

FINANCE COMMITTEE  
BOARD OF TRUSTEES  
MINUTES

Meeting of May 10, 2016

The meeting of the Finance Section of the Finance and Capital Committee of the Board of Trustees was called to order by Chair Gardyn on the eleventh floor of the Administrative Tower at approximately 5:15 p.m.

5. FY 2017 Budget – 9/1/2016 to 8/31/2017. Interim President Dolan gave a small overview of the budget before VP Reznik began her presentation.

He thanked VP Reznik and her entire staff for all the hard work that they have done on the budget. He also thanked the Cabinet for their hard work as well. The FY 2017 budget has been on the Finance Agenda since December; all have worked very hard to prepare a budget that found the right balance while at the same time not deplete services. Finance had to work with the following scenario NCC confronted with:

- 5% decrease in enrollment
- Small increase from NYS for FTEs, and
- No increase from Nassau County – eighth year in a row.

All this resulted in about a \$10 million gap, between revenue and expenses, and therefore, it is recommended that to balance this budget, a \$334 increase in tuition plus a \$60 increase in fees (total of \$394) is needed, and therefore, presented for Board approval. There are also 24 individuals on temporary lines who have been advised that their position would end on June of 2016. In February a letter was sent to them advising them of their situation. 16 of the 24 temporary lines have been preserved. The NCCFT is currently working to restore the 8 remaining temporary lines.

The budget contains \$350,000 in administrative reductions and many cuts in OTPS. This proposed budget requires Board approval, Nassau County legislature approval and SUNY Board approval.

VP Reznik advised that the Fiscal Year 2017 budget (line by line) is posted on the NCC website. This budget contains the following major assumptions:

- Decrease in OTPS
- Increase in fringe benefits
- Increase in cost of health insurance (7.8%) – will cost us \$1.5 million – the rate will be finalized in November.
- Debt service schedule is based on renegotiated schedule. A fully executed memo has been completed between NCC and Nassau County which reduced the debt service of 2017 and the timing of payments to Nassau County. Payments will now be paid in 2018. NCC will face additional two (2) principal payments in 2020. Short discussion followed.

Regarding revenues: the 2017 budget figures are based on a 5% decrease in enrollment. Combined student tuition rate and fees result in \$167 increase per semester

Short discussion followed regarding Fund Balance.