

FY16 Budget

General Operating Fund, 2015-2016

The General Operating Fund provides those resources necessary to carry out the day-to-day activities of the College. Several major economic factors impact FY 2016 budgeting. State aid is predicted to increase by 1.3%, property taxes are scheduled to increase 2.5%, enrollment may decrease by 7% due to high graduation rates in recent years, more available employment, and reductions in student aid programs and the College's health care costs increases are capped at only 2.3% due to legislative action. Therefore, the 2015-2016 year will still require continued close monitoring of the budget throughout the entire year. In addition, the College will focus on accomplishing the following objectives:

- 1) Provide an adequate schedule of course offerings to serve a projected annualized enrollment of approximately 1,800 enrollees (1,100 F.T.E.)
- 2) Continued the assessment process of assuring the delivery of quality instruction and student services programs.
- 3) Continue refinement of selected career programs to assure that the offerings are attuned to modern technology and graduates are job ready.
- 4) Provide more defined and focused attention to recruitment and admission and retention activities in all areas through the marketing plan.
- 5) Further increase enrollments and refine services to be delivered by the Huron Shores Campus that will meet the needs of Iosco County.
- 6) Further implement personnel realignments to continue to improve the effectiveness of the capacity to deliver education services.
- 7) Address issues raised in the Action Plan as defined through the North Central Accreditation process.
- 8) Reassess the Campus Master Plan while considering the future use of the College's full 680 acres.
- 9) Continue implementing other aspects of the College's strategic plan.

The various objectives specified have been identified with input from the Strategic Planning and Budgeting Committee and will be achieved through the proposed financial plan for the General Operating Fund for 2015-2016.

ALPENA COMMUNITY COLLEGE

2015-2016

Proposed Revenue Budget -- General Operating Fund

	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Taxes	\$ 2,530,658	\$ 2,593,039
Tuition/Fees	5,869,680	5,479,610
State Aid	5,409,289	5,461,607
Other/Miscellaneous	<u>218,028</u>	<u>268,679</u>
	<u>\$ 14,027,655</u>	<u>\$ 13,802,935</u>

Proposed Expenditure Budget -- General Operating Fund

	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Fine Arts	\$ 357,696	\$ 370,047
Communications	803,548	787,495
Social Sciences	716,093	624,984
Mathematics	945,463	940,237
Sciences	1,053,626	1,031,527
Physical Education	23,329	24,139
Health Education	2,940	3,762
Business	215,872	247,041
Data Processing / Computer Science	316,345	231,254
Secretarial & Office	304,898	221,447
Law Enforcement / Public Service	191,607	179,078
Media Production Technology	7,900	7,900
Design Technology	16,299	120,971
Mechanical Trades & Service Technology	508,215	574,919
Construction Trades Technology	275,732	295,068
Electrical & Electronic Trades	386,414	334,199
Apprenticeship Instruction	49,385	51,383

ALPENA COMMUNITY COLLEGE

2015-2016

Proposed Expenditure Budget -- General Operating Fund - Continued

	Budget <u>2014-2015</u>	Proposed Budget <u>2015-2016</u>
Nursing	665,485	659,694
Other Health Related	113,446	116,455
Traditional Classroom	76,222	15,545
Learning Labs	18,008	22,044
Career Guidance / College Skills	5,642	6,394
Tutorial Instruction	101,546	92,093
Community Instruction Services	0	0
Library / Media Services	246,666	246,572
Off-Campus Admin. / Huron Shores	179,194	164,484
Instruction Administration	712,501	733,454
Student Services	109,338	84,555
Financial Aid	428,208	423,884
Admissions / Records	478,386	504,720
Data Processing	789,690	834,602
General Administration	329,084	332,614
Word Processing	120,658	116,898
Institutional Administration	1,335,381	1,290,718
Public Relations / Development	199,114	187,606
Resource Development / Grant Writing	158,348	162,794
Physical Plant	1,610,143	1,549,333
Transfers	<u>175,233</u>	<u>213,025</u>
	\$ <u>14,027,655</u>	\$ <u>13,802,935</u>

Unrestricted General Operating Fund Balance

Beginning Balance	\$ 1,110,371	\$ 1,110,371
Proposed Surplus	<u>0</u>	<u>0</u>
Ending Balance	\$ <u>1,110,371</u>	\$ <u>1,110,371</u>

Designated Fund, 2015-2016

The Designated Fund encompasses a variety of funds that service the non-curricular activities of students, staff and faculty. Specifically, this fund supports activities in seven categories:

- Athletics/Student Activities
- Professional and Contract Services
- Madeline Briggs University Center
- Technology
- World Center for Concrete Technology
- Special Events/Staff Development
- Community Education

Athletics/Student Activities

All co-curricular activities of the institution are supported from this budget, which derives its revenue primarily from a student services fee that the student pays upon enrolling in classes at the College. The budget provides support for a broad range of student needs, including the student newspaper, student activities, athletics, intramurals, and the Wellness Center.

Professional and Contract Services (CS)

The PCS is charged with carrying out a varied array of contracted services for area business and industry.

Madeline Briggs University Center

In order to provide additional educational opportunities for our graduates who wish to stay close to home, partnerships were established with four-year institutions to offer classes on campus. This year's budget is \$6,250.

Technology

This fund is for the acquisition of new or updated technology. This fund was instrumental in acquisition and installation of the Datatel (Colleague) student database system. A budget of \$151,000 has been established with approximately \$80,000 earmarked for MIS technician support.

World Center for Concrete Technology

A fund to provide support activities and operations necessary for the World Center for Concrete Technology continues this year with a modest budget of \$103,542. It should be noted that this activity is supported through sales of services, user fees, and other non-taxable revenues.

Special Events/Staff Development

Each year the College attempts to support a wide range of activities that enhance the capacity of our staff to be more productive and valuable employees. Due to budgetary concerns, staff development funds are eliminated this year. The College is able to support a number of special events to assist the College in better communicating its leadership role to the service area (e.g. Science Olympiad, counselor workshops, etc.) A budget of \$5,500 is projected for these activities.

Community Education

An aggressive approach to community education in a short course format began several years ago. In this next year, the College estimates \$18,000 in revenues with \$8,145 going to support the Volunteer Center that directs its activities.

ALPENA COMMUNITY COLLEGE

2015-2016 Designated Fund

Athletics / Student Activities

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Fees	\$ 219,050	\$ 192,000
Gate Receipts / Miscellaneous	1,000	1,000
Fitness Wellness Center Fees	24,000	26,000
Transfers	<u>49,945</u>	<u>68,298</u>
 Total Revenues	 \$ <u>293,995</u>	 \$ <u>287,298</u>
 <u>Proposed Expense Budget</u>		
Administration	\$ 49,725	\$ 49,725
Men's Basketball	37,462	35,462
Women's Basketball	33,961	31,961
Women's Volleyball	15,961	15,961
Women's Softball	16,261	16,261
Cross Country	<u>9,179</u>	<u>9,179</u>
 Subtotal (Athletics)	 <u>162,549</u>	 <u>158,549</u>
 Fitness Wellness Center	 126,446	 123,749
Campus Activity Board	5,000	5,000
Lumberjack		
Intramurals		
Phi-Theta Kappa		
Student Senate		
Other Activities	<u> </u>	<u> </u>
 Subtotal (Student Activities)	 <u>131,446</u>	 <u>128,749</u>
 Total Expenses	 \$ <u>293,995</u>	 \$ <u>287,298</u>

ALPENA COMMUNITY COLLEGE

2015-2016 Designated Fund (Continued)

Professional and Contract Services

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Sales and Service	\$ 2,500	\$ 2,500
Transfers	<u>0</u>	<u>0</u>
Total Revenues	\$ <u>2,500</u>	\$ <u>2,500</u>
 <u>Proposed Expense Budget</u>		
Salaries - Instruction	\$ 1,500	\$ 1,500
Salaries - Admin. / Admin. Tech.	0	0
Fringe Benefits	1,000	1,000
All Other Expense	<u>0</u>	<u>0</u>
Total Expenses	\$ <u>2,500</u>	\$ <u>2,500</u>

Madeline Briggs University Center

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Sales and Service	\$ 8,655	\$ 6,000
Reimbursements	<u>249</u>	<u>250</u>
Total Revenues	\$ <u>8,904</u>	\$ <u>6,250</u>
 <u>Proposed Expense Budget</u>		
Wages & Fringes	\$ 0	\$ 0
Other	8,904	6,250
Transfer	<u>0</u>	<u>0</u>
Total Expenses	\$ <u>8,904</u>	\$ <u>6,250</u>

ALPENA COMMUNITY COLLEGE

2015-2016 Designated Fund (Continued)

Special Events / Staff Development

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Special Events - Contracted Services	\$ 5,500	\$ 5,500
Staff Development - Gen. Fund Transfer	<u>0</u>	<u>0</u>
 Total Revenues	 \$ <u><u>5,500</u></u>	 \$ <u><u>5,500</u></u>
 <u>Proposed Expense Budget</u>		
Special Events - Supplies / Awards	\$ 5,500	\$ 5,500
Staff Development - Workshops / Grants	<u>0</u>	<u>0</u>
 Total Expenses	 \$ <u><u>5,500</u></u>	 \$ <u><u>5,500</u></u>

Community Education

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Participation Fees	\$ <u>18,000</u>	\$ <u>18,000</u>
 Total Revenues	 \$ <u><u>18,000</u></u>	 \$ <u><u>18,000</u></u>
 <u>Proposed Expense Budget</u>		
Wage and Fringe Benefits	\$ 2,925	\$ 2,925
Program Costs	6,930	6,930
Transfer to Volunteer Center	<u>8,145</u>	<u>8,145</u>
 Total Expenses	 \$ <u><u>18,000</u></u>	 \$ <u><u>18,000</u></u>

<u>TOTAL DESIGNATED FUND</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Revenue	\$ <u><u>610,149</u></u>	\$ <u><u>574,090</u></u>
Expense	\$ <u><u>610,149</u></u>	\$ <u><u>574,090</u></u>

Auxiliary Enterprises Fund, 2015-2016

The Auxiliary Enterprises Fund consists of those activities that directly generates revenue to accomplish their objectives. The following six areas constitute “enterprises” within the fund:

- College Bookstore
- Food Service
- Auto Service and Auto Body
- Performing and Fine Arts
- Housing
- Transportation

College Bookstore

The Bookstore continues to contribute a positive margin while providing a high level of service to the College community. The Bookstore projects a net operating surplus of \$61,000 to be transferred to other funds.

Food Service

The College has contracted with Fremont Catering of Alpena, Michigan, for operation of the cafeteria. A management fee of \$10,000 per year is budgeted out of the vending proceeds and General Funds.

Auto Service and Auto Body

The College operates various special services keyed to individual instructional areas to improve the economic viability and quality of life throughout Northeast Michigan. There are \$37,000 in services to be delivered in FY16.

Performing and Fine Arts

The additions of Park Arena and Granum Theatre have enhanced the ability of the College to provide cultural activities for both its student body and the community. There are no planned events for the upcoming budget year.

Housing

The College has available 16 units of affordable housing for 64 students provided through a private developer. It is anticipated that ground lease revenues for the coming year will total \$2,186.

Transportation

Transportation covers all College functions related to the use of College-owned vehicles and is paid for through interdepartmental transfers. The revenue budget for 2015-2016 activities is estimated at \$9,000.

ALPENA COMMUNITY COLLEGE

2015-2016 Auxiliary Enterprises Fund

Bookstore

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Book Sales	\$ 598,890	\$ 609,779
Book Sales - Financial Aid and Interdepartmental	396,990	420,453
Sales Tax Remittance	<u>(52,000)</u>	<u>(55,120)</u>
 Total Revenues	 <u>\$ 943,880</u>	 <u>\$ 975,112</u>

Proposed Expense Budget

Purchases for Resale	\$ 660,716	\$ 700,358
Salaries	136,810	123,254
Fringe Benefits	50,055	51,350
Equipment	24,000	2,000
All Other	40,550	37,150
Administrative Overhead	20,749	50,000
Transfers	<u>11,000</u>	<u>11,000</u>
 Total Expenses	 <u>\$ 943,880</u>	 <u>\$ 975,112</u>

Food Service

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Sales & Service	\$ 12,000	\$ 6,000
Transfer	<u>0</u>	<u>6,000</u>
 Total Revenues	 <u>\$ 12,000</u>	 <u>\$ 12,000</u>

Proposed Expense Budget

Contract Service	\$ 12,000	\$ 10,000
Supplies	<u>0</u>	<u>2,000</u>
 Total Expenses	 <u>\$ 12,000</u>	 <u>\$ 12,000</u>

ALPENA COMMUNITY COLLEGE

2015-2016 Auxiliary Enterprises Fund (Continued)

Auto Service & Auto Body

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Sales and Service	\$ <u>78,000</u>	\$ <u>37,000</u>
	\$ <u>78,000</u>	\$ <u>37,000</u>
 <u>Proposed Expense Budget</u>		
Cost of Goods / Services Sold	\$ <u>78,000</u>	\$ <u>37,000</u>
Total Expenses	\$ <u>78,000</u>	\$ <u>37,000</u>

Housing

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Total Revenues	\$ <u>2,158</u>	\$ <u>2,186</u>
 <u>Proposed Expense Budget</u>		
Transfer	\$ <u>2,158</u>	\$ <u>2,186</u>

Transportation

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Total Revenues	\$ <u>13,000</u>	\$ <u>9,000</u>
 <u>Proposed Expense Budget</u>		
Maintenance	\$ <u>13,000</u>	\$ <u>9,000</u>
Total Expenses	\$ <u>13,000</u>	\$ <u>9,000</u>

ALPENA COMMUNITY COLLEGE

2015-2016 Auxiliary Enterprises Fund (Continued)

<u>TOTAL AUXILIARY ENTERPRISES FUND</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Revenue	\$ <u>1,049,038</u>	\$ <u>1,035,298</u>
Expense	\$ <u>1,049,038</u>	\$ <u>1,035,298</u>

Restricted Fund, 2015-2016

Various external grants from both private (e.g., foundations) and public (e.g., state and federal) sources support several activities of the College that are critical to providing quality educational experiences for our students. Ten primary areas are directly affected by these grants and individual budgets are provided for each. Though funding has been in place for many years (e.g., TRIO projects), in FY 2013 increased funding became available for Talent Search, but ceased for Upward Bound; in other areas, regulations are changing and competition is increasing (e.g., private and governmental contract training) but a new TAACCCT-DOL grant was added after a past TAACCCT ended this past year, and in selected areas, new territories are being successfully explored to provide external support for important College objectives (e.g., Christmas Wish). It should be noted that funding for various student aid programs (e.g., Pell, SEOG, etc.) is also classified in the Restricted Fund.

It should further be noted that given the “reduced” level of “hard” money for FY2016 it would be critical to the achievement of College objectives that these external “soft” monies be obtained during the coming year.

ALPENA COMMUNITY COLLEGE

2015-2016 Restricted Fund

TRIO Grants

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Talent Search		
Grant Funds	\$ 526,106	\$ 553,796
Indirect Cost Recovery	(38,955)	(40,510)
Student Support Services		
Grant Funds	254,563	254,563
Indirect Cost Recovery	<u>(20,365)</u>	<u>(20,365)</u>
 Total Revenues	 \$ <u>721,349</u>	 \$ <u>747,484</u>
 <u>Proposed Expense Budget</u>		
Talent Search		
Wages / Salaries	\$ 258,657	\$ 282,105
Fringe Benefits	140,248	156,867
Supplies and Other	<u>88,246</u>	<u>88,420</u>
	<u>487,151</u>	<u>527,392</u>
 Student Support Services		
Wages / Salaries	143,204	137,667
Fringe Benefits	76,057	72,248
Supplies and Other	<u>14,937</u>	<u>24,283</u>
	<u>234,198</u>	<u>234,198</u>
	\$ <u>721,349</u>	\$ <u>761,590</u>

ALPENA COMMUNITY COLLEGE

2015-2016 Restricted Fund (Continued)

Perkins Vocational / Applied Technical Education

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Special Populations Grant Funds	\$ 48,320	\$ 48,320
Instructional Equipment Grant Funds	25,864	25,864
College Local Leadership Grant Funds	<u>17,000</u>	<u>17,000</u>
Total Revenues	\$ <u>91,184</u>	\$ <u>91,184</u>
<u>Proposed Expense Budget</u>		
Special Needs / Special Populations Wages / Salaries	\$ 33,528	\$ 33,528
Fringe Benefits	14,792	14,792
Supplies and Other	<u>0</u>	<u>0</u>
Subtotal	<u>48,320</u>	<u>48,320</u>
Instructional Equipment Equipment	<u>25,864</u>	<u>25,864</u>
<u>Proposed Expense Budget</u>		
College Local Leadership Salaries / Benefits	\$ 16,835	\$ 16,835
Travel / Other	<u>165</u>	<u>165</u>
Subtotal	<u>17,000</u>	<u>17,000</u>
Total Expenses	\$ <u>91,184</u>	\$ <u>91,184</u>

ALPENA COMMUNITY COLLEGE

2015-2016 Restricted Fund (Continued)

College Work Study

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Grants	\$ <u>67,000</u>	\$ <u>67,000</u>
<u>Proposed Expense Budget</u>		
Student Wages	\$ <u>67,000</u>	\$ <u>67,000</u>

Pell Grant

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Federal Grant	\$ <u>4,100,000</u>	\$ <u>3,250,000</u>
<u>Proposed Expense Budget</u>		
Awards	\$ <u>4,100,000</u>	\$ <u>3,250,000</u>

Supplemental Educational Opportunity Grant

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Federal Grant	\$ <u>72,000</u>	\$ <u>72,000</u>
<u>Proposed Expense Budget</u>		
Awards	\$ <u>72,000</u>	\$ <u>72,000</u>

ALPENA COMMUNITY COLLEGE

2015-2016 Restricted Fund (Continued)

TAACCCT-DOL Grant -2014

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Grant	0	1,036,429
Indirect Cost Recovery	0	(47,135)
Total Revenue	<u>\$ 0</u>	<u>\$ 989,295</u>
 <u>Proposed Expense Budget</u>		
Salary	0	314,230
Fringe Benefits	0	172,962
Contract Services	0	150,000
Supplies	0	10,000
Travel	0	15,000
Equipment	0	319,929
Other	0	7,174
Total Expenses	<u>\$ 0</u>	<u>\$ 989,295</u>

TAACCCT-DOL Grant -2011

<u>Proposed Revenue Budget</u>	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
Grant	564,056	0
Indirect Cost Recovery	(48,096)	0
Total Revenue	<u>\$ 515,960</u>	<u>\$ 0</u>
 <u>Proposed Expense Budget</u>		
Salary	320,640	0
Fringe Benefits	163,932	0
Contract Services	10,000	0
Supplies	10,000	0
Travel	11,388	0
Equipment	0	0
Total Expenses	<u>\$ 515,960</u>	<u>\$ 0</u>

ALPENA COMMUNITY COLLEGE

2015-2016 Restricted Fund (Continued)

Christmas Wish

	Budget 2014-2015	Proposed Budget 2015-2016
<u>Proposed Revenue Budget</u>		
Donations	\$ <u>17,000</u>	\$ <u>17,000</u>
 <u>Proposed Expense Budget</u>		
Supplies and Purchases	9,000	9,000
Transfers	<u>8,000</u>	<u>8,000</u>
Travel	\$ <u>17,000</u>	\$ <u>17,000</u>

Volunteer Center

	Budget 2014-2015	Proposed Budget 2015-2016
<u>Proposed Revenue Budget</u>		
Local Support	\$ 13,707	\$ 13,707
Sales and Services	0	0
Besser Grant	29,000	29,000
Transfers	<u>16,145</u>	<u>16,145</u>
 Total Revenues	\$ <u>58,852</u>	\$ <u>58,852</u>
 <u>Proposed Expense Budget</u>		
Wages / Salaries	\$ 37,983	\$ 37,305
Fringe Benefits	20,869	19,776
Other	0	1,771
Total Expenses	\$ <u>58,852</u>	\$ <u>58,852</u>
 <u>TOTAL RESTRICTED FUND</u>	 Budget 2014-2015	 Proposed Budget 2015-2016
Revenue	\$ <u>5,643,345</u>	\$ <u>5,292,815</u>
Expense	\$ <u>5,643,345</u>	\$ <u>5,306,921</u>

Capital Equipment/Building Maintenance Fund, 2015-20165

The Capital Equipment/Building Maintenance Fund provides the financial resources necessary to undertake those critical projects included in the planning process for the College to preserve and enhance its capital assets. The past five years have seen an extensive amount of work accomplished in this area with well over 100 individual projects completed. A major portion of institutional equipment will be purchased through the fund rather than the General Operating Fund of the College, and these purchases will be institution-wide. Additionally, the Board-authorized facility fee is received in this fund to support long-term capital needs of the institution.

ALPENA COMMUNITY COLLEGE

2015-2016 Capital Equipment / Building Maintenance Fund

	<u>Budget 2014-2015</u>	<u>Proposed Budget 2015-2016</u>
<u>Proposed Revenue Budget</u>		
Facilities Fee	\$ 250,000	\$ 222,500
Transfer from General Fund	113,788	213,919
Transfer	0	0
Mandatory Transfer	<u>0</u>	<u>0</u>
 Total Revenues	 \$ <u><u>363,788</u></u>	 \$ <u><u>436,419</u></u>
<u>Proposed Expense Budget</u>		
Equipment	\$ 37,334	\$ 61,000
Contract Services - Renovations	41,300	31,134
Contract Services - Maint. Projects	84,154	84,154
Debt Service Transfer	<u>201,000</u>	<u>229,800</u>
 Total Expenses	 \$ <u><u>363,788</u></u>	 \$ <u><u>406,088</u></u>

Plant Fund, 2015-2016

The Plant Fund is the depository for various state/local grants that are directed toward the construction of capital projects. The Electrical Power Technology Center as an addition to the World Center for Concrete Technology completed construction this past Spring and opened for business in January, 2015.

ALPENA COMMUNITY COLLEGE

2015-2016 Plant Fund

	Budget <u>2014-2015</u>	Proposed Budget <u>2015-2016</u>
<u>Proposed Revenue Budget</u>		
State Capital Outlay - EPTC	\$ 2,500,000	\$ 0
Transfer from Prior Year Revenues	922,800	0
Donations	<u>500,000</u>	<u>0</u>
Total Revenues	<u>\$ 3,922,800</u>	<u>\$ 0</u>
<u>Proposed Expense Budget</u>		
Professional Fees	\$ 100,000	\$ 0
Site Improvements	125,000	0
Construction in Progress	3,675,000	0
Transfer to Debt Service	<u>22,800</u>	<u>0</u>
Total Expenses	<u>\$ 3,922,800</u>	<u>\$ 0</u>

Debt Service Fund, 2015-2016

The College refinanced the General Obligation Limited Tax Bond issued in 2002. There was \$720,000 remaining on the bond. An additional \$1,355,000 was added to help cash flow the construction of the Electrical Power Technology Center project. The Bond is for only ten years. The funding to retire the additional \$1,355,000 is to come from pledges for the project. A schedule of these annual payments totaling approximately \$229,800 for FY16 and beyond is available for review.

ALPENA COMMUNITY COLLEGE

2015-2016 Debt Service Fund

	Budget <u>2014-2015</u>	Proposed Budget <u>2015-2016</u>
<u>Proposed Revenue Budget</u>		
Transfer Facility Fee	\$ 201,000	\$ 229,800
Transfer Plant Fund	25,805	0
Transfers - General Fund	<u>0</u>	<u>0</u>
Total Revenues	<u>\$ 226,805</u>	<u>\$ 229,800</u>
<u>Proposed Expense Budget</u>		
Interest	\$ 31,805	\$ 29,800
Principal	<u>195,000</u>	<u>200,000</u>
Total Expenses	<u>\$ 226,805</u>	<u>\$ 229,800</u>

Therefore,

The following resolution is proposed:

That the Board of Trustees accepts the budget as presented for FY2016.