Review of Fiscal Year 2009 Proposed Budget

FY '09 Operating Budget

Budget process combined consideration of –

- Strategic Plan Initiatives
  - Goals and Objectives
  - Action Plans
- Program Analysis Information
- Facilities Master Plan
- NWACC's FY 2009 Operating Budget Needs

Strategic Plan Initiatives

NorthWest Arkansas Community College will become a premier educational provider in northwest Arkansas by developing a responsive educational delivery system customized to the needs of learners and receiving organizations.

- For the student community we will:
  - provide expanded access to educational opportunities for the population in general, but especially for under-served learners in all age groups who are disconnected from education by choice or circumstance.

Strategic Plan Initiatives

- For the business community we will:
  - enhance partnerships and collaborations with business and industry through innovative approaches to design and delivery of training.
- For the owner community (taxpayers) we will:
  - enhance NWACC's capacity to achieve its initiatives by diversifying its resource base.
  - develop into a hub and function as a catalyst for comprehensive regional planning and development encompassing all sectors of the community.

Strategic Plan Initiatives

- For the pre-kindergarten through grade 16 community we will:
  - forge a systemic linkage with P-16 and University partners to achieve “seamlessness” in curriculum, technology and student support and service delivery.
- For the college community we will:
  - align the organizational infrastructure of NWACC with College growth.

FY '09 General Assumptions

A. State Funding Issues

- The General Revenue Base for NWACC is $10,339,900. This is a decrease of 3.8% (or $409,844). This General Revenue Base is made up of the Revenue Stabilization Act (RSA) of $9,362,603 and $977,297 of the Educational Excellence Trust Fund (EETF).

FY '09 General Assumptions

B. Enrollment is expected to increase at a rate of 7% per year. Tuition and fees were increased for Fall 2008.

	Fall 2007	Fall 2008
In-District Tuition	$58.00	$63.25
Out-of-District Tuition	$90.00	$98.25
Out-of-State Tuition	$127.00	$138.00
Learning Support Fee	$4.50	$6.75
Technology Fee	$5.00	$7.00

FY '09 General Assumptions

C. Priorities for FY '09 are:

- Increase salaries by at least two percent.
- Absorb the increased health costs except for Major Medical Plan.
- Absorb the increase of utility costs due to energy price increases.
- Enhance College phone service to improve student access and retention.
- Increase faculty (full-time and part-time) and operating costs associated with the growth in enrollment.

FY '09 General Assumptions

1. Fiscal year '09 will begin with a carryover reserve balance of approximately $1.68m from FY '08.

2. Student Semester Credit Hours (SSCH) are expected to increase 7% each semester.
   - Expected tuition revenue is forecast to be $11,827,803 for the FY '09.

FY '09 Specific Revenue Assumptions

3. Revenue from learning fees is forecast to be $888,110. Students are charged $6.75 per credit hour for the learning support fee.

4. Revenue from technology fees is forecast to be $921,003. Students are charged $7.00 per credit hour for the technology fee.

FY '09 Specific Revenue Assumptions

5. Millage revenue for the FY '09 operating budget is forecast to be $3,900,000.

6. Revenue from vendor commissions is forecast to be $360,000.

7. We expect to end the '09 fiscal year with a reserve balance of approximately $1.9m, 6.3% of total available FY '09 unrestricted expenditures.

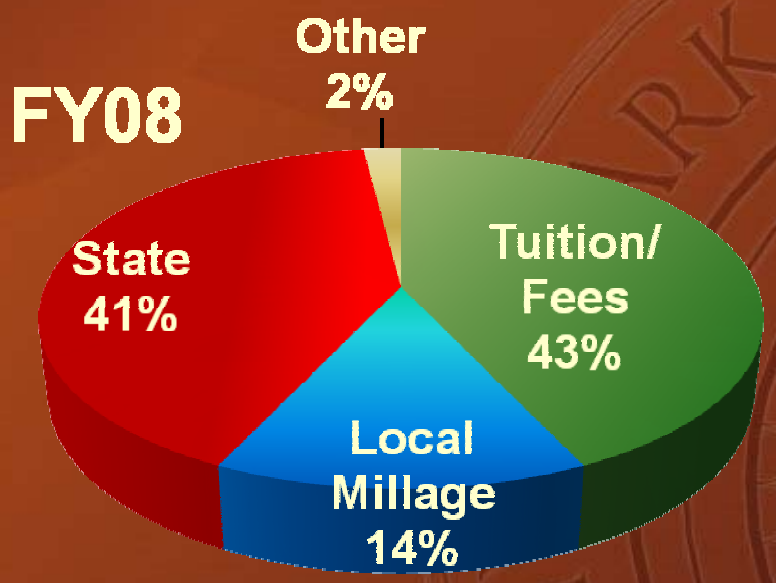
FY '09 Unrestricted Operating Revenue Budget

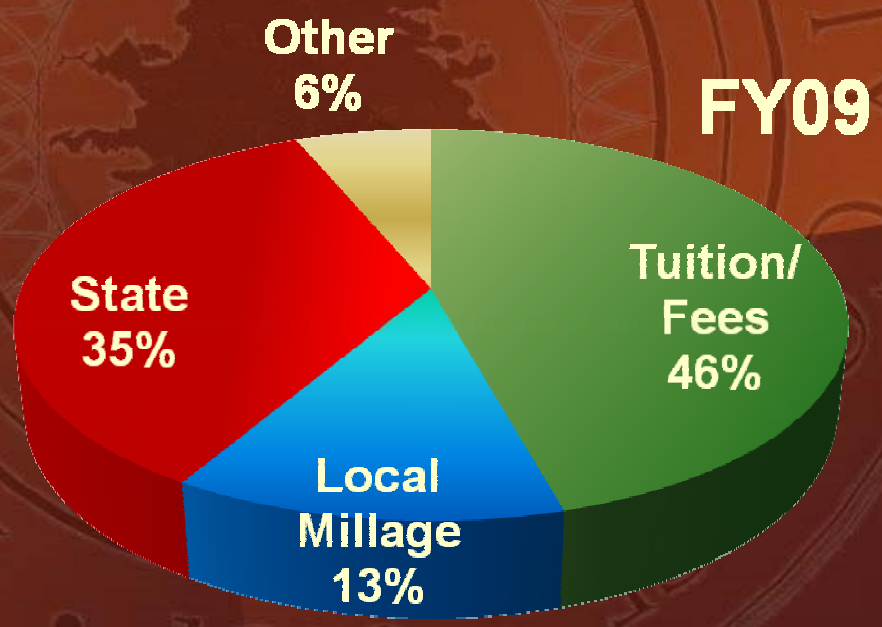
NorthWest Arkansas Community College		
FY 2009 Proposed Budget		
	FY 2008 Adjusted Budget	**FY 2009 Proposed Budget**
Tuition	$9,814,735	$ 11,827,803
Learning Fee	$531,065	$ 888,110
Technology Fee	$590,072	$ 921,003
Subtotal Tuition	**$10,935,872**	**$ 13,636,915**
Millage	$3,900,000	$3,900,000
AR Gen.Rev. & EETF	$10,749,744	$10,339,900
Distance Learning	$75,000	$130,000
Administrative Fees	$155,000	$175,000
Culinary Supply Fees	$3,750	$2,500
Allied Health - Non Credit	$20,000	$6,000
Other Fees	$41,200	$0
Facility Usage	$50,000	$0
Corporate Learning	$950,000	$1,491,256
Commissions & Other	$350,000	$360,000
Investment Income	$12,000	$25,000
RTC-Dept of Workforce Ed	$404,892	$404,892
RTC-Other Revenue	$45,000	$45,000
Subtotal Other Revenues	**$16,756,586**	**$16,879,548**
Beginning Cash Balance	$1,564,047	$1,679,955
Total Revenue	**$29,256,505**	**$ 32,196,418**
Minus Ending Cash Balance	$1,679,955	$1,908,160
Available to Spend	**$27,576,550**	**$30,288,258**

FY '09 Unrestricted Revenue Budget – Con't

	FY 08 Budget	Proposed FY 09 Budget
Available to Spend	$27,576,550	$30,288,258
Budgeted Salaries	$16,164,769	$17,783,845
Budgeted Fringe Benefits	$5,012,829	$5,130,876
Budgeted M & O	$6,398,952	$7,373,536
	$27,576,550	$30,288,258

FY '09 Unrestricted Operating Revenue Budget





FY '09 Unrestricted Expenditures Budget

	DESCRIPTION OF EXPENSE	AMOUNT	PERCENT
I.	INSTRUCTION	$ 13,786,276	46%
II.	RESEARCH	$ -	0%
III.	PUBLIC SERVICE	$ -	0%
IV.	ACADEMIC SUPPORT	$ 5,535,405	18%
V.	STUDENT SERVICES	$ 2,628,907	9%
VI.	INSTITUTIONAL SUPPORT	$ 4,769,361	16%
VIII.	OPERATIONS & MAINTENANCE OF PLANT	$ 3,568,309	12%
XI.	CONTINGENCY FUNDS		0%
	GRAND TOTAL	$ 30,288,258	100%

New Full-time Positions for 2008-09

FACULTY

- Developmental English
- Transfer English
- Developmental Math
- Transfer Math
- Biology

ADMINISTRATION

- Technical Writer
  (begin Oct '08)
- Coordinator of Veteran's Services

CLASSIFIED

- Budget Specialist
- Acct Tech
- Electrician *(PT to FT)*
- Public Safety Officer
  (Evening Dispatcher)
- Corporate Learning Secretary
- RTC Administrative Assistant
  (Gentry - PT to FT)

Restricted Expenditure Budget FY 2009

2008-09 RESTRICTED REVENUE & EXPENDITURE BUDGETS	
REVENUE SOURCES	AMOUNT
Adult Basic Education	201,366
Adult Ed - EL/Civics	15,000
Adult Ed- Direct & Equit	130,000
Ark Dept of Health - EMS & Trauma Grant	4,000
Ark Dept Work Force Elec Appren-SCWT	62,688
Ark Dept Work Force Plumbing Appren-SCWT	20,270
Bienestar Nursing Grant	280,000
Capital Improvement Funds	12,148,208
Career Pathways	270,636
Carl Perkins Grant	71,758
General Adult Education	507,397
ICPS-Homeland Security	100,000
Paso Paso	53,625
RDPC-Eastern Kentucky	86,954
RDPC-Eastern Kentucky	187,500
Student Calculator Fees	4,200
UALR Criminal Justice	-
UOA-CCOT Grant	25,092
Upward Bound Grant	250,000
Wal-Mart Retail Management	440,000
TOTAL CASH AVAILABLE FOR RESTRICTED OPERATIONS:	**14,858,694**

Restricted Expenditure Budget FY 2009

TOTAL CASH AVAILABLE FOR RESTRICTED OPERATIONS:	**$ 14,858,694**
EXPENDITURES FOR RESTRICTED OPERATIONS	AMOUNT
Salaries & Benefits	$ 1,990,464
M&O	$ 12,868,230
TOTAL EXPENDITURES FOR RESTRICTED OPERATIONS:	**$ 14,858,694**

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