APPROVAL OF THE COLLEGE 2016-17 FISCAL YEAR OPERATING BUDGET

RESOLUTION NUMBER 2016-18

WHEREAS, the 2016-2017 fiscal year internal operating budget for the College needs to be adopted, and

WHEREAS, the general fund unrestricted recurring operating revenue estimate for the 2016-2017 fiscal year, as recommended by the administration, totals $488,760,742 and general fund unrestricted operating reserve totals $202,173,520, as illustrated on Exhibit A as attached hereto, and

WHEREAS, the operating expenditure budget is within this revenue as projected, as illustrated on Exhibit B as attached hereto, and

WHEREAS, additional restricted funds are anticipated, and expenditures are to be budgeted within these projections,

NOW THEREFORE BE IT RESOLVED, that the State Board of Trustees does hereby approve the revenue estimates and budget allocations for the 2016-2017 fiscal year as attached hereto (Exhibits A and B) at a total of $690,934,262, and

BE IT FURTHER RESOLVED, that each budget allocation as hereby approved shall be adjusted by the Senior Vice President/Chief Financial Officer as authorized by the President after the year end 2015-2016 closing to reflect the actual revenue and expense budget of each such unit, and

BE IT FURTHER RESOLVED, the Senior Vice President/Chief Financial Officer, as directed by the President, shall affect a reduction or increase to these budget allocations as necessary in order to maintain a balanced budget for the fiscal year. Such action may occur whenever it is determined that budgeted revenue is not being collected as has been projected, or to adjust for a significant shift in enrollment between regions or sites, or to adjust for changes in other income or expenses. All such budget increases or decreases during the fiscal year shall be reported to the Board by the Senior Vice President Chief/Financial Officer at its next meeting subsequent to such action by the President, and

BE IT FURTHER RESOLVED, that the amounts included in the Reserve Accounts may be allocated to the respective regions and sites as needed for the specified purposes by the Senior Vice President/Chief Financial Officer when approved by the President, and

BE IT FURTHER RESOLVED, that the restricted funds awarded to the College may be expended for their intended purposes within the mission of the College, and that addition of such funds will be reported to this Board by the Senior Vice President/Chief Financial Officer at its next board meeting, and

IVY TECH COMMUNITY COLLEGE OF INDIANA

2016-17 TOTAL OPERATING REVENUE ESTIMATE

State Appropriation:

General - Operating	$216,256,680	
Dual Credit	6,583,450	
Fee Replacement	31,558,916	
Total State Appropriation		$254,399,046

Tuition and Mandatory Student Fees:

In-State ($2.00 Increase) - $135.15	$181,261,113	
Out-of-State ($2.00 Increase) - $264.40	5,196,780	
Out-of-State Distance Education ($2.00 Increase) - $158.50	2,354,253	
Total Student Fees		188,812,146

($1,397,544 - R&R Fee Revenue - $1.00/cr.hr. is included in the $188,812,146)

($1,317,050 - Student Activity Fee Revenue - $1.00/cr.hr. is included in the $188,812,146)

Internet-Based Distance Ed Fee - $20.00 Per Credit Hour ($0 Increase)		8,968,924
Technology Fee - $60 Per Semester ($0 Increase)		10,203,240

Transfers In:

Lawrenceburg Project - 2016-17 Gaming Revenue*	$ 100,000	
Total Transfers In		100,000

Other Revenue:

Regional Estimates:		
Miscellaneous Fees		
-- Regular Credit	$ 7,792,886	
-- Non-Credit & Corporate College Charges	9,945,065	
Other Income (Gifts, Grants, Overhead, etc.)	3,373,835	
College-wide	2,465,600	
Investment Income	2,700,000	
Total Other Revenue		26,277,386
Total Unrestricted Operating Revenue Estimate		**$488,760,742**
2015-16 Year-end Close Reserve Estimates		$202,173,520

*Lawrenceburg funding of $241,000 (remainder of estimated gaming revenue) will be recorded in PK0004, Lawrenceburg Expansion.

IVY TECH COMMUNITY COLLEGE OF INDIANA
SUMMARY OF ALL RECOMMENDED ALLOCATIONS BY SITE

Region/Site	Recommended Budget Allocation	Year-end Reserve Estimate	Total
Gary	$ 12,155,900	$ 1,539,796	$ 13,695,696
Valparaiso	11,456,851	2,750,653	14,207,504
East Chicago	6,012,280	1,621,699	7,633,979
Michigan City	3,753,502	1,054,818	4,808,320
Total Northwest	$ 33,378,533	$ 6,966,966	$ 40,345,499
South Bend	$ 18,195,265	$ 833,834	$ 19,029,099
Warsaw	3,679,162	1,095,263	4,774,425
Elkhart	3,700,087	547,203	4,247,290
Total North Central	$ 25,574,514	$ 2,476,300	$ 28,050,814
Northeast	$ 32,448,045	$ 5,712,000	$ 38,160,045
Lafayette	$ 25,630,832	$ 6,896,910	$ 32,527,742
Kokomo	$ 14,113,888	$ 1,377,984	$ 15,491,872
Logansport	2,972,866	439,177	3,412,043
Total	$ 17,086,754	$ 1,817,161	$ 18,903,915
Muncie	$ 17,826,570	$ 1,431,382	$ 19,257,952
Anderson	6,555,290	2,733,423	9,288,713
Marion	3,905,567	1,948,488	5,854,055
Total East Central	$ 28,287,427	$ 6,113,293	$ 34,400,720
Wabash Valley	$ 20,440,584	$ 6,642,386	$ 27,082,970
Indianapolis	$ 61,678,422	$ 13,767,179	$ 75,445,601
Franklin	2,271,636	(346,038)	1,925,598
Greencastle	3,178,826	(229,467)	2,949,359
Noblesville	1,041,106	-	1,041,106
Total Central Indiana	$ 68,169,990	$ 13,191,674	$ 81,361,664
Richmond	$ 11,823,528	$ 4,385,581	$ 16,209,109
Columbus	$ 14,500,171	$ 4,700,000	$ 19,200,171
Madison	$ 6,407,896	$ 3,550,000	$ 9,957,896
Lawrenceburg	6,603,792	1,600,000	8,203,792
Total Southeast	$ 13,011,688	$ 5,150,000	$ 18,161,688
Southwest	$ 21,678,673	$ 5,035,652	$ 26,714,325
Southern Indiana	$ 17,134,333	$ 8,400,734	$ 25,535,067
Bloomington	$ 21,867,808	$ 4,700,000	$ 26,567,808
College-wide Accounts	$ 41,511,733		41,511,733
Total Regions/Sites	**$392,544,613**	**$ 82,188,657**	**$474,733,270**
President's Special Projects Fund	1,000,000		1,000,000
Office of Information Technology	33,223,432		33,223,432
Center For Instructional Technology	1,704,339		1,704,339
Transfers Out	33,261,010		33,261,010
State-wide Support	27,027,348	119,984,863	147,012,211
Total College	**$488,760,742**	**$202,173,520**	**$690,934,262**

EXHIBIT C

ANNUAL CONTRACTS OBLIGATING THE COLLEGE TO

EXPENDITURES EXCEEDING $500,000

Service/Line of Coverage	Estimated Amount	Vendor
Health Plan		
Employee Group Medical Insurance	$ 41,426,896	Anthem, Express Scripts, Chard Snyder
Employee Group Dental Insurance	$ 2,722,394	Delta Dental
Risk Management		
Risk Mgmt. Broker/Consultant, Property, Crime, Fiduciary, Auto, Out of State Worker's Comp, General, Umbrella, Professional, Educator's Legal Liability, Foreign Liability, Aviation, Cyber Liability, Worker's Compensation (Excess and TPA), Student Accident	$ 3,000,000	Arthur J Gallagher, Travelers, United Educators, Old Republic Insurance Co., Beazley (Lloyd's London), ACE American Insurance Co., Midwest Employers Casualty Company and JWF
Unemployment	$ 1,000,000	Equifax and Department of Workforce Development

BE IT FURTHER RESOLVED, that debt service funds may be expended for the payment of interest, principal reduction, or other related costs, and that expenditures in excess of $500,000 will be reported to this Board at its next board meeting following such expenditure by the Senior Vice President/Chief Financial Officer, and

BE IT FURTHER RESOLVED, that revenues received from Auxiliary Enterprises, may be expended for their intended purpose of paying for the obligations of the Auxiliary Enterprises Fund, and

BE IT FURTHER RESOLVED, that the Board approves the annual allocation of funds for all utilities, local phone service and postage, the projected expenditure of $44,149,290 for employee health savings accounts, health and dental insurances and administrative costs, and the specific contracts listed on Exhibit C that obligates the College to expenditures exceeding $500,000 and authorizes the President to enter into such contracts with the vendors listed or with alternative vendors if circumstances warrant, with any such changes reported to the Board at its next regularly scheduled meeting.

State Trustees
Ivy Tech Community College of Indiana

_____
Paula Hughes, Chairperson

_____
Michael Dora, Vice Chair

Dated: June 22, 2016