

2003-04 BUDGET RECOMMENDATIONS				
		CHANGE AMOUNT	DEFICIT	COMMENTS
	March 10 Projected Revenue Shortfall		(\$5,876,000)	
	Additional anticipated State revenue reduction	(1,317,000)		State revenue less than Governor's Budget
	Estimated savings from PERS legislation	1,243,000		8% cap on assumed rate and new mortality tables
	Other Revenue/Expenditure changes	(226,000)		Miscellaneous changes to Revenue & Expenditures
	April 7 Projected Revenue Shortfall		(\$6,176,000)	
Revenue Changes				
Revenue Increases				
1	*Tuition increase to \$62 per credit	3,854,000		Tuition rate of \$62 per credit hour, an increase of \$13 or 27 percent (2002/03 tuition was \$49 excluding the temporary spring term surcharge). Correspondingly, nonresident & international tuition will increase \$45, from \$168 to \$213.
2	*Differential Pricing Pilot Program	575,000		Differential pricing for selected professional technical programs and transfer courses on a one-year pilot program basis (setting fees based on the number of contact hours students have with instructors in the classroom or lab)
3	Summer Program Changes and Tuition Surcharge	198,000		Summer term tuition surcharge of 10 percent increasing per credit rate from \$62 to \$68; programming changes
4	*Transportation Fee (\$20/\$10)	911,000		Non-refundable fee of \$20 per quarter for credit students and \$10 per quarter for noncredit students. Fee will fund free bus pass for credit students and help fund parking lot improvements.
Revenue Offsets				
5	Tuition Revenue losses from program reductions and decreases in enrollment	(444,000)		Approximately 56 FTE loss from reductions. Approximately 2% enrollment loss from tuition increases.
	TOTAL REVENUE CHANGES	5,094,000	(\$1,082,000)	
Expenditure Changes				
Expenditure Reductions				
1	Projected PERS rate reduction from selling bonds	(500,000)		PERS expense reduction from sale of bonds to reduce PERS unfunded liability
2	Projected savings from retirements & vacancies	(729,000)		
3	Reduce extra section funding	(422,000)		Reduce funds for extra sections; based on funds saved in FY03; will not affect enrollment projections
4	Respiratory Care	(90,000)		Respiratory Care general fund reduction with clinical instruction provided by local hospitals.
5	Art & Applied Design-Jewelry	(80,000)		Metals and Jewelry studio art credit courses eliminated
6	Business Development Center	(127,000)		Business Development Center general fund reduction

7	Adult Basic/Secondary Education	(94,000)		Adult Basic and Secondary Education general fund reduction by reorganization
8	McKenzie CLC: Reduction in services	(29,000)		McKenzie Learning Center service reduction; fall, winter and spring hours to be set after local usage analysis; already closed summers.
9	Churchill CLC: Reduction in services	(26,000)		Churchill Learning Center service reduction; fall, winter and spring hours to be set after local usage analysis; already closed summers
10	*Intercollegiate Athletics	(94,000)		Athletics second year of the three-year general fund reduction plan
11	Facilities Management & Planning	(82,000)		One position eliminated each from Grounds, Housekeeping
12	*KLCC	(25,000)		Reduction in general fund support to minimum for viability of station
13	M&S reduction	(350,000)		General reduction in Materials & Services; to be allocated later
14	Reduced funding for part-time classified	(150,000)		General reduction to be allocated later
	TOTAL EXPENDITURE REDUCTIONS	(2,798,000)		
	Expenditure Increases			
15	*LTD subsidy increase (passes for all credit students)	262,000		Increase current subsidy to provide free LTD term passes for all credit students
16	*Parking lot maintenance & bus pass administration	285,000		Parking maintenance; 3-year plan for improvements (striping, top coating, lighting, emergency phones, possibly more parking spots); administration of bus passes and free parking stickers
17	Tutoring Program	82,000		Funding for minimum level of services
18	Accreditation	121,000		Funds to cover accreditation self-study
19	Quality & innovation: infrastructure to advance teaching and learning environment	158,000		Recurring funding to systematically improve the learning environment; curriculum development; previously funded ad hoc
20	Investment in streamlining work processes	40,000		Support for employees to plan & implement streamlining of work processes
21	Property/Liability insurance premium increases	655,000		Higher than expected increases to property/liability insurance premiums
22	Health & Safety: safety compliance & emergency plan	30,000		Increase efforts to improve safety for students & employees
23	Fiscal accountability: internal controls	69,000		Accountant position; to bring college into compliance with due diligence standards
	TOTAL EXPENDITURE INCREASES	1,702,000		
24	Change in Unappropriated Ending Fund Balance	(33,000)		Adjusted to 3% of projected expenditures by Board policy
	TOTAL EXPENDITURE CHANGES	(1,129,000)	\$47,000	
	*Note: All dollar figures rounded to the nearest thousand			