

Sauk Valley Community College
January 28, 2019

Agenda Item 3.1.5

Topic: Budget Update

Strategic Direction: Goal 1, Objective 3 – Be operationally efficient in order to maintain a low cost of attendance for students

Presented By: Dr. David Hellmich and Melissa Dye

Presentation:

Attached is a spreadsheet, updated January 17, 2019, depicting operating funds budgets for the FY 2018 actual, FY 2019 budgeted, FY 2019 projected, and FY 2020 projected.

The FY 2019 projection uses the following assumptions:

- Increase to property tax revenue due to ability to levy an additional tax.
- Decrease in state funding due to reduction in CTE funds; funds were reduced due to reduction in the number of CTE credits.
- Enrollment down 6.5% compared to 5% budgeted, each % decrease is approximately \$40,000 in revenue.
- Other revenue up due to increase in Business and Community Education revenue.
- Salary increase slightly due to giving employees a 3% increase compared to 2% budgeted; increases were partly offset by saving from non-filled positions and position changes.
- Benefits decreased slightly.
- Contractual expenses up due to additional \$20,000 for position classification study and increase to Business & Community Education contracts, which will be offset by increased revenue.
- Supplies increase due to increased Business & Community Education enrollment.
- Waivers down due to decreased enrollment.

The FY 2020 projection uses the following assumptions:

- 2% EAV increase; each % of increase equals about \$51,265 in revenue.
- No tuition increase; each \$1 of increase equals about \$25,000 in revenue.
- ICCB based on a flat funding; each % decrease equals about \$16,000 in revenue.
- Enrollment 5% down; each % decrease equals about \$48,000 in revenue.
- No salary increase since none has currently been approved; each % increase equals about \$75,000.
- 7% medical expense increase; each % increase equals about \$13,000.
- 1% CPI increase.

**Sauk Valley Community College
Operating Funds Budget Projection
1/17/2019**

	FY 18 Actual	FY 19 Bud	FY 19 Proj	FY 20 Proj	
Revenues					
Property Tax	5,397,550	5,320,554	5,544,919	5,651,633	
State Funding	1,553,170	1,570,800	1,569,245	1,569,245	
Tuition & Fees	4,958,337	4,836,754	4,769,601	4,535,886	
Other	284,773	251,100	314,100	314,100	
Total Income	12,193,830	11,979,208	12,197,865	12,070,864	
Expenditures					
Salaries	7,370,287	7,455,741	7,463,460	7,528,807	
Medical	1,175,770	1,334,376	1,324,376	1,417,082	
Dental	69,385	72,319	72,319	72,319	
Life	11,528	12,012	12,536	12,675	
Flex	2,228	1,820	1,820	1,820	
SVCC Waivers	68,413	70,000	70,000	70,000	
Tuition Reimbursement	29,750	27,000	27,000	27,000	
CIP Contribution	33,355	30,231	33,060	33,426	
Other Employee Benefits	-6,802	35,325	31,135	30,325	
Contractual Services	827,600	756,915	811,915	820,034	
Materials & Supplies	519,599	600,263	610,263	616,366	
Travel	77,879	130,517	130,517	131,822	
Utilities	336,783	361,200	361,200	364,812	
Waivers	831,499	776,000	715,831	715,831	
Other	69,850	115,291	115,291	115,291	
Total Expenditures	11,417,125	11,779,010	11,780,724	11,957,610	
Transfers	(35,035)	(33,260)	(33,260)	(33,260)	
Net increase/(decrease)	741,670	166,938	383,881	79,993	
Fund Balance, End of Year	7,932,998	8,099,935	8,316,878	8,396,872	
Challenge Gr Funds	1,940,057	1,940,057	1,940,057	1,940,057	
% of fund balance	52.5%	52.3%	54.1%	54.0%	1% = ~\$74,000
Assumptions:					
Tuition rate change	\$12	\$5	\$5	\$0	\$1 = ~\$25,000
EAV change	3.5%	1.5%	1.5%	2.0%	
State Funding Change	-35.0%	1.0%	1.0%	0.0%	1% = ~\$16,000
Enrollment change	-6.0%	-5.0%	-6.5%	-5.0%	1% = ~\$48,000
CPI change	1.0%	1.0%	1.0%	1.0%	
Medical change	-6.0%	13.0%	13.0%	7.0%	1% = ~\$13,000
CIP Contribution	0.50%	0.50%	0.50%	0.50%	
Pension Contribution	0.0%	0.0%	0.0%	0.0%	
Faculty salary change	3.0%	2.00%	3.00%	0.00%	
Adjunct salary change	3.0%	2.00%	3.00%	0.00%	1% = ~\$75,000
Non Faculty salary change	3.0%	2.00%	3.00%	0.00%	