

**ALABAMA COMMUNITY COLLEGE SYSTEM**

**RECOMMENDATION FOR ACTION**

September 8, 2021  
**Date of Board Meeting Action**

**Action Item Number** VIIA.2  
**Source** Chancellor's Recommendation

**ACTION ITEM TITLE**

**ALABAMA COMMUNITY COLLEGE SYSTEM OFFICE**  
2021-2022 System Office Budget

**RECOMMENDATION**

It is recommended "That the Alabama Community College System Board of Trustees approve the 2021-2022 budget for the Alabama Community College System Office and limit expenditures to available revenues."

**FISCAL CONSIDERATION**

The total amount of the 2021-2022 budget is \$130,730,739 based on state appropriations, estimated federal grants and contracts, and estimated other funds.

**RATIONALE**

The Chancellor has prepared the budget for the annual operation of the System Office so as to comply with State statute requiring Board of Trustees approval of the budget. Revenue and expenditure details are presented below.

The annual operations budget is based on the State appropriation for the Alabama Community College System's (ACCS) Administration, Industry Certification Initiatives, Special Populations Training, Dual Enrollment, the Science, Technology, Engineering, Arts and Math (STEAM) Project, the Volunteer EMSP Certification Pilot, the Automotive Workforce Training Scholarship Program, the Distance Learning Program, the Automotive Manufacturing Workforce Development Program, the Women's Fund of Greater Birmingham Pilot Program, Smart Career Workforce Pilot Project, and the Alabama Workforce Council Committee on Credentialing and Career Pathways. A State appropriation and Federal grant are available for the Adult Education administration and services. Additional Federal grants include; a Carl D. Perkins Vocational and Technical Education Act grant for vocational education administration and leadership, an Alabama Department of Human Resources grant for the administration of an educational scholarship program for childcare center directors, teachers, and home providers, a U.S. Department of Labor Advanced Manufacturing Apprenticeships Program grant, and an Appalachian Regional Commission grant for the STRONG program. The Department of Veteran's Affairs Education Service provides funds to support veterans' educational activities through our State Approving Agency. The Private School Licensure generates fees to fund their operation.

Revenue sources available for the upcoming fiscal year, with prior-year figures, are as follows:

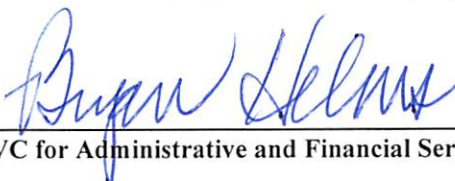
|                      | <b>Budgeted</b>             | <b>Proposed</b>              |
|----------------------|-----------------------------|------------------------------|
|                      | <u>2020-2021</u>            | <u>2021-2022</u>             |
| Education Trust Fund | 69,567,174                  | 91,556,081                   |
| Grants and Awards    | 25,127,010                  | 36,774,658                   |
| Other Funds          | <u>2,400,000</u>            | <u>2,400,000</u>             |
| <b>TOTAL REVENUE</b> | <b>\$ <u>97,094,184</u></b> | <b>\$ <u>130,730,739</u></b> |


Budgeted expenditures for 2020-2021 and proposed budgeted expenditures for 2021-2022 are as follows:

|                              | <b>Budgeted</b>             | <b>Proposed</b>              |
|------------------------------|-----------------------------|------------------------------|
|                              | <u>2020-2021</u>            | <u>2021-2022</u>             |
| Personnel Costs              | 8,054,146                   | 11,163,889                   |
| Employee Benefits            | 2,989,549                   | 3,505,648                    |
| Travel - In-State            | 12,236                      | 53,592                       |
| Travel - Out-of-State        | 4,513                       | 8,124                        |
| Operating Expense            | 2,012,348                   | 2,251,932                    |
| Professional Services        | 1,398,700                   | 1,398,700                    |
| Grants & Benefits            | 82,065,515                  | 112,017,522                  |
| Equipment and Transportation | <u>557,177</u>              | <u>331,332</u>               |
| <b>TOTAL EXPENDITURES</b>    | <b>\$ <u>97,094,184</u></b> | <b>\$ <u>130,730,739</u></b> |

Personnel Costs include 118 positions and includes annual step increases for eligible employees, projected new hires, and longevity bonuses totaling \$27,200 in accordance with the Code of Alabama 1975, Section 36-6-11 State teachers' retirement benefits increase from 12.36% to 12.43% for Tier I employees and decreased from 11.34% to 11.32% for Tier II employees. State Employees' insurance remains level at \$930 per month.

Code/Statute    Act No. 2015-125  
                       Act No. 2021-342  
 Policy \_\_\_\_\_  
                       \_\_\_\_\_

 9/8/21  
 \_\_\_\_\_  
 VC for Administrative and Financial Services      Date

/ /  
 \_\_\_\_\_  
 Legal Counsel      Date  
 9/8/21  
 \_\_\_\_\_  
 Chancellor      Date

|  |
|--|
| <b>Action by Board:</b><br><input type="checkbox"/> Tabled<br><input checked="" type="checkbox"/> <u>9-8-21</u> Approved<br><input type="checkbox"/> Disapproved<br><input type="checkbox"/> Amended (describe)<br><input type="checkbox"/> Additional action required |
|--|