



# Great Basin College Budget Summary and Overview

October 2020

# A Look Back at the 2019 Legislature

**Funding for Advanced Planning for GBC Welding Lab  
Expansion Project**

**Capacity Enhancement Funding - \$500K for FY2020 and  
\$700K for FY2021**

**\$1.4M Budget Reduction in each year due to negative  
caseload growth**

**3% COLA for all employees, but NSHE was only funded for  
64% of the COLA, instead of 80%**

# Plan to Mitigate \$1.4M Reduction

				FY2020	FY2021
Budget shortfall				1,485,208	1,441,751
<b>Budget Reduction Plan</b>					
Elimination of three positions (1 Filled, 2 Unfilled)				348,540	348,540
move tutors, lab aides, facilitators to non-state funding				236,668	290,000
reduce operating expenses - utiltites				0	170,943
Foundation support				900,000	0
Institutional Reserve				0	632,268
<b>Total</b>				<b>1,485,208</b>	<b>1,441,751</b>

# In January 2020, Life was good at GBC

**Enrollments were higher than expected**

**That was good for many reasons, it was a "count year"**

**Additional student registration fees offset the \$1.4M budget  
reduction (\$1.6M over budget)**

**In February and early March, we notified the Foundation Board of  
Trustees and the Board of Regents that we did not need the  
funding for FY2020 that the Foundation had approved**

# And then.....

**Move to online instruction at Spring Break, later completion for some classes and students**

**Hiring Freezes**

**Critical need spending only**

**4% Budget Reduction - \$549k**

**FY2021 State Budget was overspent by \$796k**

**\$359k in part-time tutors, lab aides and facilitators were moved to General Improvement Fees**

**\$437k in part-time instructors moved to reserves**

# 1<sup>st</sup> Special Session of the Legislature in July 2020

**NSHE overall \$138M budget reduction for FY2021**

**GBC \$2.75M budget reduction for FY2021**

**48 hours of furlough for all employees for 2<sup>nd</sup> half of FY2021**

**Planning funding for Welding Lab Expansion Project was swept**

# How do we manage a 19.7% budget reduction?

## **One time off-sets**

**\$235,030 in CARES Funding**

**\$734,416 from \$50M Market Fluctuation Account**

**\$130,956 from Temporary Student Surcharge**

# How do we manage a 19.7% budget reduction?

## **Operating Reductions**

**\$985,169 hiring freeze, vacancy savings, on-line multiplier**

**\$82,741 in operating and travel reductions**

**Transfer expenses to non-state funds (Foundation approved support of up to \$500,000)**

# How do we manage a 19.7% budget reduction?

## **Operating Pool Distribution**

**Board of Regents approved a \$71M distribution**

**GBC's portion 1% or approximately \$732k**

**May provide an excess of approximately \$200k to be held for contingencies and additional budget reductions**

# Looking forward to 2021-2023 Biennium

**Funding formula generated \$1.5M due to our increase in  
WSCHs calculated based upon FY2020**

**Capacity Enhancement for FY2022 and FY2023 proposed at  
\$700k per year**

**Student Success Enhancement \$300k for GBC, addition of 4  
full time student advisor positions**

**Restoration of COLA funding to prior levels**