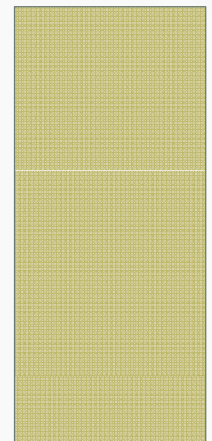


BUDGET OVERVIEW

APRIL 25, 2013



AGENDA

- Review YTD 2012-13 Revenue & Expenditures
- Ending Fund Balance Estimate
- 2013-14 Budget Development
 - Budget Advisory Task Force
 - PERS Increases – SB 822 approved in House & Senate
 - State Support - Governor's Budget
 - Tuition increase for **Summer** 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
 - Rate reduction due to SB 822 unknown at this time
- Affordable Health Care Act
 - Future impact uncertain
- State Support Funding – New Biennium
 - OCCA funding request \$510 million
 - Likely to receive between \$410-\$428 million

2013-14 BUDGET DEVELOPMENT

BUDGET ASSUMPTIONS

- **Revenue**

- \$4 tuition increase to \$98 per credit, effective summer term
- \$30 per term consolidated fee (elimination of \$10 per term registration fee, graduation fee, transcript fee (up to 5))
- \$42,500 timber tax
- Stable student enrollment
- CCWD State support (\$1.3 million assumes \$428 million for FY's 2013-15)
- Tuition & fee (\$3.816 million assumes \$4 per credit increase)
- Property tax (\$4.164 million assumes 3% increase)
- All other (\$542 thousand)
- Beginning fund balance (\$350 thousand)
- Total proposed resources \$10,211,728 million

- **Expenditures**

- PERS rate increase from 16.9% to 22%

- Steps for eligible employees
- Cola pending agreement(s)
- Employee insurance \$823 cap (status quo)
- Annual renewal agreement adjustments (+/-)
- Utilities adjusted based on historical analysis
- Total proposed expenditures \$9,786,012
- Total proposed contingency \$425,716 (4.2% of resources)
- ***SB 822 may reduce this rate if bill is signed by Governor.

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