

Southeast Tech
Task Update
EXECUTIVE SUMMARY

Purpose:

To present an oral report on the FY17 Operating Efficiency Task.

	12.31.17 Analysis	03.31.17 Analysis
FY17 Operating Efficiency Task:	(\$638,438)	(\$638,438)
Description / Variances:		
Tuition ¹	(258,378)	(314,769)
Student Fees ²	(263,523)	(89,404)
Local Sources ³	128,143	(16,386)
State Aid ⁴	217,964	115,283
Other State ⁵	1,316,948	1,362,479
Federal Revenue ⁶	46,878	89,121
IT Infrastructure – FY16 Carryover ⁷	150,000	85,702
Projected FY17 Revenue Variance Subtotal:	1,338,032	1,232,026
Salaries ⁸	303,124	213,026
Benefits ⁹	160,194	157,229
Purchased Services ¹⁰	204,218	273,945
Supplies & Materials ¹¹	64,915	129,428
Capital – Equipment ¹²	(391,781)	(153,216)
Capital – Buildings/Grounds ¹³	(1,269,020)	(1,396,143)
Dues & Fees ¹⁴	219,445	182,143
Projected FY17 Expenditure Variance Subtotal:	(708,905)	(593,588)
FY17 Operating Efficiency Task – Projected:	(\$9,311)	\$0

NOTES:

- ¹ Represents approximately 4% variance in budgeted credits compared to actual credits.
- ² Inclusive of the per credit student fees. Also includes online course fees, payment plan fees, and late payment fees.
- ³ Includes interest earnings, sales of goods/services, rental income, miscellaneous revenue, and reimbursement from Trust & Agency accounts.

- 4 Includes formulary distribution, tuition buy down, and HB1182 proceeds.
- 5 Includes proceeds from the Health and Education Facility Authority. Construction project timelines were modified, resulting in a larger percentage of the project undertaken in FY17.
- 6 Includes TAACCT 3, ABE, Perkins, and Federal Work Study.
- 7 Information Technology infrastructure for the new building was budgeted in FY16; however, expenditures for the project were incurred in FY17.
- 8 The savings realized are primarily from FY17 attrition in various positions that were not replaced.
- 9 Trailing benefits associated with staff attrition. Additional savings realized from methodology used in calculating FICA costs and SDRS pensions on adjunct positions.
- 10 Savings realized from contracted services and a vacancy in contracted security services. Additional savings projected in travel categories.
- 11 Savings realized across all supplies and materials accounts.
- 12 Primarily related to IT infrastructure purchases and TAACCT 3 capital expenditures.
- 13 Projected costs of completing the new building and renovation of Ed Wood. Also includes miscellaneous building maintenance/repair items.
- 14 Savings primarily realized in liability insurance, drainage fees, and TAACCT 3.

Administrative Recommendation to School Board:

Acknowledge the FY17 Operating Efficiency Task update.