



*Alpena Community College
Board of Trustees*

FY 2014 Budget Workshop

June 24, 2013

ACC FY 2014 Budget Workshop

- *Budget Premises*
- *Budget*
- *Future Budget Considerations*

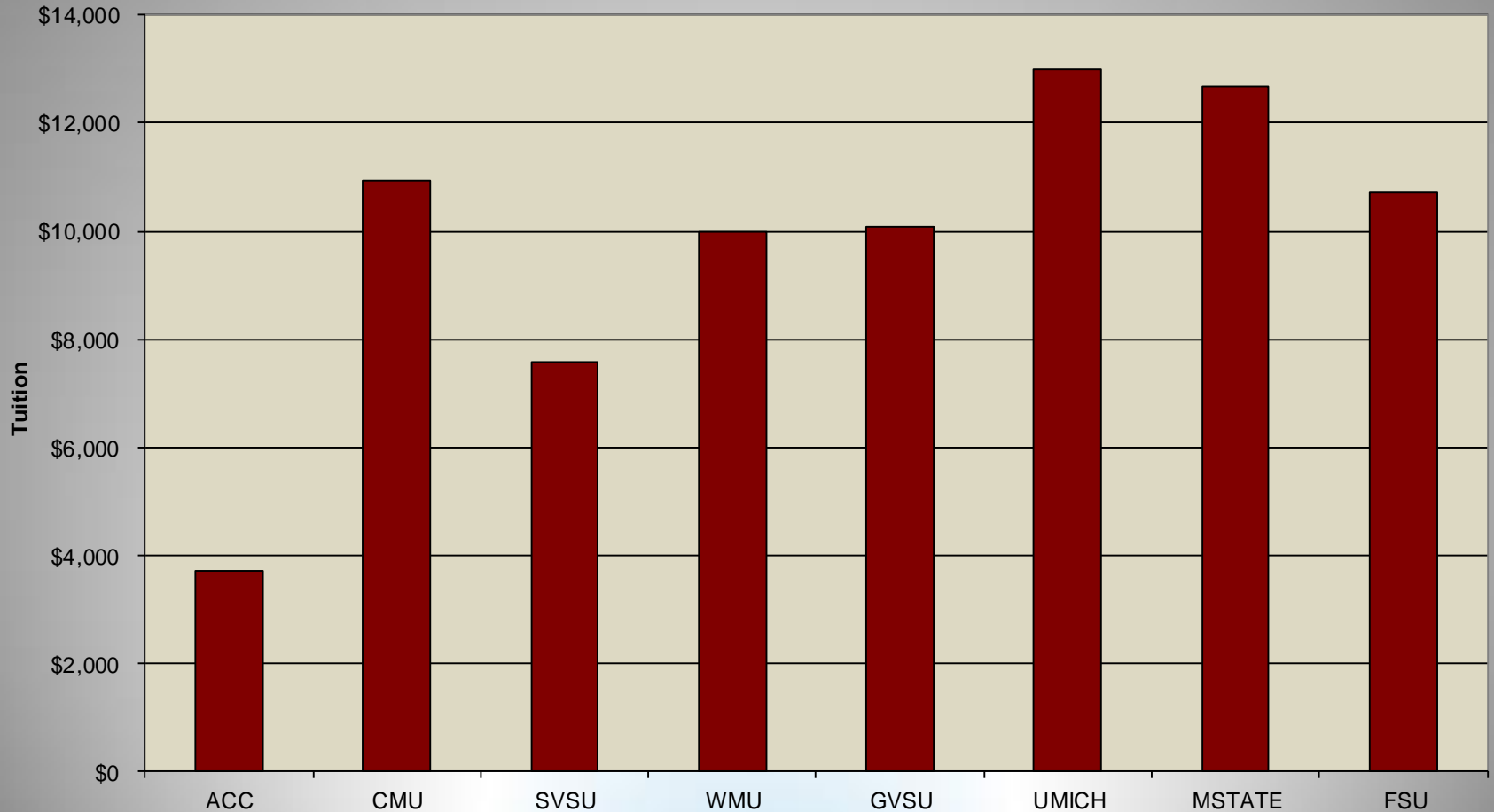
ACC FY 2014 Budget Workshop

- *Premises – Revenues*

- *5% Decrease in Enrollments – Down About \$300,000*
- *\$5 In-District, \$9 Out-of-District Increase in Tuition – Up About \$275,000*
- *Property Tax up from FY 2013 Budget – Down from Actually Received - Up About \$26,000*
- *2.0% Increase in State Aid – Up About \$103,000*

AC FY 2014 Budget Workshop

*ACC Compared to Michigan Universities
30 Credit Hours as of Fall/Spring 2012/13*



ACC FY 2014 Budget Workshop

- *Premises – Expenditures*

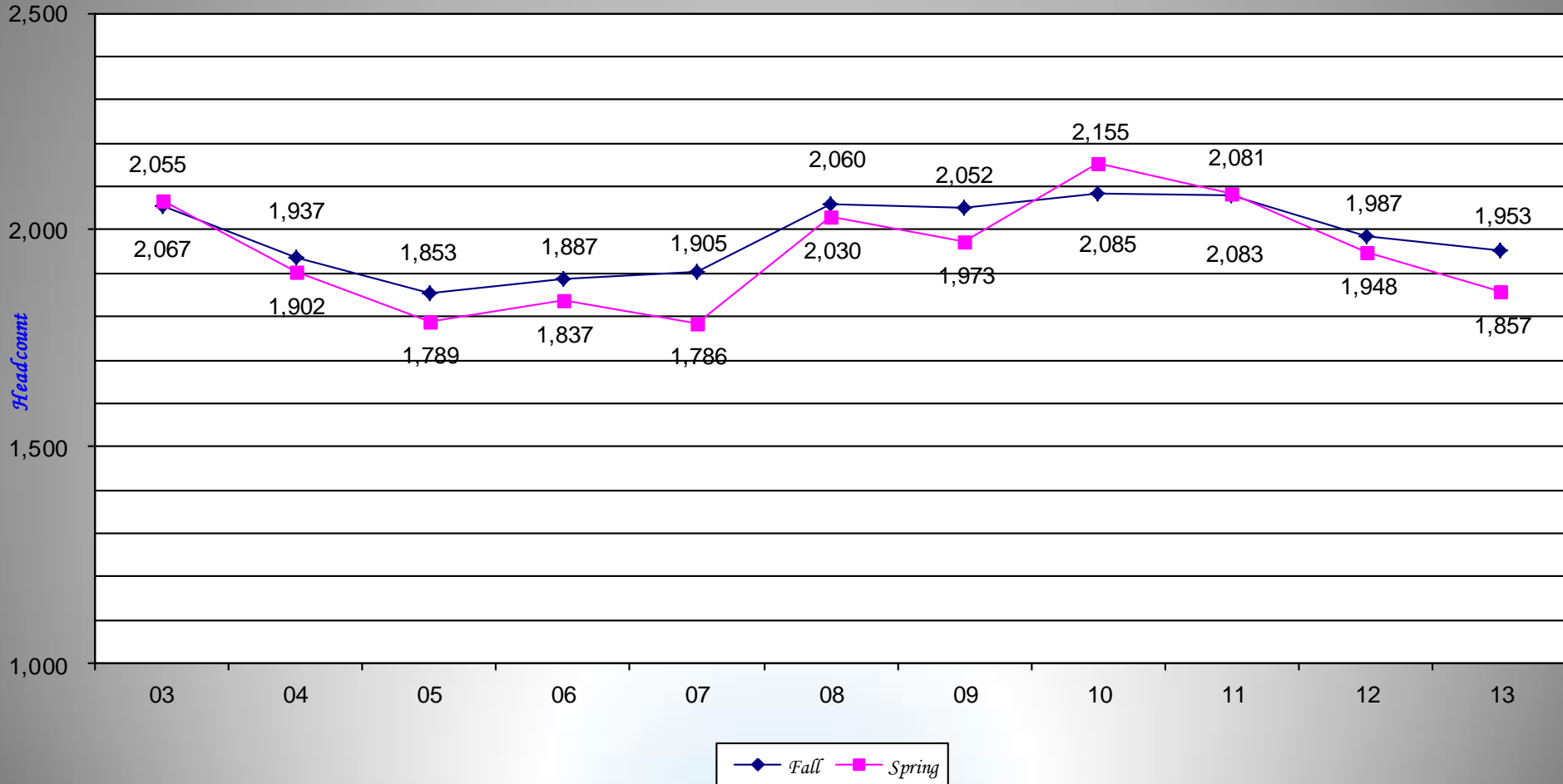
- *Wages Step + 4% for Faculty (\$258,000), 3.5% for ESP (\$54,000) and C/M (\$16,000), and Third Year out of the Last 5 Years a Wage Freeze for Administrators*
- *One Administrator's Hours Reduced, One Faculty Position Not Filled, One Full-Time and One Part-time ESP Positions Eliminated, and One ESP Position Reduced*
- *Nursing Director Added and One Nurse Faculty Position Eliminated and Full Teaching Load Restored to Nurse Faculty Position*
- *Fringe Benefits – Health Insurance Increased 6-7% for Bargaining Units, FICA and Retirement Adjusted Accordingly as Noted Above*

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- *Premises – Expenditures – Continued*
 - *Retirement Contribution Increased from 24.32% to 24.79% of Wages for Most Wage Earners*
 - *Travel and Staff Development Funds Cut*
 - *Course Offerings and Caps Adjusted*
 - *\$25,000 Transfer to Maintenance & Replacement Fund Reduced*

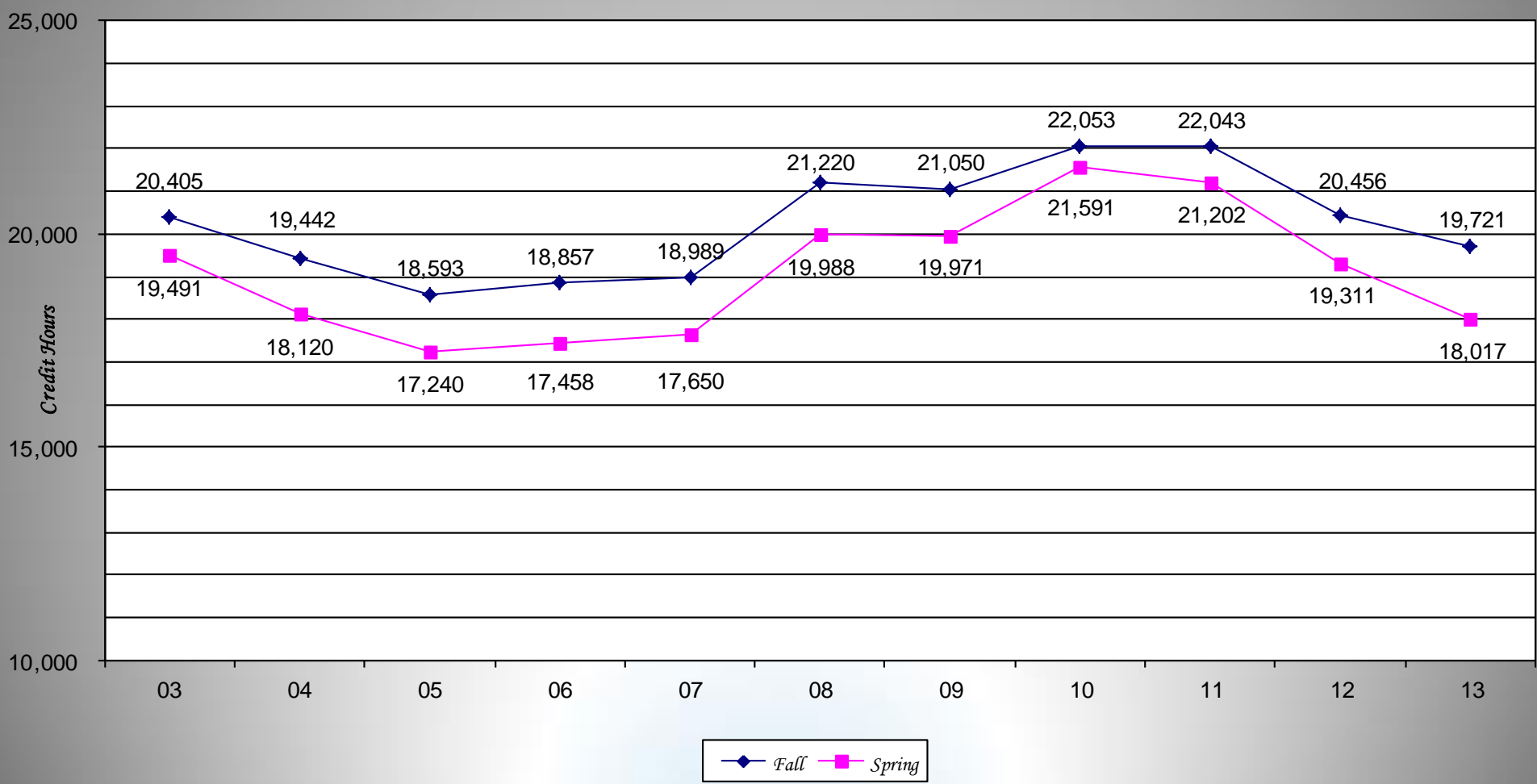
Alpena Community College

Headcount Enrollment History FY2003 - 2013

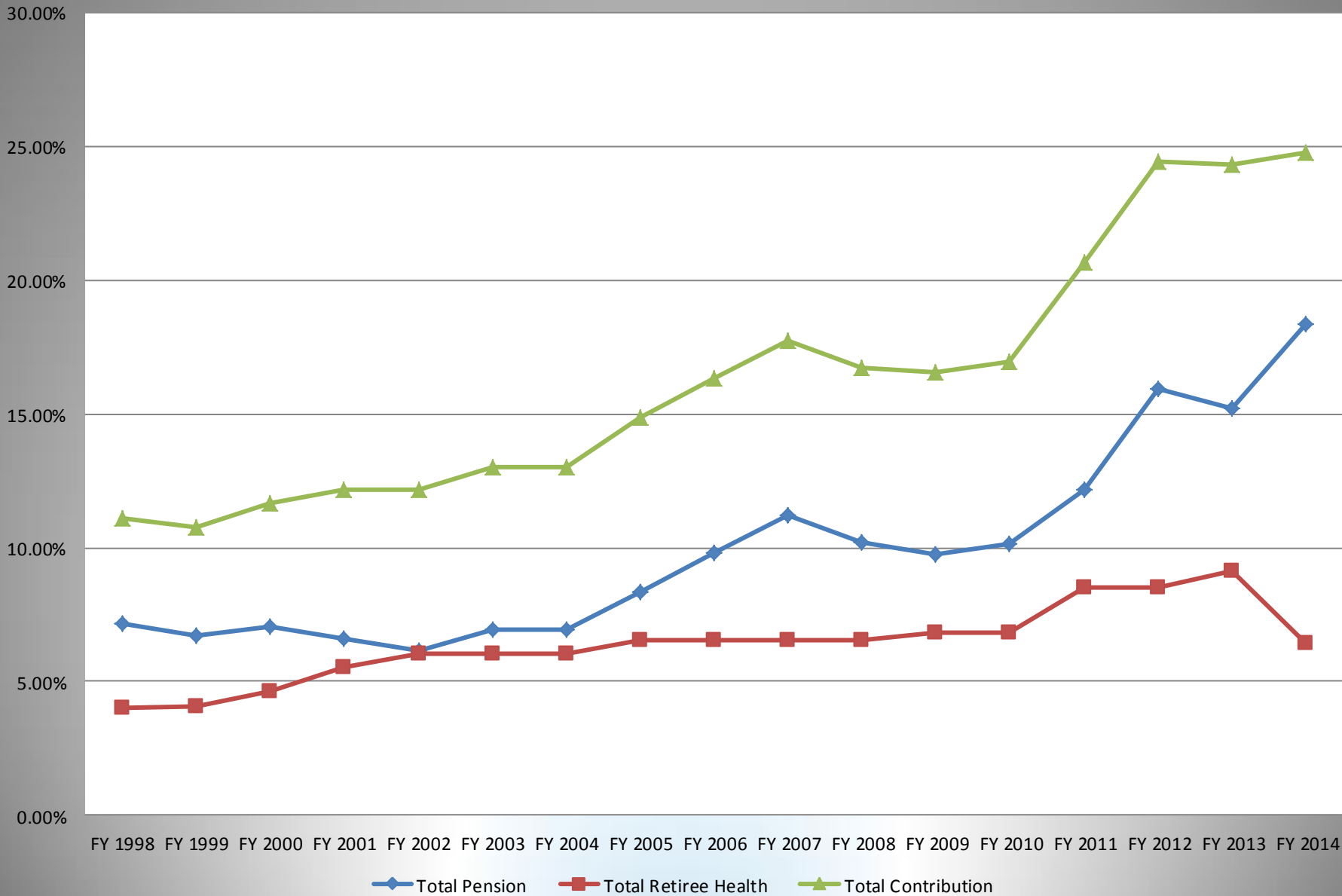


Alpena Community College

Credit Hour Enrollment History FY2003 - 2013



MPERS Rates



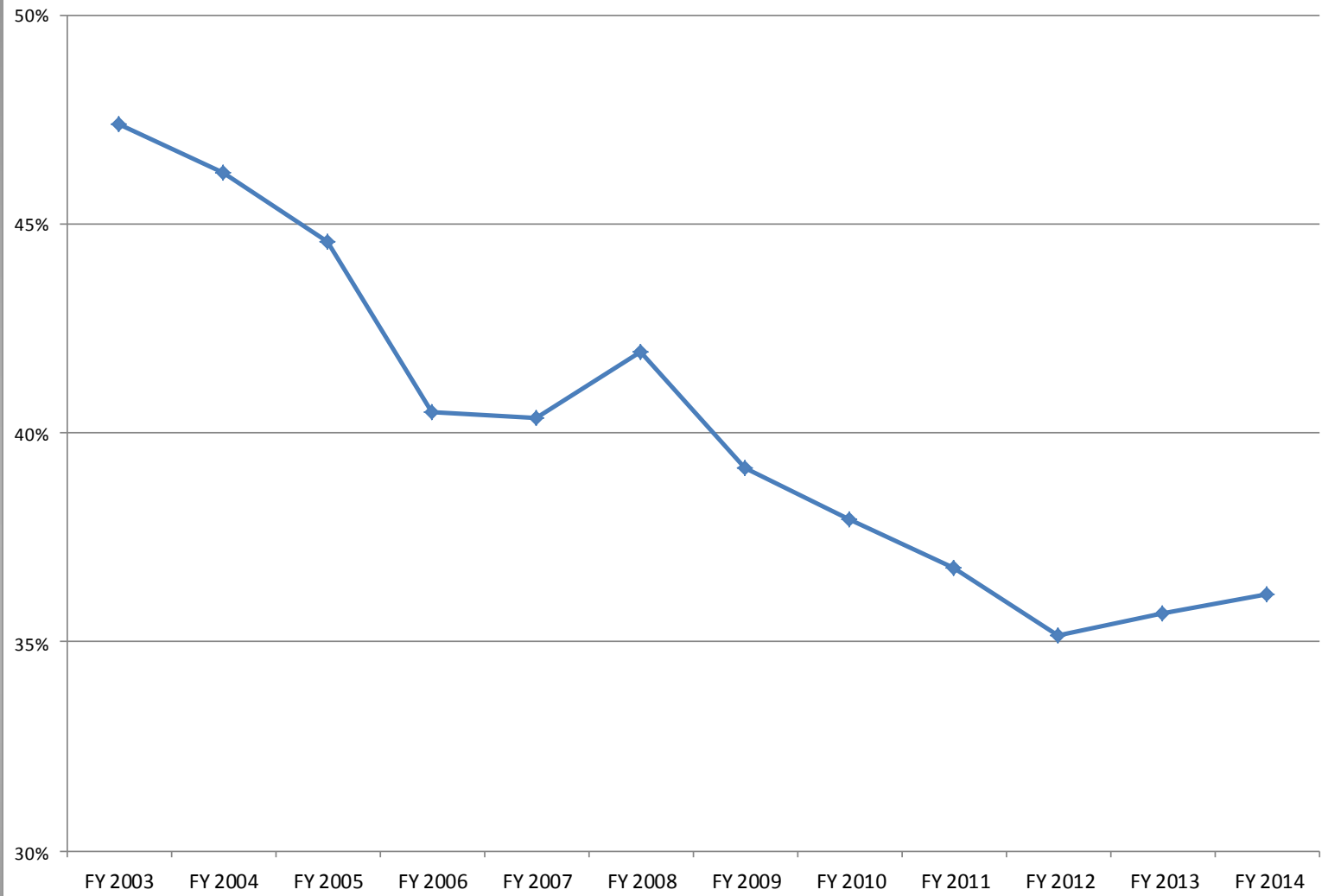
ACC FY 2013 Budget Workshop

Alpena Community College General Fund Balance Schedule as of June 30, 2013

Fund Balance Year	General Fund Exp.	Fund Balance at Beginning of Year	Inc. / (Dec.)	% Inc. / (Dec.)	Fund Balance at End of Year	Fund Bal. %	Goal (15%)	Comments
2007	11,309,422	770,346	(405,708)	-52.7%	364,638	3.2%	1,696,413	State withheld payment
2008	12,125,343	364,638	479,846	131.6%	844,484	7.0%	1,818,801	State made payment
2009	12,998,615	844,484	(17,689)	-2.1%	826,795	6.4%	1,949,792	
2010	13,233,992	826,795	111,922	13.5%	938,717	7.1%	1,985,099	
2011	13,803,677	938,717	47,898	5.1%	986,615	7.1%	2,070,552	
2012	13,962,260	986,615	16,204	1.6%	1,002,819	7.2%	2,094,339	
2013	14,199,266	1,002,819	0	0.0%	1,002,819	7.1%	2,129,890	
2014	14,252,825	1,002,819	0	0.0%	1,002,819	7.0%	2,137,924	
2015	14,252,825	1,002,819	210,000	20.9%	1,212,819	8.5%	2,137,924	Portion of L-T debt paid-off
2016	14,609,146	1,212,819	220,000	18.1%	1,432,819	9.8%	2,191,372	
2017	14,974,374	1,432,819	230,000	16.1%	1,662,819	11.1%	2,246,156	
2018	15,348,734	1,662,819	240,000	14.4%	1,902,819	12.4%	2,302,310	
2019	15,732,452	1,902,819	250,000	13.1%	2,152,819	13.7%	2,359,868	
2020	16,125,763	2,152,819	260,000	12.1%	2,412,819	15.0%	2,418,864	

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% of State Appropriations as Compared to Total GF Revenue



Alpena Community College

General Fund Past Two Years

June 24, 2013

Description	2011-2012		2012-2013		
	Actual Totals	% of Actual	Budget Totals	% of Budget	% Inc.
Property Taxes	2,603,114	18.34%	2,514,039	17.41%	-3.4%
Tuition/Fees	6,318,640	44.51%	6,489,938	44.95%	2.7%
State Aid	4,984,301	35.11%	5,153,766	35.69%	3.4%
Federal	119,027	0.84%	128,129	0.89%	7.6%
Interest	483	0.00%	9,000	0.06%	#####
Other	171,143	1.21%	144,150	1.00%	-15.8%
Total Revenue	14,196,708	100.00%	14,439,022	100.00%	1.7%
Salaries	7,934,287	55.95%	7,754,415	53.70%	-2.3%
Fringe Benefits	4,070,625	28.71%	4,121,588	28.54%	1.3%
Outside Sources	561,127	3.96%	576,180	3.99%	2.7%
Advertising	158,035	1.11%	198,630	1.38%	25.7%
Supplies	244,811	1.73%	312,293	2.16%	27.6%
Rental	2,500	0.02%	5,000	0.03%	100.0%
Utilities	429,428	3.03%	460,810	3.19%	7.3%
Telephone	34,365	0.24%	53,000	0.37%	54.2%
Postage	44,286	0.31%	50,000	0.35%	12.9%
Insurance	142,158	1.00%	177,160	1.23%	24.6%
Travel & Mileage	90,548	0.64%	90,500	0.63%	-0.1%
Tuition Waivers/Dues	92,891	0.66%	226,000	1.57%	143.3%
Library & Equipment	64,997	0.46%	72,500	0.50%	11.5%
Other	92,201	0.65%	101,190	0.70%	9.7%
Transfers	218,244	1.54%	239,756	1.66%	9.9%
	14,180,503	100.00%	14,439,022	100.00%	1.8%
	16,205		0		

Alpena Community College

General Fund Three Year Projection

June 24, 2013

Description	2013-2014			2014-2015			2015-2016		
	Budget Totals	% of Budget	% Inc.	Budget Totals	% of Budget	% Inc.	Budget Totals	% of Budget	% Inc.
Property Taxes	2,540,658	17.41%	1.1%	2,540,658	17.93%	0.0%	2,540,658	16.75%	0.0%
Tuition/Fees	6,478,680	44.95%	-0.2%	6,154,746	43.45%	-5.0%	6,154,746	46.31%	0.0%
State Aid	5,256,841	35.69%	2.0%	5,256,841	37.11%	0.0%	5,256,841	35.03%	0.0%
Federal	108,129	0.89%	-15.6%	54,065	0.38%	-50.0%	54,065	0.87%	0.0%
Interest	2,500	0.06%	-72.2%	2,500	0.02%	0.0%	2,500	0.06%	0.0%
Other	157,650	1.00%	9.4%	157,650	1.11%	0.0%	157,650	0.98%	0.0%
Total Revenue	14,544,458	100.00%	0.7%	14,166,460	100.00%	-2.6%	14,166,460	100.00%	0.0%
Salaries	7,888,560	53.70%	1.7%	7,888,560	55.03%	0.0%	7,888,560	54.67%	0.0%
Fringe Benefits	4,107,484	28.54%	-0.3%	3,819,961	26.65%	-7.0%	3,896,360	27.00%	2.0%
Outside Sources	596,948	3.99%	3.6%	596,948	4.17%	0.0%	596,948	4.14%	0.0%
Advertising	198,630	1.38%	0.0%	198,630	1.39%	0.0%	198,630	1.38%	0.0%
Supplies	316,481	2.16%	1.3%	316,481	2.21%	0.0%	322,811	2.24%	2.0%
Rental	5,000	0.03%	0.0%	5,000	0.03%	0.0%	5,000	0.03%	0.0%
Utilities	427,314	3.19%	-7.3%	433,724	3.03%	0.0%	440,230	3.05%	1.5%
Telephone	53,000	0.37%	0.0%	53,000	0.37%	0.0%	53,000	0.37%	0.0%
Postage	50,000	0.35%	0.0%	50,500	0.35%	1.0%	51,005	0.35%	1.0%
Insurance	172,000	1.23%	-2.9%	172,000	1.20%	0.0%	177,160	1.23%	3.0%
Travel & Mileage	67,700	0.63%	-25.2%	67,700	0.47%	0.0%	67,700	0.47%	0.0%
Tuition Waivers/Dues	226,000	1.57%	0.0%	226,000	1.58%	0.0%	228,260	1.58%	1.0%
Library & Equipment	75,594	0.50%	4.3%	75,594	0.53%	0.0%	75,594	0.52%	0.0%
Other	167,000	0.70%	65.0%	168,670	1.18%	1.0%	170,357	1.18%	1.0%
Transfers	192,747	1.66%	-19.6%	258,747	1.81%	34.0%	258,747	1.79%	0.0%
	14,544,458	100.00%	0.7%	14,331,515	100.00%	-1.5%	14,430,362	100.00%	0.7%
	0			(165,055)			(263,902)		

Alpena Community College

Maintenance and Replacement

Projects FY 2014 & FY 2015

as of June 24, 2013

<i>PROJECT</i>	<i>OCCURANCE</i>	<i>EST. COST</i>	<i>ANNUAL COSTS</i>
Handicap Doors - BTC-NRC-Fine Arts	Summer 2013	\$ 5,000	
LED and Other Energy Efficient Lighting Installed	Summer 2013	\$ 10,000	
Repoint Brick Work at HUSH Facility	Summer 2013	\$ 1,500	
Install Air Conditioning in Renovated HUSH Computer Lab and Smart Room	Summer 2013	\$ 5,000	
Install HUSH Building Roof Drains	Summer 2013	\$ 1,500	
Move HUSH Administration Office	Summer 2013	\$ 4,000	
College Signage	Fall 2013	\$ 10,000	
Construct a New Sign at Junction of Woodward and Johnson Streets	Spring 2014	\$ 4,500	
Install Irrigation System Lake Side of VLH	Spring 2014	\$ 1,000	
Unknowns	Various	<u>\$ 50,000</u>	\$ 92,500
HUSH Science Laboratory Addition	Summer 2014	\$ 50,000	
Roofing CTR Building Sections	Summer 2014	\$ 50,000	
BTC Parking Lot Resurface	Summer 2014	\$ 110,000	
Energy Efficient Boiler in NRC	Summer 2014	\$ 50,000	
Parking Lot Remarking	Summer 2014	<u>\$ 2,500</u>	\$ 262,500
			<u>\$ 355,000</u>
	TOTAL		<u>\$ 355,000</u>

ACC FY 2014 Budget Workshop

- *Future Budgeting Considerations*
 - *Enrollments lower than budgeted*
 - *Executive orders reducing state aid*
 - *Property tax revenues lower than estimated*
 - *Legislated retirement and healthcare provisions*