

**APPROVAL OF THE COLLEGE 2012-13 FISCAL YEAR
INTERNAL OPERATING BUDGET**

RESOLUTION NUMBER 2012-28

WHEREAS, the 2012-2013 fiscal year internal operating budget for the College needs to be adopted, and

WHEREAS, the general fund unrestricted operating revenue estimate for the 2012-2013 fiscal year, as recommended by the administration, totals \$614,616,162 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, and

NOW THEREFORE BE IT RESOLVED, that the State Board of Trustees does hereby approve the revenue estimates and budget allocations for the 2012-2013 fiscal year as attached hereto (Exhibits "A" and "B") at a total of \$614,616,162 in operations funds, and

BE IT FURTHER RESOLVED, that each budget allocation as hereby approved shall be adjusted by the Senior Vice President Chief Financial Officer or the Vice President for Finance and Treasurer as authorized by the President after the year end 2011-2012 closing to reflect the actual revenue and expense budget carry forward of each such unit, and

BE IT FURTHER RESOLVED, the Senior Vice President Chief Financial Officer or the Vice President for Finance and Treasurer, 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. All such budget increases or decreases during the fiscal year shall be reported to the Board by the Senior Vice President Chief Financial Officer or the Vice President for Finance and Treasurer 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 or the Vice President for Finance and Treasurer 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 or the Vice President for Finance and Treasurer at its next board meeting, and

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 or the Vice President for Finance and Treasurer, 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 as well as for 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**



Anne Shane, Chairman



Steve Schreckengast, Secretary

Dated: June 7, 2012

EXHIBIT A

**IVY TECH COMMUNITY COLLEGE OF INDIANA
2012-13 TOTAL OPERATING REVENUE ESTIMATE**

State Appropriation:

General - Operating	\$186,417,941	
Fee Replacement	<u>30,309,188</u>	
Total State Appropriation		\$216,727,129

Tuition and Mandatory Student Fees:

In-State (\$3.35 Increase) - \$111.15	\$228,725,310	
Out-of-State (\$9.20 Increase) - \$239.40	5,820,399	
Out-of-State Distance Education (\$4.35 Increase) - \$144.50	<u>1,214,589</u>	
Total Student Fees		235,760,298
(\$2,111,642 - R&R Fee Revenue - \$1.00/cr.hr. is included in the \$235,760,298)		
Internet-Based Distance Ed Fee - \$20.00 Per Credit Hour (\$0 Increase)		10,018,700
Technology Fee - \$60 Per Semester (\$0 Increase)		15,163,097

Transfers In:

Lawrenceburg Project - 2012-13 Gaming Revenue*	<u>\$ 100,000</u>	
Total Transfers In		100,000

Other Revenue:

Regional Estimates:		
Miscellaneous Fees		
-- Regular Credit	\$ 4,962,000	
-- Non-Credit & Corporate College Charges	7,387,500	
Other Income (Gifts, Grants, Overhead, etc.)	4,392,900	
College-wide	1,600,000	
Investment Income	<u>3,000,000</u>	
Total Other Revenue		<u>21,342,400</u>

Total Unrestricted Operating Revenue Estimate **\$499,111,624**

2011-12 Year-end Close Carry Forward Estimates 115,504,538

TOTAL REVENUE

\$614,616,162

EXHIBIT B

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

<u>Region/Site</u>	<u>2012 – 2013 Recommended Budget Allocation</u>
Gary	\$ 21,446,128
Valparaiso	11,934,641
East Chicago	6,491,473
Michigan City	<u>5,223,045</u>
Total Northwest	<u>45,095,287</u>
South Bend	23,114,072
Warsaw	4,000,483
Elkhart	<u>6,359,871</u>
Total North Central	<u>33,474,426</u>
Northeast	41,505,589
Lafayette	35,164,301
Kokomo	18,948,576
Logansport	<u>3,275,293</u>
Total	<u>22,223,869</u>
Muncie	23,996,661
Anderson	6,835,700
Marion	<u>6,726,828</u>
Total East Central	<u>37,559,189</u>
Wabash Valley	31,646,175
Central Indiana	74,685,902
Richmond	17,710,640
Columbus	20,230,925
Madison	9,955,698
Lawrenceburg	<u>7,446,950</u>
Total Southeast	<u>17,402,648</u>
Southwest	27,265,079
Southern Indiana	20,989,264
Bloomington	25,787,821
College-wide Accounts	<u>32,497,451</u>
Total Regions/Sites	483,238,566
President's Special Projects Fund	814,249
Information Technology & Security	14,274,248
Ivy Tech On-line	3,900,354
Transfers Out	32,917,734
State-wide Support	<u>79,471,011</u>
Total College	\$ <u>614,616,162</u>

EXHIBIT C**ANNUAL CONTRACTS OBLIGATING THE COLLEGE TO
EXPENDITURES EXCEEDING \$500,000**

<u>Service/Purpose</u>	<u>Estimated Amount</u>	<u>Current Vendor</u>
Employee Group Medical Insurance	\$27,608,989	Anthem, Medco Health Solutions & Tower Bank
Employee Group Dental Insurance	1,846,728	Delta Dental Plan of Indiana – DDP
Property, Liability, Auto, Worker's Comp., Builder's Risk, Umbrella, Professional Liability Insurances	3,260,000	Gregory & Appel Insurance
Unemployment Compensation	1,000,000	Department of Workforce Development
College Advertising	\$2,500,000	Asher Agency