**Sauk Valley Community College**

**July 25, 2016**

 **Action Item 5.8**

**Topic: 2016-2017 Budget- Final Reading**

 **Presented By: Dr. David Hellmich and Melissa Dye**

**Presentation:**

Since the Tentative Budget approval in June, administration has reviewed current enrollment and feels that FY17’s budget will remain with a flat enrollment projection. Administration will implement cuts if in fact paid enrollment does decline to make up for the shortfall in revenue.

A total of $2,480 in operating expenses has also been adjusted.

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| --- | --- |
| Adjustment to out of state travel  |  $2,800 |
| Adjustment to salary expense |  (1,320) |
| Adjustment to instructional supplies |  1,000 |

The expense adjustments are reflected in the budget as follows:

|  |  |  |  |
| --- | --- | --- | --- |
|  | Tentative Budget | Changes | Final Budget |
| By Program |  |  |  |
|  Instruction |  4,591,504  |  3,800 |  4,595,304  |
|  Academic Support | 1,403,965  |  618 |  1,404,583  |
|  Student Services |  1,385,136  |  (3,179) |  1,381,957  |
|  Operation & Maintenance of Plant |  1,643,782  |  606 |  1,644,388  |
|  Institutional Support |  2,262,417 | 635 |  2,263,052  |
| By Object |  |  |  |
|  Salaries | 7,797,613  | (959) | 7,796,654 |
|  Employee Benefits | 1,495,993 | (361) | 1,495,632 |
|  General Materials & Supplies | 603,095  |  1,000 |  604,095  |
|  Conference & Meeting Expense | 136,680  |  2,800 |  139,480 |
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|  |  |  |  |
|  |  |  |  |

As a result of these changes the final net operating budget decreased to a total of ($833,484) from the tentative net budget of ($831,004).

The FY17 operating budget assumes the total state funding of $2,052,370 will be received but have only received confirmation of $525,873 of stop gap funding through 12/31/2016.

**Recommendation:**

The administration recommends the Board of Trustees approve the FY 2017 Budget as presented.