

July 28, 2015 Board Meeting

Operational Budget

The FY16 Operational Budget has been provided for the Board to consider. The budget increases revenue by \$22,966 and increases expenditures by \$670,480 over last year's operational budget. The budget was developed assuming 1% enrollment growth for FY16. The only Capital Project that is pending is the Camp Aldrich Dining Hall.

As of the end of FY15, our cash reserves ended up at 44%. This was up from 37% the previous year. Our cash reserve takes more into account than actual cash within the general and PTE funds (General fund, PTE fund, accounts payable, misc. auxiliary accounts such as Aldrich, Capital Outlay, Student Salary, etc.) and is a calculation based on the current expenditure budget.

We ended up FY15 with cash carryover going into FY16. This carryover will be important as we will use this to offset the request for approximately \$900,000 less in taxes. This is due to the lower oil valuation. The carryover will also offset the FY16 budget deficit and any allotment that the Governor may request for next year.

The major changes to the FY16 budget include:

967,000	Additional revenue from tuition (growth@1% plus previously approved tuition increase)
-900,000	Reduction in tax revenue due to lower valuation
-250,000	Reduction in operational budgets
250,000	Amount added to BartOnline budget to cover Canvas and online LMS changes
53,320	Pool Ceiling
91,309	Welding
415,000	Additional amount added to salary budget (approximately 3.5%)

			July 28, 2015 Board Meeting Operational Budget	
GENERAL, POSTSECONDARY TECHNICAL, AND EMPLOYEE BENEFITS			GENERAL, POSTSECONDARY TECHNICAL & EMPLOYEE BENEFITS	
FUNDS FLOW ACTIVITY			Operational Budget	
PERIOD ENDED JUNE 30, 2015	2014-15 BUDGET	PERIOD ENDED 06/30/15	2015-16 BUDGET	Difference from 14-15 Budget
Fund Balance, Beginning	10,560,209	10,560,209	12,888,581	
Tuition and Fees	12,602,648	13,612,593	13,570,538	967,889.52
Tuition AR (difference between years)		-268,969	0	0.00
Local Taxes	8,674,020	8,585,867	7,788,397	-885,623.29
State Aid	8,106,733	8,060,230	8,135,034	28,300.68
Other Taxes	1,100,000	1,249,484	1,100,000	0.00
Other	443,600	442,215	356,000	-87,600.00
Total Revenue	30,927,002	31,681,420	30,949,968	22,966.91
Expenditures:				
Instruction (100)	14,323,749	14,475,220	14,633,351	309,602.16
Academic Support (200, 400)	3,730,963	3,385,558	4,202,252	471,289.32
Student Services (300, 500, 800)	2,848,307	2,680,750	2,920,563	72,256.61
Institutional Support (600, 900)	6,900,965	5,797,002	6,185,179	-715,785.97
Physical Plant Operations (700)	3,417,735	3,014,518	3,950,854	533,118.39
Total Expenditures	31,221,719	29,353,048	31,892,200	670,480.50
Fund Balance, Ending	10,265,491	12,888,581	11,946,350	

Recommendation: Approve the operational budget as presented.