

**Roxbury Community College
Budget for Fiscal Year 2019**

September 10, 2018

Operating Budget for the Fiscal Year Ending June, 30, 2019
Notes and Comments

Summary Operating Budget by Major Source and Use of Funds

Operating Revenue-Exclusive of Financial Aid

Tuition and Fees	\$ 8,682,245	33%
State Appropriation	15,739,848	60%
Federal and State Grants Excluding Financial Aid	635,269	2%
Reggie Lewis Retained Revenue	450,000	2%
Private Grants, Contracts, and Contributions	305,000	1%
Campus Rentals, Commissions, Other Fees	<u>328,800</u>	<u>1%</u>
Total Operating Revenue	<u>\$ 26,141,162</u>	<u>100%</u>

Operating Expenses-Exclusive of Student Refunds

Personnel Costs	\$ 19,780,111	77%
IT Operational Costs	1,466,055	6%
Facility Maintenance and Repairs	940,584	4%
Energy Costs	854,600	3%
Academic and Student Support Costs	960,875	4%
Security Costs	672,000	3%
Administrative Costs	559,926	2%
Marketing and Development Costs	323,624	1%
Interest on CEIP Loan	<u>80,000</u>	0%
Total Operating Expenses	<u>\$ 25,637,775</u>	98%
Net Increase in Operating Reserves	<u>\$ 503,387</u>	2%
Total Expenses and Increase in Operating Reserves	<u>\$ 26,141,162</u>	100%

Summary of Capital Sources and Uses of Funds

State Appropriations: Capital	\$ 7,980,000
Depreciation Expense	(<u>3,000,000</u>)
Change in Investments in Fixed Assets	<u>\$ 4,980,000</u>
Net Increase in Net Position	<u>\$ 5,483,387</u>

Fiscal Year 2019 Budget Details

Tuition and Fee Revenue

Tuition and fee revenue is based on 31,000 credit hours, (subtracting tuition remission and state tuition waivers).

Federal Grants and Contracts

Federal and state grants (excluding financial aid is anticipated to be \$635,269) 40% of which is specifically related to STEM programing.

State Appropriations

Base College Appropriation	\$10,960,216
Reggie Lewis Appropriation	925,000
Fringe—State employee payroll	<u>3,854,632</u>
Total cash and imputed	<u>\$15,739,848</u>

The base college and Reggie Lewis appropriations are actual and represent a 2% increase over FY2018. Additional funding has been approved for the state's performance formula funding program, however, the allocation across the community colleges has not been determined and therefore this funding is not included in the budget. The maximum amount of this funding would be \$219,000.

For all salary expenses charged to the base appropriation and the Reggie Lewis appropriation the state pays the fringe benefit costs and it is recorded as additional appropriation. For any salaries above the \$11,885,216 the college will be assessed a charge by the state of 32% of payroll expenses for fringe benefits.

The state requires that the college spend an amount equal to 5% of the state appropriation amount for building repairs and maintenance.

Expenses

- Personnel costs includes union contract mandated increases.
- Construction and Improvements costs meet state mandated 5% of base appropriation.
- Interest expense is on state energy loan with payments starting in January 2019.

Roxbury Community College
Operating Budget for the Fiscal Year Ended June 30, 2019

	Actual FY16	Actual FY17	Unaudited FY18	Budget FY19
Operating Revenues:				
Tuition and fees, traditional	\$ 8,246,806	\$ 7,175,546	\$ 7,330,687	\$ 7,982,245
Tuition and fees, continuing education	569,445	426,691	734,137	700,000
Less: scholarships and fellowships	<u>(5,892,548)</u>	<u>(5,191,770)</u>	<u>(5,070,557)</u>	<u>(4,817,000)</u>
Net tuition and fees	\$ 2,923,703	\$ 2,410,467	\$ 2,994,267	\$ 3,865,245
Federal grants and contracts:	6,149,507	5,710,800	5,283,751	5,536,158
State grants and contracts:	2,907,050	1,756,246	1,017,595	916,111
Other	510,416	336,175	319,195	328,700
Reggie Lewis Retained Revenue	520,097	522,418	437,316	450,000
Private grants, contracts, and Contributions	1,058,954	274,413	463,149	305,000
State appropriations:	14,534,029	15,224,458	15,189,876	15,739,848
Investment income	<u>1,986</u>	<u>200</u>	<u>100</u>	<u>100</u>
Total Operating Revenues	<u>\$ 28,605,742</u>	<u>\$26,235,177</u>	<u>\$25,705,249</u>	<u>\$ 27,141,162</u>
EXPENSES				
State Employee Compensation	\$ 10,905,692	\$10,916,570	\$10,761,249	\$ 11,515,538
Employee Related Expenses	66,857	73,456	63,619	96,745
Special Employee/Contract Services	5,078,271	4,515,370	4,305,797	4,083,896
Pension and Insurance Related Expenditure	3,234,907	3,595,092	3,404,057	4,083,932
Administrative Expenses	714,350	687,282	735,668	820,609
Facility Operational Supplies & Related	1,532,299	507,191	616,056	506,150
Energy Costs & Space Rental Expense	1,200,895	1,138,866	973,985	854,600
Consultant Services Contract	1,778,952	1,352,435	1,067,517	764,426
Operational Services	1,014,161	1,100,917	1,054,058	867,050
Equipment Purchase	218,091	4,858	124,420	116,840
Equip. Lease-Purchase, Lease & Rental	201,629	155,695	187,416	211,800
Construction and Improvement	429,268	951,848	521,030	593,284
Entitlement Program	165,134	166,066	172,524	175,000
Information Technology Expenses	987,982	536,536	648,487	867,905
Bad Debt Expense	171,457	-	-	-
Scholarships and Fellowships	1,040,304	1,035,162	1,138,500	1,000,000
Interest Expense	<u>-</u>	<u>-</u>	<u>-</u>	<u>80,000</u>
Total Operating Expenses	<u>\$ 28,740,249</u>	<u>\$26,737,344</u>	<u>\$25,774,383</u>	<u>\$ 26,637,775</u>
Increase/(Decrease) in Operating reserves	<u>\$ (134,507)</u>	<u>\$ (502,167)</u>	<u>\$ (69,134)</u>	<u>\$ 503,387</u>
Depreciation Expense	\$ (1,914,414)	\$ (1,837,344)	\$ (2,299,696)	\$ (3,000,000)
Capital Grants	10,655	580,884	251,393	
State Appropriations: Capital	<u>2,193,578</u>	<u>19,881,164</u>	<u>22,385,135</u>	<u>7,980,000</u>
Change in Investment in Fixed Assets	<u>\$ 289,819</u>	<u>\$18,624,704</u>	<u>\$20,336,832</u>	<u>\$ 4,980,000</u>
Net Increase/(decrease) in Net Position	<u>\$ 155,312</u>	<u>\$18,122,537</u>	<u>\$20,267,698</u>	<u>\$ 5,483,387</u>