

LAMAR INSTITUTE OF TECHNOLOGY

A Member of the Texas State University System

ADOPTED OPERATING BUDGET

FISCAL YEAR 2011

(September 1, 2010—August 31, 2011)



**LAMAR
INSTITUTE OF
TECHNOLOGY**

July 8, 2010

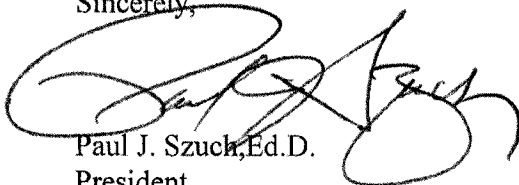
Members of the Board of Regents
The Texas State University System

Dear Regents:


Following are our recommendations for the annual budget of Lamar Institute of Technology for the fiscal year beginning September 1, 2010. The proposed budget includes all educational and general, designated, and auxiliary enterprise activities.

Highlights of the budget for the upcoming year include a cost of living salary increase for staff and faculty to offset increases in benefit costs. The budget also includes the 5 percent reduction mandated by the State of Texas. The reduction has been implemented by an overall hiring freeze on budgeted positions, replacing only high priority vacancies, and the reduction of new high technology equipment purchases in academic and operational program areas.

Sincerely,



Paul J. Szuch, Ed.D.
President



Jonathan C. Wolfe
Vice President for Finance & Operations

Office of the President

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A Member of The Texas State University System

**Lamar Institute of Technology
Major Budget Initiatives
Fiscal Year 2011**

The Institute's budget was prepared assuming a 3% increase in enrollment for FY 2011 compared to FY 2010. A cost of living increase to cover increased benefit costs is included for faculty and staff, as well as some merit adjustments.

Education and General Funds

State appropriations decreased by \$473,263 due to the mandated 5% reduction in General Revenue Appropriations. Last year's headcount enrollment increased 8% compared to the previous year. E & G tuition and fees budgeted were increased \$300,000 to adjust for actual revenues in FY 2010.

Designated Funds

Designated funds increased by \$400,000. Of this, \$100,000 was budgeted to continue new marketing strategies and \$300,000 was budgeted for operating expense increases.

New initiatives include additional new short-term training through the Workforce Development department in areas of specialized training requested by local industries. Also included are new positions in Workforce Development, Technology, Distance Learning and the construction of a marketing plan implemented in FY2010 to better focus on the development mission of the Institute.

The new Banner student and financial aid systems were implemented during FY2010. Support for these systems and continued implementation costs are included in the budget as well.

Auxiliary Funds

Auxiliary fund budgets remained constant with the exception of adjustments in the fees transferred to Lamar University for auxiliary related activities.

Current Fiscal Condition

The overall fiscal condition of the Institute continues to be sound with a positive balance in each of the fund categories. Although the Institute has experienced an increase in enrollment in the last two years, the outlook is that enrollment will continue to increase slightly during this year. The Institute has launched several very promising initiatives to increase student enrollment. The approved increase in designated tuition has enabled the Institute to continue to offer a wide variety of Associate Degrees, Certificate programs, and expanded Dual Enrollment while remaining to be a very affordable and accessible educational option for many students. Should the state mandate further reductions in General Revenue in the coming year, it will be necessary to raise designated tuition and other associated fees.

LAMAR INSTITUTE OF TECHNOLOGY
Fiscal Year 2011 Operating Budget

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LAMAR INSTITUTE OF TECHNOLOGY

**Table A. 1
Educational and General Funds
Budgeted Revenues and Transfers
Year Ended August 31, 2011**

ITEM DESCRIPTION	FY 2010 APPROVED BUDGET	FY 2011 PROPOSED BUDGET	AMOUNT CHANGED	PERCENT VARIANCE
REVENUES				
Tuition and Fees				
Tuition Net of Exemptions and Waivers	\$ 3,700,000	\$ 4,000,000	\$ 300,000	8.11%
Lab Fees	30,000	30,000	0	0.00%
Total Tuition and Fees	\$ 3,730,000	\$ 4,030,000	\$ 300,000	8.04%
State Appropriations				
General Revenue Appn. - H.B. 1	\$ 10,011,227	\$ 10,010,227	\$ (1,000)	-0.01%
Staff Benefit Appropriations	1,458,569	1,458,569	0	0.00%
Appropriations Reduction 5%	(453,298)	(473,263)	(19,965)	4.40%
HEAF Appropriation	1,825,332	2,332,463	507,131	27.78%
Total State Appropriations	\$ 12,841,830	\$ 13,327,996	\$ 486,166	3.79%
Current Funds				
Investment Income	\$ 40,000	\$ 15,000	\$ (25,000)	-62.50%
Sales and Services	0	0	0	0.00%
Other Income	280,000	290,000	10,000	3.57%
Total Current Funds	\$ 320,000	\$ 305,000	\$ (15,000)	-4.69%
TOTAL REVENUES	\$ 16,891,830	\$ 17,662,996	\$ 771,166	4.57%
HEAF Transfer to Plant Funds	(1,325,332)	(1,832,463)	(507,131)	38.26%
TOTAL TRANSFERS OUT	\$ (1,325,332)	\$ (1,832,463)	\$ (507,131)	38.26%
BUDGETED FUND BALANCES				
HEAF Fund Balance	\$ -	\$ -	\$ -	0.00%
BUDGETED FUND BALANCES	\$ -	\$ -	\$ -	0.00%
TOTAL BUDGETED FUNDS	\$ 15,566,498	\$ 15,830,533	\$ 264,035	1.70%

Note 1: Enrollment increases generated increased tuition.

LAMAR INSTITUTE OF TECHNOLOGY

Table A. 2
Educational and General Funds
Budgeted Expenditures
Year Ended August 31, 2011

ITEM DESCRIPTION	FY 2010 APPROVED BUDGET	FY 2011 PROPOSED BUDGET	AMOUNT CHANGED	PERCENT VARIANCE	
EXPENDITURES					
RESIDENT INSTRUCTION					
Allied Health and Sciences	1,926,685	1,875,240	(51,445)	-2.67%	
Technology	1,891,217	1,890,753	(464)	-0.02%	
General Education and Developmental Studies	922,338	910,824	(11,514)	-1.25%	
Business Technologies	920,191	927,753	7,562	0.82%	
Public Service and Safety	692,331	684,582	(7,749)	-1.12%	
Workforce Training and Continuing Education	632,880	628,459	(4,421)	-0.70%	
TOTAL RESIDENCE INSTRUCTION	\$ 6,985,642	\$ 6,917,611	\$ (68,031)	-0.97%	
ACADEMIC SUPPORT:					
INSTRUCTIONAL ADMINISTRATION	\$ 244,662	\$ 241,524	\$ (3,138)	-1.28%	
LIBRARY	360,000	360,000	-	0.00%	
INFRASTRUCTURE	1,174,316	1,228,578	54,262	4.62%	
STUDENT SERVICES	578,371	618,874	40,503	7.00%	
INSTITUTIONAL SUPPORT	2,567,915	2,445,786	(122,129)	-4.76%	1
STAFF BENEFITS	1,925,000	1,925,000	-	0.00%	
SPECIAL ITEMS	630,526	948,094	317,568	50.37%	2
TOTAL EXPENDITURES	\$ 14,466,432	\$ 14,685,467	\$ 219,035	1.51%	
TRANSFERS OUT					
Mandatory					
Tuition Revenue Bond Debt Service	545,066	545,066	-	0.00%	
Debt Service(Skiles)	0	0	-	0.00%	
TPEG Loans	55,500	60,000	4,500	8.11%	
TPEG Scholarships	499,500	540,000	40,500	8.11%	
TOTAL TRANSFERS OUT	\$ 1,100,066	\$ 1,145,066	\$ 45,000	4.09%	
TOTAL BUDGETED EXPENDITURES AND TRANSFERS OUT	\$ 15,566,498	\$ 15,830,533	\$ 264,035	1.70%	

Note 1: Department realignments and increases in operations budgets

Note 2: Cost of living increase to cover increased benefits

LAMAR INSTITUTE OF TECHNOLOGY

**Table B.1
Designated Funds
Budgeted Revenues and Transfers
Year Ended August 31, 2011**

ITEM DESCRIPTION	FY 2010 APPROVED BUDGET	FY 2011 PROPOSED BUDGET	AMOUNT CHANGED	PERCENT VARIANCE	
REVENUES					
Student Fees					
Computer Use Fee	\$ 1,000,000	\$ 1,100,000	\$ 100,000	10.00%	1
Course Fees	750,000	750,000	0	0.00%	
Designated Tuition Fee	2,800,000	3,100,000	300,000	10.71%	1
Miscellaneous Fees	35,000	35,000	0	0.00%	
Total Student Fees	\$ 4,585,000	\$ 4,985,000	\$ 400,000	8.72%	
Investment Income	\$ 16,000	\$ 6,000	\$ (10,000)	-62.50%	
TOTAL REVENUES	\$ 4,601,000	\$ 4,991,000	\$ 390,000	8.48%	
TRANSFERS IN					
Educational & General - TPEG	555,000	600,000	45,000	8.11%	
Skiles Transfer	0	0	0	0.00%	
TOTAL TRANSFERS IN	\$ 555,000	\$ 600,000	\$ 45,000	8.11%	
BUDGETED FUND BALANCES					
	\$ -	\$ -	\$ -	0.00%	
TOTAL BUDGETED FUND BALANCES	\$ -	\$ -	\$ -	0.00%	
TOTAL BUDGETED FUNDS	\$ 5,156,000	\$ 5,591,000	\$ 435,000	8.44%	

Note 1: Increase in tuition and fees due to enrollment increase.

LAMAR INSTITUTE OF TECHNOLOGY

**Table B.2
Designated Funds
Budgeted Expenditures
Year Ended August 31, 2011**

ITEM DESCRIPTION	FY 2010 APPROVED BUDGET	FY 2011 PROPOSED BUDGET	AMOUNT CHANGED	PERCENT VARIANCE	
EXPENDITURES					
INSTRUCTION					
Allied Health Department	\$ 58,000	\$ 50,125	\$ (7,875)	-13.58%	
Technology Department	131,000	132,894	1,894	1.45%	
General Education Department	18,000	18,000	0	0.00%	
Public Service and Safety Department	393,800	401,918	8,118	2.06%	
Business Technologies Department	30,100	30,100	0	0.00%	
Workforce Development Department	824,004	800,000	(24,004)	-2.91%	
ACADEMIC SUPPORT					
Computer Services	1,570,332	1,341,692	(228,640)	-14.56%	1
Academic Supplement	112,500	101,500	(11,000)	-9.78%	
All Others	55,000	55,000	0	0.00%	
INSTITUTIONAL SUPPORT					
Supplemental Support	222,715	230,000	7,285	3.27%	
Development/Marketing	200,000	200,000	0	0.00%	
Institutional Expense	582,396	865,066	282,670	48.54%	2
TOTAL INSTITUTIONAL SUPPORT	\$ 4,197,847	\$ 4,226,295	\$ 28,448	0.68%	
SCHOLARSHIPS - TPEG	\$ 500,000	\$ 500,000	\$ -	0.00%	
TOTAL EXPENDITURES	\$ 4,697,847	\$ 4,726,295	\$ 28,448	0.61%	
TRANSFERS OUT					
Plant Funds	0	753,703	753,703	100.00%	
TSUS Administrative Costs	111,002	111,002	0	0.00%	
TOTAL TRANSFERS OUT	\$ 111,002	\$ 864,705	\$ 753,703	0.00%	
TOTAL BUDGETED EXPENDITURES AND TRANSFERS OUT	\$ 4,808,849	\$ 5,591,000	\$ 782,151	16.26%	

Note 1: Banner computer software implementation costs reductions

Note 2: Increase in operating expenses for benefits, insurance, copiers, etc.

LAMAR INSTITUTE OF TECHNOLOGY

Table C. 1
 Auxiliary Funds
 Budgeted Revenues and Transfers
 Year Ended August 31, 2011

ITEM DESCRIPTION	FY 2010 APPROVED BUDGET	FY 2011 PROPOSED BUDGET	AMOUNT CHANGED	PERCENT VARIANCE
REVENUE				
Student Fees				
Student Service Fees	\$ 1,300,000	\$ 1,400,000	\$ 100,000	7.69%
Student Center Fees	220,000	235,000	15,000	6.82%
Health Center Fees	220,000	235,000	15,000	6.82%
Food Service Sales	140,000	140,000	0	0.00%
Parking Fees	150,000	150,000	0	0.00%
Total Student Fees	\$ 2,030,000	\$ 2,160,000	\$ 130,000	6.40%
TRANSFERS IN				
TOTAL TRANSFERS IN	\$ -	\$ -	\$ -	0.00%
TOTAL FUNDS BUDGETED	\$ 2,030,000	\$ 2,160,000	\$ 130,000	6.40%

1

Note 1: Increase in budget based on current year actual revenue.

LAMAR INSTITUTE OF TECHNOLOGY

Table C. 2
 Auxiliary Funds
 Budgeted Expenditures
 Year Ended August 31, 2011

ITEM DESCRIPTION	FY 2010 APPROVED BUDGET	FY 2011 PROPOSED BUDGET	AMOUNT CHANGED	PERCENT VARIANCE
EXPENDITURES				
Student Services LIT Activities	\$ 350,717	\$ 360,000	\$ 9,283	2.65%
Student Service Fee to Beaumont	525,000	500,000	(25,000)	-4.76%
Health Center to Beaumont	220,000	235,000	15,000	6.82%
Student Center to Beaumont	220,000	235,000	15,000	6.82%
Parking	90,000	100,000	10,000	11.11%
Snack Bar - Megabytes	206,460	215,000	8,540	4.14%
Student Service Contingency	0	515,000	515,000	100.00%
TOTAL EXPENDITURES	\$ 1,612,177	\$ 2,160,000	\$ 547,823	33.98%
TRANSFERS OUT				
	\$ -	\$ -	\$ -	0.00%
TOTAL TRANSFERS OUT	\$ -	\$ -	\$ -	0.00%
TOTAL BUDGETED EXPENDITURES AND TRANSFERS OUT	\$ 1,612,177	\$ 2,160,000	\$ 547,823	33.98%

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Note 1: Establish Student Service Contingency

LAMAR INSTITUTE OF TECHNOLOGY

**Table D
Higher Education Assistance Funds
Year Ended August 31, 2011**

ITEM DESCRIPTION	FY 2010 ADOPTED BUDGET	FY 2011 PROPOSED BUDGET	AMOUNT CHANGED	PERCENT VARIANCE
EDUCATION AND GENERAL FUNDS				
Budget requests - Various programs	500,000	500,000	0	0.00%
TOTAL RESIDENCE INSTRUCTION	\$ 500,000	\$ 500,000	\$ -	0.00%
PLANT FUNDS				
CAMPUS MASTER PLAN	\$ 100,000	\$ 100,000	\$ -	0.00%
MAJOR CONSTRUCTION PROJECTS RESERVES	1,974,922	1,974,922	\$ -	0.00%
TOTAL PLANT FUNDS	\$ 2,074,922	\$ 2,074,922	\$ -	0.00%
TOTAL BUDGETED HEAF Funds	\$ 2,574,922	\$ 2,574,922	\$ -	0.00%

HEAF SUMMARY

Estimated Balance 09-01-10	\$ 6,000,000
Appropriations	2,332,463
Total Funding Available	\$ 8,332,463
Budgeted Expenditures:	
Education and General	\$ 500,000
Plant Funds	100,000
Total Expenditures	600,000
Estimated Balance 08-31-2011	\$ 7,732,463

LAMAR INSTITUTE OF TECHNOLOGY

**Table G.1
Auxiliary Operations
Intercollegiate Athletics
Year Ended August 31, 2010**

NOT APPLICABLE

