

**Sauk Valley Community College
July 29, 2019**

Action Item 5.7

Topic: 2019-2020 Budget – Final Reading

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

Presented By: Dr. David Hellmich and Melissa Dye

Presentation:

Since the Tentative Budget approval in June, the College has made the following operating adjustments, which total \$(102,848):

	<u>Tentative</u>		<u>Final</u>
	<u>Budget</u>	<u>Changes</u>	<u>Budget</u>
Revenue			
State Government	1,588,366.00	129,882.00	1,718,248.00
Expenses			
By Program			
Instruction	4,887,100.00	(680.00)	4,886,420.00
Academic Support	995,491.00	6,890.00	1,002,381.00
Student Services	1,348,189.00	15,776.00	1,363,965.00
Public Service	451,881.00	2,071.00	453,952.00
Operating & Maintenance of Plant	1,462,589.00	475.00	1,463,064.00
Institutional Support	2,771,718.00	2,502.00	2,774,220.00
By Object			
Salaries	7,762,090.00	33,828.00	7,795,918.00
Employee Benefits	1,732,457.00	(9,044.00)	1,723,413.00
Contractual Services	981,191.00	1,000.00	982,191.00
General Materials & Supplies	665,317.00	1,250.00	666,567.00

As a result of these changes, the final net operating fund balance decreased by \$309,230 from the tentative net fund balance decrease of \$412,078. The following changes cause the increase in the net operating fund balance:

- Increased state revenue for additional base operating and equalization funding;
- Adjustment to the salary and benefit budget to account for the Position Classification Study changes as well as possible Faculty salary table adjustment;
- Increased contractual services to account for cost associated with writing the TRIO grant; and
- Increased dues and subscriptions to account for a re-certification fee for international students.

In addition, some other funds were changed from the tentative budget, most notably the Audit, Liability, Protection & Settlement and Axillary budgeted expenditures were increased to account for the Position Classification Study.

Recommendation:

The administration recommends the Board approve the 2019-2020 Budget as presented.