

MINUTES  
Board of Trustees  
Finance and Facilities Committee  
July 21, 2017, 1:15 pm

MEMBERS PRESENT: Mike McCoy, Senator Arthur Orr, Ronnie Chronister, Tazewell Shepard, Tina Sloan, Steve Clark, Cathy Dickens, and Barbara Ferguson, reporting.

MEMBERS ABSENT: Trisha Black, and Keshia Neerhof

Mr. Chronister called the meeting to order at 1:16 pm. After roll call, the committee reviewed and accepted the minutes from the April 21, 2017 meeting.

The first item of old business was an update of the Alabama Center for the Arts revenues. Mr. McCoy presented a review of the ACA revenues and expenses at the April 2017 meeting. The update provided today included revenue components left out of the April summary. These items include TVA in lieu of tax funds, the special state appropriation for ACCS collaboration, and the additional funding from the Alabama Council for the Arts.

The first item of new business was a summary of the 2018 budget and the 2018 tuition and fee schedule. These items will be presented for acceptance by the full board at today's meeting. Mr. McCoy pointed out that the 2018 transfer to plant is significantly less than the 2017 transfer. This decrease was necessary in order to balance the budget. Mr. McCoy also pointed out that the 2018 budget includes a 3.5% tuition increase. He discussed that the budget includes level credit hour production and level funding from the state appropriation. Mr. McCoy briefly discussed the critical need items included in the budget that were approved by the Budget Advisory Committee and the President's Cabinet. He also pointed out that the budget includes a modest increase in total operating budgets, a decrease in utility expenses due to energy saving measures, and the creation of 2 new budget centers for the Completion College and for the Board of Trustees.

The next item of new business was the financial summary for the quarter ending 06/30/2017. Mr. McCoy referenced the handout distributed during the lunch meeting. He pointed out that revenues are up due to increases in both tuition and fees and the state appropriation. He also discussed that expenses have increased as well, primarily due to increases in salaries and benefits. The committee asked Mr. McCoy to present more detailed information on the state salary schedule and the CUPA salary schedule for the October 2017 meeting.

For the final item of new business, Mr. McCoy presented an update covering campus projects. As requested at the April meeting, Mr. McCoy presented the projects in the following categories: Work in Process, Priority Projects for 2017-18, Projects Beyond 1 Year, and Long Term Capital Projects (potential Capital Campaign projects).

The meeting was adjourned at 2:10 p.m.