

Sinclair Community College - MASTER RECOMMENDATION 2: FIVE-YEAR GOAL FOR INSTITUTIONAL EFFICIENCY SAVINGS AND NEW RESOURCE GENERATION

Category	Recommendation	Component	Description	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	Subtotal	Budget Narrative/Explanation of Efficiency Savings \$\$ (attach additional sheets if necessary)
Efficiency Savings	3A	Campus Contracts	Use of state and college lowest price contracts, purchasing consortiums, re-negotiation and re-bidding, and use of best practice bidding procedures	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ 20,000,000	Expected annual cost savings or avoidance and saving in purchasing of goods and services
	3B	Collaborative Contracts	Consortium partnership for printing services with other higher education institutions in the region.	\$ 150,000	\$ -	\$ -	\$ -	\$ -	\$ 150,000	Recurring savings effective in FY15
	5A	Cost Diagnostic	In 2014 Sinclair initiated a strategic budget sustainability review process to identify ways to improve effectiveness and efficiency through adjustments in programs and services, and business operations. The resulting \$5m in Phase 1 savings was complete last year. An additional \$5m goal is targeted in Phase 2 and will impact components 5A, 5B and 5C.	\$ -	\$ 224,000	\$ 450,000	\$ 600,000	\$ -	\$ 1,274,000	Expected savings to be derived by a combination of strategic actions which will likely include: improving class size productivity from new course scheduling tool; reducing direct instructional costs from program, curriculum and course streamlining; administrative unit reorganizations
	5B	Productivity Measure		\$ 250,000	\$ 263,000	\$ 525,000	\$ 700,000	\$ -	\$ 1,738,000	
	5C	Organizational Structure		\$ 500,000	\$ 263,000	\$ 525,000	\$ 700,000	\$ -	\$ 1,988,000	
	5D	Healthcare Costs	Continued active management of the college's healthcare programs as led by the Healthcare Committee and working with the college's consultant. The strategic plan calls for additional emphasis on wellness initiatives to contain costs.	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	\$ 150,000	\$ 750,000	Expected annual cost savings or avoidance equating to 2 percentage points better than the national average in cost change
		Energy Projects	Continued implementation of the college's strategic energy plan and aggressive management of utility contract pricing.	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000	\$ 200,000	\$ 1,000,000	Expected annual cost savings or avoidance.
		Subtotal Efficiency Savings		\$ 5,250,000	\$ 5,100,000	\$ 5,850,000	\$ 6,350,000	\$ 4,350,000	\$ 26,900,000	
Category	Recommendation	Component	Description	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	Subtotal	Budget Narrative/Explanation of New Resource Generation \$\$ (attach additional sheets if necessary)
New Resource Generation	4A	Asset review	Pursuing possible leasing of overflow parking lot to an educational partner in the campus vicinity	\$ 24,000	\$ 24,000	\$ 24,000	\$ 24,000	\$ 24,000	\$ 120,000	Annual lease payments based on 20 year lease
			Subtotal New Resource Generation	\$ 24,000	\$ 24,000	\$ 24,000	\$ 24,000	\$ 24,000	\$ 120,000	
TOTAL OF COMBINED INSTITUTIONAL OPPORTUNITIES FOR ENHANCED STUDENT AFFORDABILITY				\$ 5,274,000	\$ 5,124,000	\$ 5,874,000	\$ 6,374,000	\$ 4,374,000	\$ 27,020,000	

Notes:

The amounts reported in each year are a new increment of expected savings and are not cumulative amounts. These savings will be used to ensure that the college remains sustainable and affordable.