**Sauk Valley Community College**

**July 27, 2015**

 **Action Item 4.1**

**Topic: 2015 - 2016 Budget – Final Reading**

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

**Presentation:**

Since the Tentative Budget approval in June, administration has reviewed current enrollment declines and feels that FY16’s enrollment decline will be about 7%. Below shows the adjustment to tuition revenue based off this decline.

|  |  |  |  |
| --- | --- | --- | --- |
|  | Tentative Budget | Changes | Final Budget |
|  In district tuition |  4,560,000  |  (307,250)  |  4,252,750  |
|  Technology Fee |  109,000  |  (5,921) | 103,079 |
|  Activity Fee |  242,000  |  (14,803) |  227,197  |
|  |  |  |  |

A total of $20,229 in operating expenses has also been adjusted.

|  |  |
| --- | --- |
| 3% to Dr. Mihel salary for July less insurance adjustment |  (5,113) |
| Adjustment for DSO Coordinators Salary |  5,642 |
| Gala expenses to incur in FY16 |  17,000 |
| Adjustment to Utilities expense |  200 |
| Adjustment to Supplies budget |  2,500 |
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The expense adjustments are reflected in the budget as follows:

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| --- | --- | --- | --- |
|  | Tentative Budget | Changes | Final Budget |
| By Program |  |  |  |
|  Student Services |  1,297,418  |  8,142 |  1,305,560  |
|  Operation & Maintenance of Plant |  1,485,901  |  200 |  1,486,101  |
|  Institutional Support |  2,233,522  |  11,887 |  2,245,409  |
|  |  |  |  |
| By Object |  |  |  |
|  Salaries |  7,662,614  |  7,010 |  7,669,624  |
|  Employee Benefits | 1,519,592 | (6,481) | 1,513,111 |
|  General Materials & Supplies |  604,630  |  19,500 |  624,130  |
|  Utilities |  522,500  |  200 |  522,700  |
|  |  |  |  |

As a result of these changes, the final net operating budget decreased by $333,400 to a total of ($302,853) from the tentative net budget of $30,547.

The FY16 operating budget assumes the total state funding of $1,956,711 will be received but will not know true state funding until the State passes its FY16 budget. To date, SVCC has not received $287,870 of FY15 state funding.

**Recommendation:**

The administration recommends the Board of Trustees approve the FY 2016 Budget as presented.