

**Sauk Valley Community College  
December 16, 2019**

**Agenda Item 3.2**

**Topic:                    Budget Update**

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

**Presented By:         Dr. David Hellmich and Kent Sorenson**

**Presentation:**

Attached is an update of the Educational and Operations and Maintenance funds (collectively, the “Operating Funds”) FY2019 actual, FY2020 budgeted, FY2020 projected, and FY2021 projected financial reports as of November, 2019, which attests to the College’s sound fiscal position.



**Operating Funds Budget Projection**  
**December 16, 2019**

	<b>FY2019 Actual</b>	<b>FY2020 Budget</b>	<b>FY2020 Projected</b>	<b>FY2021 Projected</b>
<b>Revenues</b>				
Local government	\$ 5,547,015	\$ 5,634,272	\$ 5,695,613	\$ 5,781,047
State government	1,574,050	1,718,248	1,718,248	1,718,248
Student tuition and fees	4,890,310	4,794,278	5,082,842	5,082,842
Other	410,860	313,000	362,688	362,688
<b>Total revenues</b>	<b>12,422,236</b>	<b>12,459,798</b>	<b>12,859,391</b>	<b>12,944,825</b>
<b>Expenditures</b>				
Salaries and wages	7,414,882	7,795,918	7,829,829	8,213,228
Fringe benefits	1,581,725	1,723,413	1,578,253	1,713,139
Contractual services	852,738	982,191	864,344	877,309
Supplies	565,177	666,567	697,214	707,673
Conference and travel	130,591	203,399	126,894	128,798
Fixed charges	40,491	42,314	42,314	42,949
Utilities	359,668	375,700	365,063	370,539
Capital outlay	11,511	-	-	-
Scholarships, student grants	710,047	716,900	745,804	756,991
Other expenditures	36,307	216,500	216,500	219,748
<b>Total expenditures</b>	<b>11,703,136</b>	<b>12,722,902</b>	<b>12,466,216</b>	<b>13,030,374</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>719,100</b>	<b>(263,104)</b>	<b>393,175</b>	<b>(85,548)</b>
Other financing sources (uses), net	(33,228)	(46,126)	(46,126)	(40,000)
<b>Net change in fund balance</b>	<b>685,872</b>	<b>(309,230)</b>	<b>347,049</b>	<b>(125,548)</b>
<b>Fund balance, beginning of year</b>	<b>7,933,000</b>	<b>8,618,872</b>	<b>8,309,642</b>	<b>8,656,691</b>
<b>Fund balance, end of year</b>	<b>\$ 8,618,872</b>	<b>\$ 8,309,642</b>	<b>\$ 8,656,691</b>	<b>\$ 8,531,143</b>
Challenge grant funds	(1,940,057)	(1,940,057)	(1,940,057)	(1,940,057)
Adjusted fund balance	6,678,815	6,369,585	6,716,634	6,591,086
<b>Fund balance to expenditures</b>	<b>57.1%</b>	<b>50.1%</b>	<b>53.9%</b>	<b>50.6%</b>

**Key Assumptions**

- (1) Flat enrollment for FY2020 and FY2021
- (2) No tuition and fee increase for FY2021
- (3) Staff and faculty salary schedule updates for FY2020 and salary schedule increase of 4.5% for FY2021
- (4) Expenditure inflation of 1.5% for FY2020 and FY2021
- (5) Fringe benefit increase of 8% for FY2021
- (6) No increases to State funding for FY2021
- (7) Title III institutional commitments for Title III