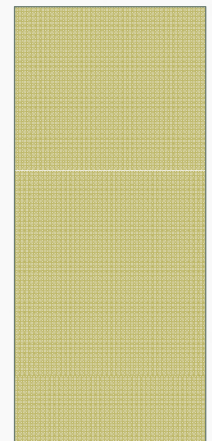


BUDGET OVERVIEW

MARCH 15, 2013



AGENDA

- Review YTD 2012-13 Revenue & Expenditures
- Ending Fund Balance Estimate
- 2013-14 Budget Development
 - Budget Advisory Task Force
 - PERS Increases
 - State Support - Governor's Budget
 - Tuition increase for Fall 2013

2012-13 NEW REVENUE

- Café in-house operations
- Expanded Bookstore food/beverage
- Coffee Bar space rent/sales commissions
- Catering commissions
- Lease of Josie Peper space – November 1st
- PAC Partners fundraising to cover operational expenses
- Slight increase in State Support
- MFSA Conference/Disaster Simulation

2012-13 EXPENDITURE REDUCTIONS

- 135,000 Instruction
- 20,000 Facilities Management reorganization
- 45,000 Community Ed, CTE, Workforce Dev.
- 20,000 Computer Services
- 10,500 Travel reduction
- 4,500 College Relations

\$235,000 Total Identified Reductions

- Additional Materials and Services reductions to be identified

2012-13 GENERAL FUND REVENUE & EXPENDITURES

(IN THOUSANDS) AS OF 2/28/13

Revenue YTD

• Tuition/Fees	\$2,493
• State Support	755
• Property Taxes	3,394
• Other	333
• Beg. Fund Bal.	<u>535</u>
YTD Total	\$7,510

75 percent of budget

Expenditures YTD

• Instruction	\$2,352
• Acad. Support	639
• Student Srvs.	652
• Institution Sup.	1,535
• Physical Plant	693
• Scholarships	<u>137</u>
YTD Total	\$6,008

60 percent of budget

2012-13 BUDGET SUMMARY

MONITOR REVENUE & EXPENDITURE

- Monitor student enrollment and impact to tuition/fee revenue
- Monitor property and timber tax revenues
- Continue to seek new revenue opportunities
- Control spending and implement efficiencies
- Monitor Legislative session for funding levels and initiatives

2013-14 BUDGET DEVELOPMENT

- Budget Advisory Task Force
 - First meeting in November
- PERS increase ~5 Percent, effective July 1, 2013
 - Estimated to increase costs ~\$220,000
- Affordable Health Care Act
 - Future impact uncertain
- State Support Funding – New Biennium
 - OCCA funding request \$510 million
 - Likely to receive between \$410-\$428 million

GENERAL FUND

2013-14 BUDGET ASSUMPTIONS

Revenue

- \$2 tuition increase
- Stable student enrollment
- State support \$1.338M
- Tuition/fees \$3.880M
- Property tax \$4.2M
- Beginning fund balance \$350 thousand

Expenditures

- PERS rate increase from 16.9% to 22%
- Steps for eligible employees
- Cola pending agreement(s)
- Employee insurance cap \$823 (12-13)

NEXT STEPS

MARCH – JUNE 2013

- Prepare Proposed Budget (March – April)
 - Salary/Fringe Adjustments
 - Reductions to balance budget
 - Budget message
- Budget Committee Meetings
 - May 7, 2013 – First meeting
 - May 21, 2013 – Second meeting
 - May 28, 2013 – Third meeting
 - Budget Committee approves 2013-14 budget
- Board Adopts 2013-14 Budget
 - June Board meeting

QUESTIONS