u>	<u>Inc (Dec)</u>
FSM-FMI	\$794,205	\$833,915	39,710 (5%)

The operating budget for FSM-FMI for FY2016 is 5% higher than FY2015 Budget. The personnel budget calculation is based on anniversary dates of employees therefore the actual figures were used to figure in the amount needed in the personnel budget.

Other notable increases are from step increases and newly established rates for student activities at \$20/student. It must be noted that a supplemental budget of \$368,550 is still pending before FSM Congress for this fiscal year to upgrade the facilities to accreditation standards.

Students of FMI are not eligible to financial assistance form Pell grant.

Attached are the details of the expenditure budgets, narrative justifications, links to IEMP, Strategic goals and directions, and Accreditation standards. Listing of employees at FMI are included for your easy reference.

ACTION TAKEN:

- _____ Approved as presented
- _____ Approved with modifications
- _____ Deferred to a later meeting
- _____ Disapproved

VOTE:

_____ aye _____ nay _____ abstain

Date: _____