

Des Moines Area Community College

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Board of Directors Meeting Minutes

3-7-1983

Board of Directors Meeting Minutes (March 7, 1983)

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March 7, 1983
Sp. Meeting

Des Moines Area Community College
Public Hearing on Proposed Budgets for FY84

March 7, 1983
Building 1 - Room 30 - Ankeny Campus

A G E N D A

1. Call to Order - 5:30 p.m.
2. Roll Call.
3. Consideration of Tentative Agenda.
4. Acknowledgement by Board Secretary of how notice of hearing was made.
5. Requests to address the Board recognized.
6. Consideration of proposed General and Plant Fund Budgets for FY84.
7. Adjournment.

DES MOINES AREA COMMUNITY COLLEGE
2006 South Ankeny Blvd.
Ankeny, Iowa

SPECIAL MEETING

7 MARCH 1983

A special meeting of the Des Moines Area Community College Board of Directors was held in Building 1, Room 30, of the Ankeny Campus, on March 7, 1983, for the purpose of conducting a Public Hearing on the proposed General and Plant Fund Budgets for FY1984. The meeting was called to order at 5:33 p.m. by Board President Eldon Leonard.

ROLL CALL

Members Present:

| | |
|---------------|------------------|
| Eldon Leonard | Theodore Nemmers |
| Jasper Risdal | Herbert Ritland |
| Douglas Shull | |

Members Absent:

| | |
|---------------|-----------------|
| Raymond Clark | Georganne Garst |
| Donald Rowen | DeVere Bendixen |

Others Present:

Joseph A. Borgen, President
Eugene R. Snyders, Board Secretary
William Engel, Polk-Des Moines Taxpayers Association
Various other DMACC staff and interested residents

APPROVAL OF
TENTATIVE AGENDA

A motion to approve the tentative agenda as presented was made by H. Ritland, seconded by T. Nemmers.

Motion passed unanimously.

ACKNOWLEDGEMENT
OF HEARING NOTICE

Board Secretary Eugene Snyders reported that the notice of the time and place of this budget hearing was, according to law and as directed by the Board, published in the Des Moines Register newspaper on the 24th of February, 1983, and posted on the official Des Moines Area Community College bulletin board. He stated that he has received no written objections to these proposed budgets. A copy of said notice is included as Attachment #1 to these minutes.

PUBLIC COMMENTS

The statement included as Attachment #2 to these minutes was presented to the Board in support of the proposed FY84 budget by William Engel, Chairman of the Metro Committee of the Polk-Des Moines Taxpayers Association.

APPROVAL OF PRO-
POSED BUDGETS

It was moved by D. Shull, seconded by J. Risdal, that the proposed General and Plant Fund FY84 budget estimates as published and documented on State Comptroller Forms be adopted, and that the Board Secretary be directed to forward copies of these budgets to county auditors and the State Department of Public Instruction as provided by law. A copy of this document is attached hereto as Attachment #3.

Motion passed on a roll call vote.


Ayes: Eldon Leonard
Jasper Risdal
Herbert Ritland
Douglas Shull

Nays: Theodore Nemmers

ADJOURNMENT

A motion for adjournment was made by T. Nemmers, seconded by H. Ritland.

Motion passed unanimously and at 5:45 p.m. Board President Leonard adjourned the hearing.



ELDON LEONARD, PRESIDENT



EUGENE R. SNYDERS, SECRETARY

COPY OF ADVERTISEMENT
Exhibit "A"

Affidavit of Publication

STATE OF IOWA }
POLK COUNTY } SS.

The undersigned, being first duly sworn, on oath states that he is the Auditing Department Manager of Des Moines Register and Tribune Company, a corporation duly organized and existing under the laws of the State of Iowa, with its principal place of business in Des Moines, Iowa, the publisher of

THE DES MOINES REGISTER (Daily)
DES MOINES TRIBUNE (Daily)
DES MOINES SUNDAY REGISTER

newspapers of general circulation printed and published in the City of Des Moines, Polk County, Iowa; and that an advertisement, a printed copy of which is hereto annexed as Exhibit "A" and made a part of this affidavit, was printed and published

in said The Des Moines Register (daily) the following dates.....

February 24, 1983

in said Des Moines Tribune (daily) the following dates.....

in said Des Moines Sunday Register on.....

The affiant states that all of the facts set forth in the foregoing affidavit are true as he verily believes.

Des Moines Register

Subscribed and sworn to before me by said affiant this 24th day of

February, 1983

Thelma B. Lett

Notary Public in and for Polk County, Iowa



Special Meeting
March 7, 1983
Attachment #1

(R-477) - NOTICE OF PUBLIC HEARING
BUDGET ESTIMATE

Fiscal Year July 1, 1983 - June 30, 1984

MERGED AREA SCHOOL XI DES MOINES AREA COMMUNITY COLLEGE

The Board of Directors of Merged Area School #XI in the Counties of

| | | | |
|---------|----------|----------|-----------|
| Adair | Crawford | Jasper | Polk |
| Audubon | Dallas | Lucas | Poweshiek |
| Boone | Greene | Madison | Shelby |
| Carroll | Guilford | Mahaska | Story |
| Cass | Hamilton | Marion | Warren |
| Clarke | Hardin | Marshall | |

in Iowa will conduct a public hearing on the proposed 1983-84 Budget of Ankeny Campus, Des Moines Area Community College, 2006 S. Ankeny Blvd., Ankeny, Ia., Building #1, Room 30 on March 7, 1983, beginning at 5:30 o'clock p.m.

At the public hearing, any resident or taxpayer may present objections to, or arguments in favor of, any part of the proposed budget. This notice represents a summary of the supporting detail of budget receipts and expenditures on file with the Board Secretary. Copies of the Supplemental Detail (Schedule 533-A) will be furnished any taxpayer upon request.

February 21, 1983

/s/ Eugene R. Snyder, Secretary

BUDGET ESTIMATE SUMMARY

| FUNDS (Use Whole Dollars) | EXPENDITURES | | | D Estimated Fund Balance (7-1-84) | E Estimated Balance and All Other Receipts | F Estimated Amount (C+D-E) Necessary to Be Raised By Taxation |
|---------------------------------|-------------------------------|---|---------------------------------|---|--|---|
| | A FYE 6-30-82 Actual | B FYE 6-30-83 Actual and Estimate | C FYE 6-30-84 Proposed | | | |
| GENERAL: | | | | | | |
| a. General - Unrestricted | 16,288,098 | 17,930,090 | 19,285,438 | 109,479 | 16,969,875 | 2,425,042 |
| b. General - Restricted | 785,187 | 1,581,482 | 1,421,899 | 0 | 1,421,899 | 0 |
| c. Unemployment Compensation | 69,240 | 50,000 | 40,000 | 214,194 | 254,194 | 0 |
| d. Tort Liability | 39,897 | 41,411 | 42,653 | 0 | 0 | 42,653 |
| 2. Cash Reserve Levy | | | | 737,508 | 368,754 | 368,754 |
| PLANT: | | | | | | |
| 3. Plant | 3,893,454 | 2,938,725 | 2,969,518 | 201,263 | 745,739 | 2,425,042 |
| 4. Bonds and Interest | | | | | | |
| 5. TOTAL - All Purposes | 21,075,476 | 22,541,308 | 23,799,508 | 1,262,444 | 19,760,461 | 5,261,491 |

ESTIMATED TAXATION RATE PER \$1,000 VALUATION - \$0.4394

Polk-Des Moines TAXPAYERS ASSOCIATION

500 SHOPS BUILDING ° DES MOINES, IOWA 50309 ° PHONE 288-8533

RICHARD S. DAVIS
EXECUTIVE DIRECTOR

STATEMENT TO THE BOARD OF DIRECTORS
OF THE DES MOINES AREA COMMUNITY COLLEGE
PUBLIC HEARING ON THE PROPOSED 1983-84 BUDGET
by William Engel, Chairman of the Metro Committee
March 7, 1983

Mr. President and Members of the Board of Directors:

The Polk-Des Moines Taxpayers Association has examined the budget prepared for the Des Moines Area Community College for 1983-84. On behalf of the Metro Committee and the Association, I would like to thank President Joseph Borgen; Gene Snyders, Vice President of Management Services; Don Zuck, Manager of Business Services; and Board Chairman Eldon Leonard for spending time with us during this budget review.

I am here tonight to announce our support for your proposed 1983-84 budget which includes increases of 6.5% in General Operating Fund expenditures, and one per cent in Plant Fund expenditures. The Taxpayers Association commends college officials, staff and the Board of Directors for their input on this budget. There continues to be an impressive improvement in the management and direction of the college.

Because there was no increase in tuition and fees last year, your decision to raise tuition rates for 1983-84, while never popular, appears reasonable. Revenue from tuition and fees will be increasing approximately 11%. As part of the tuition increase, you are raising the cap on the maximum number of hours charged to full-time students from 12 to 15. This will begin to remove some of the disparities between full and part-time students.

Total Revenue in the General Operating Fund is projected to increase 6% or about \$1.2 million. Property tax support in the General Fund increases 6.4%, which includes the second and final year of the cash reserve levy. State aid for 1983-84 is projected to be over \$10 million, which is a 6.4% increase over the current year. The long-range effects of the lack of funds for Equipment Replacement continued to be a concern.

Sizing down or the closing of programs and services is another difficult task, but one that cannot be avoided if the college is to continue operating efficiently and effectively. Because of reductions in funding, the Comprehensive Development Center at the Urban Campus and English as a Second Language classes will be scaled back. The Bricklaying Program and the Apprenticeship Program will be eliminated due to lack of students.

Over half of the increased expenditures in the proposed budget are related to computer equipment and the high-technology electronics programs. We support the expansion and addition of programs like these, that will help stimulate Iowa's economy and provide a highly trained workforce.

Thank you for your consideration.

a. GENERAL FUND — General Account Unrestricted for Merged Area # XI

| RESOURCES — RECEIPTS | Line | (A) FYE 6-30-82 | (B) FYE 6-30-83 | (C) FYE 6-30-84 |
|--------------------------------|------|-----------------------|-----------------------|-----------------------|
| Beginning Balance: | | | | |
| Cash | 1 | (14,139) | | |
| Investments | 2 | | 153,431 | 109,479 |
| (Encumbrance Reserve) | 3 | XXXXXXXX | () | XXXXXXXX |
| Net Beginning Balance | 4 | (14,139) | 153,431 | 109,479 |
| Non-Tax Income: | | | | |
| 400 Student Fees | 5 | 538,529 | 577,000 | 638,430 |
| 410 Tuition | 6 | 4,234,348 | 4,695,847 | 5,237,882 |
| 421 General State Aid | 7 | 7,406,197 | 8,264,185 | 8,470,790 |
| 424 Vocational State Aid | 8 | 1,207,477 | 1,104,166 | 1,502,452 |
| 429 Other State Aid | 9 | 90,941 | 66,900 | 66,900 |
| 430-449 Federal Aid | 10 | 270,560 | 207,288 | 197,230 |
| 450-459 Sales-Service | 11 | 25,546 | 50,500 | 45,000 |
| 460 Other: (itemize) | 12 | | | |
| 439 Federal Vocational Aid | 13 | 309,792 | 228,742 | 228,742 |
| 471 Interest | 14 | 219,240 | 344,000 | 355,000 |
| 477 Assmnt + Spec. Chg. | 15 | 8,331 | 7,100 | 7,100 |
| 485 Misc. Receipts | 16 | 7,661 | 39,016 | 45,458 |
| 486 Proceeds Sale Fix Assts. | 17 | 32,772 | 35,000 | 30,000 |
| 489 Bad Debts | 18 | (12,292) | | |
| | 19 | | | |
| 490 Transfers from Fund 2 | 20 | | | 35,412 |
| | 21 | | | |
| S/T Non-Tax Income | 22 | 14,339,102 | 15,619,744 | 16,860,396 |
| | | | | |
| Col. E — Net Balance & Non-Tax | 23 | 14,324,963 | 15,773,175 | 16,969,875 |
| Col. F — Property Tax | 24 | 2,116,566 | 2,266,394 | 2,425,042 |
| RESOURCES | 25 | 16,441,529 | 18,039,569 | 19,394,917 |

| REQUIREMENTS — EXPENDITURES AND RESERVE | Line | (A) FYE 6-30-82 | (B) FYE 6-30-83 | (C) FYE 6-30-84 |
|--|------|-----------------------|-----------------------|-----------------------|
| Expenditures: | | | | |
| 1000 Liberal Arts, Sciences | 26 | 2,399,354 | 3,011,276 | 3,221,590 |
| 2000 Vocational and Technical | 27 | 5,385,831 | 5,629,907 | 6,175,301 |
| 3000 Adult Education | 28 | 1,900,294 | 2,230,851 | 2,250,316 |
| 5000 Administration | 29 | 712,026 | 652,232 | 712,294 |
| 6000 Student Services | 30 | 1,420,500 | 1,367,742 | 1,487,630 |
| 7000 Learning Resources | 31 | 556,288 | 504,429 | 584,938 |
| 8000 Physical Plant | 32 | 1,916,712 | 2,269,305 | 2,430,988 |
| 9000 General Institution | 33 | 2,106,030 | 2,131,712 | 2,395,034 |
| | 34 | | | |
| Less Tort Included above | 35 | (39,697) | (41,411) | (42,653) |
| Less Umemp. Included above | 36 | (69,240) | (50,000) | (40,000) |
| Plus Transfer to Fund 2 | 37 | | 224,047 | 110,000 |
| | 38 | | | |
| | 39 | | | |
| | 40 | | | |
| S/T Expenditures | 41 | 16,288,098 | 17,930,090 | 19,285,438 |
| Encumbrances: | | | | |
| | 42 | | XXXXXXXX | XXXXXXXX |
| | 43 | | XXXXXXXX | XXXXXXXX |
| | 44 | | XXXXXXXX | XXXXXXXX |
| S/T Encumbrances | 45 | | XXXXXXXX | XXXXXXXX |
| Col. C* Expenditures & Encumb. | 46 | | | |
| Closing Balance: | | | | |
| Cash | 47 | | | |
| Investments | 48 | 153,431 | 109,479 | 109,479 |
| (Encumbrance Reserve) | 49 | () | XXXXXXXX | XXXXXXXX |
| Col. D — Reserve - Net Closing Balance | 50 | 153,431 | 109,479 | 109,479 |
| REQUIREMENTS | 51 | 16,441,529 | 18,039,569 | 19,394,917 |

* Column A and B for prior years

b. GENERAL FUND — General Account Restricted for Merged Area # XT

| RESOURCES — RECEIPTS | Line | (A) FYE 6-30-82 | (B) FYE 6-30-83 | (C) FYE 6-30-84 |
|---|------|-----------------------|-----------------------|-----------------------|
| Beginning Balance: | | | | |
| Cash | 1 | | | |
| Investments | 2 | | | |
| (Encumbrance Reserve) | 3 | XXXXXXXX | () | XXXXXXXX |
| Net Beginning Balance | 4 | | | |
| Non-Tax Income: | | | | |
| 400 Student Fees | 5 | | 20,000 | 20,000 |
| 410 Tuition | 6 | 1,526 | 7,670 | 8,000 |
| 421 General State Aid | 7 | | | |
| 424 Vocational State Aid | 8 | | | |
| 429 Other State Aid | 9 | 36,117 | | |
| 430-449 Federal Aid | 10 | 606,571 | 650,351 | 743,694 |
| 450-459 Sales-Service | 11 | | | |
| 460 Other: (Itemize) | 12 | | | |
| 439 Federal Vocational Aid | 13 | 22,760 | 104,833 | 125,000 |
| 417 Prop. Tax Unemp. Comp. | 14 | 347 | | |
| 490 Transfers From Fund 1 | 15 | 27,521 | 108,795 | 110,000 |
| 485 Misc. Receipts | 16 | 90,345 | 690,033 | 415,205 |
| | 17 | | | |
| | 18 | | | |
| | 19 | | | |
| | 20 | | | |
| | 21 | | | |
| S/T Non-Tax Income | 22 | 785,187 | 1,581,682 | 1,421,899 |
| Col. E — Net Balance & Non-Tax | | | | |
| | 23 | 785,187 | 1,581,682 | 1,421,899 |
| Col. F — Property Tax | | | | |
| | 24 | | | |
| RESOURCES | 25 | 785,187 | 1,581,682 | 1,421,899 |

| REQUIREMENTS — EXPENDITURES AND RESERVE | Line | (A) FYE 6-30-82 | (B) FYE 6-30-83 | (C) FYE 6-30-84 |
|--|------|-----------------------|-----------------------|-----------------------|
| Expenditures: | | | | |
| 1000 Liberal Arts, Sciences | 26 | | | 79,709 |
| 2000 Vocational and Technical | 27 | 354,662 | 874,234 | 762,558 |
| 3000 Adult Education | 28 | 231,176 | 255,557 | 206,647 |
| 5000 Administration | 29 | | | |
| 6000 Student Services | 30 | 57,964 | 52,578 | 44,773 |
| 7000 Learning Resources | 31 | | 1,680 | |
| 8000 Physical Plant | 32 | 6,610 | | |
| 9000 General Institution | 33 | 134,775 | 397,633 | 292,800 |
| | 34 | | | |
| Plus Transfer To Fund 1 | 35 | | | 35,412 |
| | 36 | | | |
| | 37 | | | |
| | 38 | | | |
| | 39 | | | |
| | 40 | | | |
| S/T Expenditures | 41 | 785,187 | 1,581,682 | 1,421,899 |
| Encumbrances: | | | | |
| | 42 | | XXXXXXXX | XXXXXXXX |
| | 43 | | XXXXXXXX | XXXXXXXX |
| | 44 | | XXXXXXXX | XXXXXXXX |
| S/T Encumbrances | 45 | | XXXXXXXX | XXXXXXXX |
| Col. C* Expenditures & Encumb. | 46 | | | |
| Closing Balance: | | | | |
| Cash | 47 | | | |
| Investments | 48 | | | |
| (Encumbrance Reserve) | 49 | () | XXXXXXXX | XXXXXXXX |
| Col. D — Reserve - Net Closing Balance | 50 | | | |
| REQUIREMENTS | 51 | 785,187 | 1,581,682 | 1,421,899 |

* Column A and B for prior years

Special Meeting
March 7, 1983
SUPPLEMENTAL DETAIL

Attachment #3, page 3

| RESOURCES — RECEIPTS | Line | (A) FYE 6-30-82 | (B) FYE 6-30-83 | (C) FYE 6-30-84 |
|-------------------------|------|-----------------------|-----------------------|-----------------------|
|-------------------------|------|-----------------------|-----------------------|-----------------------|

| REQUIREMENTS — EXPENDITURES AND RESERVE | Line | (A) FYE 6-30-82 | (B) FYE 6-30-83 | (C) FYE 6-30-84 |
|--|------|-----------------------|-----------------------|-----------------------|
|--|------|-----------------------|-----------------------|-----------------------|

c. UNEMPLOYMENT COMPENSATION FUND

| Beginning Balance: | | | | |
|--------------------------------|----|----------|---------|----------|
| Cash | 1 | | | |
| Investments | 2 | 89,975 | 304,194 | 254,194 |
| (Encumbrance Reserve) | 3 | XXXXXXXX | () | XXXXXXXX |
| Net Beginning Balance | 4 | 89,975 | 304,194 | 254,194 |
| Non-Tax Income: | | | | |
| | 5 | | | |
| | 6 | | | |
| | 7 | | | |
| | 8 | | | |
| S/T Non-Tax Income | 9 | | | |
| Col. E — Net Balance & Non-Tax | 10 | 89,975 | 304,194 | 254,194 |
| Col. F — Property Tax | 11 | 283,459 | | |
| RESOURCES | 12 | 373,434 | 304,194 | 254,194 |

| Expenditures: | | | | |
|--|----|---------|----------|----------|
| | 13 | | | |
| | 14 | | | |
| S/T Expenditures | 15 | 69,240 | 50,000 | 40,000 |
| Encumbrances: | | | | |
| | 16 | | XXXXXXXX | XXXXXXXX |
| | 17 | | XXXXXXXX | XXXXXXXX |
| | 18 | | XXXXXXXX | XXXXXXXX |
| S/T Encumbrances | 19 | | XXXXXXXX | XXXXXXXX |
| Col. C* — Expenditures & Encumb. | 20 | 69,240 | 50,000 | 40,000 |
| Closing Balance: | | | | |
| Cash | 21 | | | |
| Investments | 22 | 304,194 | 254,194 | 214,194 |
| (Encumbrance Reserve) | 23 | () | XXXXXXXX | XXXXXXXX |
| Col. D — Reserve - Net Closing Balance | 24 | 304,194 | 254,194 | 214,194 |
| REQUIREMENTS | 25 | 373,434 | 304,194 | 254,194 |

* Column A and B for prior years

d. GENERAL FUND — Tort Liability Account

| Beginning Balance: | | | | |
|--------------------------------|----|----------|--------|----------|
| Cash | 1 | | | |
| Investments | 2 | | | |
| (Encumbrance Reserve) | 3 | XXXXXXXX | () | XXXXXXXX |
| Net Beginning Balance | 4 | | | |
| Non-Tax Income: | | | | |
| | 5 | | | |
| | 6 | | | |
| | 7 | | | |
| | 8 | | | |
| S/T Non-Tax Income | 9 | | | |
| Col. E — Net Balance & Non-Tax | 10 | | | |
| Col. F — Property Tax | 11 | 39,697 | 41,411 | 42,653 |
| RESOURCES | 12 | 39,697 | 41,411 | 42,653 |

| Expenditures: | | | | |
|--|----|--------|----------|----------|
| | 13 | | | |
| | 14 | | | |
| S/T Expenditures | 15 | 39,697 | 41,411 | 42,653 |
| Encumbrances: | | | | |
| | 16 | | XXXXXXXX | XXXXXXXX |
| | 17 | | XXXXXXXX | XXXXXXXX |
| | 18 | | XXXXXXXX | XXXXXXXX |
| S/T Encumbrances | 19 | | XXXXXXXX | XXXXXXXX |
| Col. C* — Expenditures & Encumb. | 20 | 39,697 | 41,411 | 42,653 |
| Closing Balance: | | | | |
| Cash | 21 | | | |
| Investments | 22 | | | |
| (Encumbrance Reserve) | 23 | () | XXXXXXXX | XXXXXXXX |
| Col. D — Reserve - Net Closing Balance | 24 | | | |
| REQUIREMENTS | 25 | 39,697 | 41,411 | 42,653 |

* Column A and B for prior years

SUPPLEMENTAL DETAIL

| RESOURCES — RECEIPTS | LINE | (A) FYE June 30, 1982 | (B) FYE June 30, 1983 | (C) FYE June 30, 1984 |
|-------------------------|------|-----------------------------|-----------------------------|-----------------------------|
|-------------------------|------|-----------------------------|-----------------------------|-----------------------------|

3. PLANT FUND

| | | | | |
|----------------------------------|----|-----------|-----------|-------------------------|
| Beginning Balance: | | | | |
| Cash | 1 | | | |
| Investments | 2 | 1,286,908 | 1,216,257 | 632,526 |
| (Encumbrance Reserve) | 3 | | () | XXXXXXXXXXXX |
| Net Beginning Balance | 4 | 1,286,908 | 1,216,257 | 632,526 |
| Non-Tax Income: | | | | |
| Federal Funds | 5 | 98,288 | | |
| Interest & Parking Fees | 6 | 935,589 | 88,000 | 113,213 |
| Sale of Fixed Assets | 7 | 15,702 | | |
| Transfers | 8 | 659,397 | | |
| S/T Non-Tax Income | 9 | 1,708,976 | 88,000 | 113,213 |
| Col. E — Net Balance and Non-Tax | 10 | 2,995,884 | 1,304,257 | 745,739 |
| Col. F — Property Tax | 11 | 2,113,827 | 2,266,394 | 2,425,042 |
| RESOURCES | 12 | 5,109,711 | 3,570,651 | 3,170,781 |

4. PLANT FUND — Bonds and Interest from attached schedule.

| | | | | |
|----------------------------------|----|-------------------------|-----|-------------------------|
| Beginning Balance: | | | | |
| Cash | 1 | | | |
| Investments | 2 | | | |
| (Encumbrance Reserve) | 3 | XXXXXXXXXXXX | () | XXXXXXXXXXXX |
| Net Beginning Balance | 4 | | | |
| Non-Tax Income: | | | | |
| | 5 | | | |
| | 6 | | | |
| | 7 | | | |
| | 8 | | | |
| S/T Non-Tax Income | 9 | | | |
| Col. E — Net Balance and Non-Tax | 10 | | | |
| Col. F — Property Tax | 11 | | | |
| RESOURCES | 12 | | | |

| REQUIREMENTS — EXPENDITURES AND RESERVE | LINE | (A) FYE June 30, 1982 | (B) FYE June 30, 1983 | (C) FYE June 30, 1984 |
|--|------|-----------------------------|-----------------------------|-----------------------------|
|--|------|-----------------------------|-----------------------------|-----------------------------|

| | | | | |
|---|----|-----------|-------------------------|-------------------------|
| Expenditures: | | | | |
| | 13 | | | |
| | 14 | | | |
| S/T Expenditures | 15 | 3,893,454 | 2,938,125 | 2,969,518 |
| Encumbrances: | | | | |
| | 16 | | XXXXXXXXXXXX | XXXXXXXXXXXX |
| | 17 | | XXXXXXXXXXXX | XXXXXXXXXXXX |
| | 18 | | XXXXXXXXXXXX | XXXXXXXXXXXX |
| S/T Encumbrances | 19 | | XXXXXXXXXXXX | XXXXXXXXXXXX |
| Col. C* — Expenditures and Encumbrances | 20 | 3,893,454 | 2,938,125 | 2,969,518 |
| Closing Balance: | | | | |
| Cash | 21 | | | |
| Investments | 22 | 1,216,257 | 632,526 | 201,263 |
| (Encumbrance Reserve) | 23 | | XXXXXXXXXXXX | XXXXXXXXXXXX |
| Col. D — Reserve—Net Closing Balance | 24 | 1,216,257 | 632,526 | 201,263 |
| REQUIREMENTS | 25 | 5,109,711 | 3,570,651 | 3,170,781 |

* Column A and B for prior years

| | | | | |
|---|----|-----|-------------------------|-------------------------|
| Expenditures: | | | | |
| | 13 | | | |
| | 14 | | | |
| S/T Expenditures | 15 | | | |
| Encumbrances: | | | | |
| | 16 | | XXXXXXXXXXXX | XXXXXXXXXXXX |
| | 17 | | XXXXXXXXXXXX | XXXXXXXXXXXX |
| | 18 | | XXXXXXXXXXXX | XXXXXXXXXXXX |
| S/T Encumbrances | 19 | | XXXXXXXXXXXX | XXXXXXXXXXXX |
| Col. C* — Expenditures and Encumbrances | 20 | | XXXXXXXXXXXX | XXXXXXXXXXXX |
| Closing Balance: | | | | |
| Cash | 21 | | | |
| Investments | 22 | | | |
| (Encumbrance Reserve) | 23 | () | XXXXXXXXXXXX | XXXXXXXXXXXX |
| Col. D — Reserve—Net Closing Balance | 24 | | | |
| REQUIREMENTS | 25 | | | |

* Column A and B for prior years

| RESOURCES — RECEIPTS | Line | (A) FYE 6-30-82 | (B) FYE 6-30-83 | (C) FYE 6-30-84 |
|-------------------------|------|-----------------------|-----------------------|-----------------------|
|-------------------------|------|-----------------------|-----------------------|-----------------------|

| REQUIREMENTS — EXPENDITURES AND RESERVE | Line | (A) FYE 6-30-82 | (B) FYE 6-30-83 | (C) FYE 6-30-84 |
|--|------|-----------------------|-----------------------|-----------------------|
|--|------|-----------------------|-----------------------|-----------------------|

2. CASH RESERVE LEVY

| Beginning Balance: | | | | |
|--------------------------------|----|----------|---------|----------|
| Cash | 1 | | | |
| Investments | 2 | | | 368,754 |
| (Encumbrance Reserve) | 3 | XXXXXXXX | () | XXXXXXXX |
| Net Beginning Balance | 4 | | | 368,754 |
| Non-Tax Income: | | | | |
| | 5 | | | |
| | 6 | | | |
| | 7 | | | |
| | 8 | | | |
| S/T Non-Tax Income | 9 | | | |
| Col. E — Net Balance & Non-Tax | 10 | | | |
| Col. F — Property Tax | 11 | | 368,754 | 368,754 |
| RESOURCES | 12 | | 368,754 | 737,508 |

| Expenditures: | | | | |
|--|----|--|----------|----------|
| | 13 | | | |
| | 14 | | | |
| S/T Expenditures | 15 | | | |
| Encumbrances: | | | | |
| | 16 | | XXXXXXXX | XXXXXXXX |
| | 17 | | XXXXXXXX | XXXXXXXX |
| | 18 | | XXXXXXXX | XXXXXXXX |
| S/T Encumbrances | 19 | | XXXXXXXX | XXXXXXXX |
| Col. C* — Expenditures & Encumb. | 20 | | | |
| Closing Balance: | | | | |
| Cash | 21 | | | |
| Investments | 22 | | | |
| (Encumbrance Reserve) | 23 | | XXXXXXXX | XXXXXXXX |
| Col. D — Reserve - Net Closing Balance | 24 | | 368,754 | 737,508 |
| REQUIREMENTS | 25 | | 368,754 | 737,508 |

* Column A and B for prior years

Cash Reserve Levy Worksheet
MERGED AREA SCHOOL

| | |
|---|-------------------|
| 1. Ending 6-30-80 Actual general fund expenditures | <u>14,750,163</u> |
| 2. Multiply #1 by .05 | <u>737,508</u> |
| 3. Divide #2 by 2 (Represents maximum amount that can be levied each year.) | <u>368,754</u> |

March 7, 1983



Des Moines Area Community College
Regular Board Meeting

March 7, 1983
Building 1 - Room 30 - Ankeny Campus

A G E N D A

1. Call to Order - immediately following Public Hearing.
2. Roll Call.
3. Consideration of Tentative Agenda.
4. Public Comments.
5. Consideration of Minutes of February 19, 1983, Special Meeting and February 21, 1983, Regular Meeting.
6. Consideration of Human Resources Report.
7. Consideration of termination of contracts under Chapter 279, Code of Iowa.
8. Consideration of termination of specially funded administrator contracts.
9. Consideration of termination of employment of specially funded classified employees.
10. Consideration of contract completion identified as Computerized Building Automation System, Phase IIIA, Part II.
11. Consideration for filing and publication of the proposed amendment to the FY83 General and Plant Fund Budgets, and establishment of April 18, 1983, as the date for the public hearing on said amendment.
12. Presentation of Financial Report.
13. Presentation and consideration of Payables.
14. Report on Ankeny Telephone System.
15. Future Agenda Items:
 - A. Consideration of Board Policy Revisions.
 - B. Special meeting for termination hearings.
16. Adjournment.

DES MOINES AREA COMMUNITY COLLEGE
2006 South Ankeny Blvd.
Ankeny, Iowa

REGULAR MEETING

7 MARCH 1983

The regular meeting of the Des Moines Area Community College Board of Directors was held in Building 1, Room 30, of the Ankeny Campus, on March 7, 1983. The meeting was called to order by Board President, Eldon Leonard, at 5:47 p.m.

ROLL CALL

Members Present:

| | |
|------------------|-------------------------------------|
| Raymond Clark | Eldon Leonard |
| Theodore Nemmers | Jasper Risdal |
| Herbert Ritland | Donald Rowen (arrived at 5:50 p.m.) |
| Douglas Shull | |

Members Absent:

DeVere Bendixen
Georganne Garst

Others Present:

Joseph A. Borgen, President
Eugene R. Snyders, Board Secretary
Herbert Walls, Midwestern Telephone System
Various other DMACC staff and interested residents

APPROVAL OF
TENTATIVE AGENDA

It was moved by T. Nemmers, seconded by R. Clark, that the tentative agenda be approved.

Motion passed unanimously.

APPROVAL OF
MINUTES

A motion to approve the minutes of the February 19, 1983, special meeting and the February 21, 1983, regular meeting was made by R. Clark, seconded by J. Risdal.

Motion passed unanimously.

DIRECTOR ROWEN
ARRIVES

Director Rowen arrived at 5:50 p.m.

APPROVAL OF
HUMAN RESOURCES
REPORT

D. Rowen made a motion; T. Nemmers seconded; that the following personnel items be approved.

Contract changes Havens, Roy, Instructor-Auto Mechanics, Industrial & Technical. Requesting change from 12 Month Contract to 9 Month Contract. Effective June 30, 1983. Continuing Contract with Certified Faculty-Full Status.

Kees, Gene, Instructor-Auto Mechanics, Industrial & Technical. Requesting change from 12 Month Contract to 9 Month Contract. Effective June 30, 1983. Continuing Contract with Certified Faculty-Full Status.

Contract changes (continued) Richardson, Ralph, Instructor-Auto Mechanics, Industrial & Technical. Requesting change from 12 Month Contract to 9 Month Contract. Effective June 30, 1983. Continuing Contract with Certified Faculty-Full Status.

Smith, Verle, Instructor-Auto Mechanics, Industrial & Technical. Requesting change from 12 Month Contract to 9 Month Contract. Effective June 30, 1983. Continuing Contract with Certified Faculty-Full Status.

Resignations Petrone, William, Instructor-T & I Apprentice, Industrial & Technical. Effective June 30, 1983.

New Personnel Baker, Kevin, Instructor-Marketing, Business and Management. Annual Salary \$14,799. Specially funded through June 30, 1983. Effective February 22, 1983. Specially funded contract with certified faculty-probationary status.

Cordes, Cynthia, Instructor-English (1/2 time), Public and Human Services. Annual salary \$8,949. 9 Month contract. Effective March 9, 1983. Continuing contract with certified faculty-probationary status.

Crall, Kathleen, Instructor-Office Occupations (1/2 time), Urban Campus. Annual salary \$11,187. 12 month contract. Effective March 9, 1983. Continuing contract with certified faculty-probationary status.

Drinnin, Beverly, Instructor-Psychology (1/2 time), Public and Human Services. Annual salary \$8,949. 9 month contract. Effective March 9, 1983. Continuing contract with certified faculty-probationary status.

Gustafson, Carol, Instructor-Music (1/2 time), Public and Human Services. Annual salary \$8,949. 9 month contract. Effective March 9, 1983. Continuing contract with certified faculty-probationary status.

Hann, Sharon, Instructor-Art (1/2 time), Public and Human Services. Annual salary \$8,949. 9 month contract. Effective March 9, 1983. Continuing contract with certified faculty-probationary status.

Hilgers, Daniel, Instructor-Office Occupations, Business and Management. Annual salary \$17,898. Specially funded through June 30, 1983. Effective March 1, 1983. Specially funded contract with certified faculty-probationary status.

Sioson, Sonya, Instructor-Biology, Health Services and Sciences. Annual salary \$20,377. 9 month contract. Effective March 9, 1983. Continuing contract with certified faculty-probationary status.

Contract changes Small, Sharon, Instructor-English, Public and Human Services.
(continued) Annual salary \$14,799. 9 month contract. Effective March 9, 1983. Continuing contact with certified faculty-probationary status.

Motion passed unanimously.

TERMINATION OF
CHAPTER 279 CON-
TRACTS

It was moved by D. Shull, seconded by R. Clark, that the Board of Directors terminate the contracts of Kim Linduska, Judy Ringe, Marlow Rummans, and Sue Fontana, in accordance with Chapter 279.15, Code of Iowa, effective the end of said individuals' current contracts.

Motion passed unanimously on a roll call vote.

TERMINATION OF
ADMINISTRATOR
CONTRACTS

It was moved by R. Clark, seconded by D. Shull, that the Board of Directors terminate the contracts of James Marmon, Denny Hiner, and Cindy Lunning, in accordance with Chapter 279.24, Code of Iowa, effective the end of said individuals' current contracts.

Motion passed unanimously on a roll call vote.

TERMINATION OF
CLASSIFIED STAFF
EMPLOYMENT

A motion that the Board of Directors terminate the employment and assignment of Mary Ocker, Bev Baer, and Donna Schreier, effective the end of said individuals' current employment agreements was made by R. Clark, seconded by D. Shull.

Motion passed unanimously on a roll call vote.

CONTRACT COMPLE-
TION ACCEPTANCE

D. Rowen made a motion; D. Shull seconded, that the Board of Directors approve acceptance of the contract completion identified as Computerized Building Automation system, Phase IIIA, Part II. Final payment of \$33,994 is to be made 30 days following the date of this Board meeting.

Motion passed unanimously.

FY83 BUDGET
AMENDMENT

It was moved by R. Clark, seconded by D. Shull, that the Board of Directors approve for filing and publication, the proposed amendments to the FY1982-83 General and Plant Fund Budgets, and establish April 18, 1983, 5:30 p.m., Building 1, Room 30, Ankeny Campus, as the time and place for public hearing on said budget amendments. Attachments #1 to these minutes outlines detail of the proposed amendments.

Motion passed unanimously on a roll call vote.

PRESENTATION OF
FINANCIAL REPORT

Controller Irv Steinberg presented the Financial Report as included on Attachment #2 to these minutes.

APPROVAL OF PAYA-
BLES

A motion was made by T. Nemmers, seconded by D. Rowen, to approve the payables as outlined in Attachment #3 to these minutes.

Motion passed unanimously.

RECESS FOR DINNER The Board recessed for dinner and a tour of the Building 7 Conference Center at 6:15 p.m. and reconvened at 7:25 p.m.

DIRECTOR ROWEN LEAVES Director D. Rowen left the meeting at 6:15 p.m.


REPORT ON TELEPHONE SYSTEM The report included as Attachment #4 to these minutes comparing Midwestern Telephone Company systems with Northwestern Bell systems was reviewed by Dr. Borgen and the Board of Directors.

REPORTS Dr. Borgen gave the Board a brief legislative summary regarding funding for FY84 and outlined the Superintendent's Group recommendations.

 Eldon Leonard highlighted the recent Legislative Seminar in Washington, D.C.

ADJOURNMENT A motion for adjournment was made by D. Shull, seconded by T. Nemmers.

 Motion passed unanimously and at 8:00 p.m. Board President Leonard adjourned the meeting.


ELDON LEONARD, President


EUGENE R. SNYDERS, Secretary

Feb 22, 1983

TO: Board Secretary

FROM: Irv Steinberg *Arw AS*

RE: Board Agenda Item/ March 7,83 Board Meeting

Item: Approve for filing and publication, the proposed amendment to the FY 1982-83 General and Plant Fund Budgets, and establish April 18, 1983, 5:30 p.m., Building #1, Room 30, Ankeny Campus, as time and place for the public hearing on said budget amendments.

RATIONALE:

GENERAL FUND

As has been noted in previous months, our Board approved and Published FY 83 budget for the General Fund (Funds 1 and 2) is less than the current working budgets for these funds, for the following reasons:

1. It was decided by Board Action to issue an anticipatory warrant on July 1, 82 for \$3,660,000 to Bankers Trust Co, to be repaid on June 30, 83 @9.25% interest, with total interest expense of \$343,252. Since this action was taken after approval of Published Budget, this interest expense was not included in this budget approved in March, 1982.
2. A program in High Technology Electronics is being added to the working budget for a total expense projection of \$88,390, primarily funded by State Vocational Aid funds.
3. A number of special funded programs were added to the FY 83 budget since the start of this fiscal year which were not projected prior to March, 82.

4. Summary:

| | |
|---------------------------|---------------------|
| Published Budget | \$18,320,392 |
| Plus: Ant Warr Interest | 343,252 |
| Plus: High Tech Elect | 88,390 |
| Less: Various Adjustments | (77,004) |
| Plus: Added Spec Funded | 771,418 |
| Revised Budget | <u>\$19,446,448</u> |

DES MOINES AREA
DC
COMMUNITY COLLEGE

ANKENY CAMPUS
2006 S. Ankeny Blvd.
Ankeny, Iowa 50021
(515) 964-6200

BOONE CAMPUS
1125 Hancock Drive
Boone, Iowa 50036
(515) 432-7203

DES MOINES CAMPUS
1100 7th Street
Des Moines, Iowa 50314
(515) 244-4226

WESTERN
ATTENDANCE
CENTER
229 N. Main Street
Carroll, Iowa 51401
(712) 792-1755

PLANT FUND

The Published Budget for this fund needs to be increased by \$334,456 for the following items:

| | |
|--------------------------|-----------|
| Greenhouse | \$104,357 |
| Buildings #1 and #5 | 100,790 |
| Energy Project | 63,504 |
| Re-roofing | 135,096 |
| Conf Center Parking Lot | 174,986 |
| Capital Equip Transfer | 83,730 |
| Remodeling of Buildings | 221,993 |
| Delay of Carroll Project | (550,000) |

| | | |
|------------------|-------|--------------------|
| | Total | \$334,456 |
| Published Budget | | 2,938,125 |
| Revised Budget | | <u>\$3,272,581</u> |

MEMORANDUM

3-4-83

TO: Board Secretary

FROM: Irv Steinberg *ISW*

RE: Financial Report for February, 1983 Board Meeting March 7, 1983.

Borrowed monies totalling \$343,000 was used to cover expenses during the month, although this deficit was liquidated within the first week of March with the receipt of spring quarter tuition.

Cash flow for the balance of March is not expected to be adequate for all expenses, however, improvement should be noted during April when second half of property taxes should be received. Third quarter State General Aid due to be paid by March 31, 1983, will most probably not be paid for some time beyond that date,

The variance between Published and Working Expenditure Budgets for General & Restricted Current Funds will be adjusted after the April Board action on the proposed amendment to these budgets.

DES MOINES AREA



DES MOINES AREA COMMUNITY COLLEGE

CASH POSITION REPORT

February 28, 1983

| | GENERAL, AUXILIARY, AGENCY, SCHOLARSHIP, AND LOAN FUNDS | PLANT FUND | VOTED TAX SINKING FUND |
|------------------------------------|---|----------------------|---------------------------|
| | <u>Ankeny State</u> | <u>Bankers Trust</u> | |
| <u>CASH IN BANK:</u> | | | |
| Balance Forward Feb. 1, 1983 | \$ (17,045) | \$107,474 | |
| Plus February Receipts | 2,585,210 | 218,046 | |
| Less February Disbursements | <u>2,584,198</u> | <u>272,955</u> | |
| Cash Balance February 28, 1983 | \$ (16,033) | \$ 52,565 | |
| <u>INVESTMENTS:</u> | | | |
| Savings Account | | | \$ 7,043 |
| CD's | | | |
| <u>Various Rates and Due Dates</u> | | | |
| General Fund at Bankers Trust | 1,460,000 | | |
| General Fund at Ankeny State | 1,835,000 | | |
| Voted Tax/Sinking Fund | | | 1,055,400 |
| Plant Fund at Bankers Trust | | 980,000 | |
| 8% due 5/3/83 (Arch. Draft. Club) | 3,000 | | |
| 8.2% due 7/15/83 (Loan Fund) | 25,000 | | |
| 7.9% due 4/11/83 (Alumni) | <u>10,000</u> | | |
| Total Investments | <u>3,333,000</u> | <u>980,000</u> | <u>1,055,400</u> |
| TOTAL CASH & INVESTMENTS | <u>\$3,316,967</u> | <u>\$1,032,565</u> | <u>1,062,443</u> |

Footnotes:

1. General Fund must redeem anticipatory warrant plus interest expense for a total of \$4,003,252 to be paid to Bankers Trust on 6/30/83.
2. Loan payment of \$1,653,600 is due June 30, 1983 from Voted Tax Sinking Fund monies.
3. Deficit Cash Balance shown at Ankeny State Bank is offset by outstanding checks.

BUDGET REPORT
SUMMARY BY FUND (ALL FUNDS)

February 28, 1983

| <u>FUND NAME</u> | <u>FUND NO.</u> | <u>Board Approved 7-1-82 Budget</u> | <u>2-28-83 Working Budget</u> | <u>Amount Expended or Received</u> | <u>Amount Encumb.</u> | <u>Working Budget Balance</u> |
|----------------------|-----------------|-------------------------------------|-------------------------------|------------------------------------|-----------------------|-------------------------------|
| <u>EXPENDITURES:</u> | | | | | | |
| General Fund Current | 1 | \$17,432,782 | \$17,913,713(E) | \$10,394,347 | \$282,172 | \$ 7,237,194 |
| Restricted Current | 2 | 979,016 | 1,673,848(F) | 611,299 | 24,806 | 1,037,743 |
| Auxiliary | 3 | 1,773,118 | 1,762,189 | 1,440,545 | 25,273 | 296,371 |
| Agency | 4 | 328,722 | 459,422(G) | 494,899 | 90 | (35,567) |
| Scholarship | 5 | 1,097,696 | 1,097,696 | 1,297(A) | | 1,096,399 |
| Loan | 6 | 15,500 | 15,500 | 46,715(B) | | (31,215) |
| Plant | 8 | 2,938,125 | 2,938,125(C) | 1,134,971 | | 1,803,154 |
| Total | | <u>\$24,564,959</u> | <u>\$25,860,493</u> | <u>\$14,124,073</u> | <u>\$332,341</u> | <u>\$11,404,079</u> |
| <u>REVENUE:</u> | | | | | | |
| Cash Reserve | 1 | 368,754 | 368,754 | 209,044 | | 159,710 |
| General Fund Current | 1 | 17,526,769 | 17,824,189 | 10,248,157 | | 7,576,032 |
| Restricted Current | 2 | 878,197 | 1,555,453(D) | 294,212 | | 1,261,241 |
| Auxiliary | 3 | 1,876,845 | 1,886,345 | 1,466,393 | | 419,952 |
| Agency | 4 | 316,100 | 446,800 | 614,205 | | (167,405) |
| Scholarship | 5 | 1,097,696 | 1,097,696 | 479,337 | | 618,359 |
| Loan | 6 | 144,316 | 144,316 | 146,615 | | (2,299) |
| Plant | 8 | 2,396,620 | 2,354,394 | 1,342,129 | | 1,012,265 |
| Total | | <u>\$24,605,297</u> | <u>\$25,677,947</u> | <u>\$14,800,092</u> | | <u>\$10,877,855</u> |

Footnotes:

- (A) Expenditures in Scholarship Fund are charged to Financial Aids Accounts Receivable initially and closed out against Scholarship Fund Expense Accounts at year end as required by our system.
- (B) Loans made to students are shown as an expense to Loan Fund when issued, and closed out to Loans Receivable Account at year end. This procedure is necessary to provide data for FISCOP Report submitted to Office of Education.
- (C) Plant Fund Expenditure Budget includes payment on Loan of \$1,653,600 due 6-30-83.
- (D) Fund "2" Working Budget Revenue less than expenditures by \$118,395, representing estimated non-funded CDC expenses.
- (E) General Fund Working Expense Budget exceeds 7-1-82 Board approved budget primarily due to increase for interest expense on Anticipatory Warrant.
- (F) Restricted Current Fund Working Expense Budget exceeds 7-1-82 Board approved budget by amount of special funded projects or programs added during the year.
- (G) Budget revision pending for Agency Fund.

MEMORANDUM

DATE: November 3, 1982

TO: Gene Snyders

FROM: Don Zuck *Don Zuck*

RE: Board Agenda Item
Ankeny Telephone System (This report supercedes the report dated October 28, 1982.)

RECEIVED

NOV 03 1982

VICE PRESIDENT
MANAGEMENT SERVICES

Attached is Ken Brown's report comparing our private telephone system, Midwestern Telephone Company, to the Northwestern Bell system. There is considerable back up data related to this report which Ken has available for any detail discussions concerning this subject.

SUMMARY

1. Initial cost in 1978

| | |
|------------------------|-----------|
| Midwestern bid | \$179,370 |
| Actual Midwestern cost | 205,845 |
| Northwestern Bell bid | 180,081 |

2. Operating and installation costs for four year period Jan. 1, 1979 thru Dec. 31, 1982

| | |
|---|---------|
| DMACC actual costs utilizing Midwestern system | 508,532 |
| Northwestern Bell estimated costs | 637,572 |

3. Net savings after four years

| | <u>Midwestern</u> | <u>Northwestern Bell</u> |
|---|-------------------|--------------------------|
| Initial cost | \$205,845 | \$180,081 |
| Four year operating & installation | 508,532 | 637,572 |
| Total | \$714,377 | \$817,653 |
| Net savings with Midwestern | \$103,276 | |
| Projected four year savings upon receipt of bids in 1978 | \$ 19,244 | |

4. Current annual operating costs

| | |
|---|-----------|
| DMACC Costs with Midwestern System | \$ 55,700 |
| Estimated Northwestern Bell rental charge | \$117,145 |

MEMORANDUM

DATE: November 2, 1982
TO: Don Zuck
FROM: Ken Brown
RE: Comparative Cost/Ankeny Telephone System

As requested by Dr. Borgen and the Board of Directors, there follows comments on the comparison of our present telephone system together with actual and projected expenditures for the period from January 1, 1979, thru December 31, 1982.

Advantages of Private System

1. Moves or individual telephone sets as personnel are moved to new offices can be accomplished by DMACC personnel, with priorities as required. NWB proposal would require service charges for moves; these charges are all subject to ICC rate structure changes which has been averaging 10% per year.
2. System can be expanded to cover all required expansion for the foreseeable future.
3. Features of proposed system allow complete restoration of service without a service call by outside service personnel. No reprogramming is necessary due to power failure.
4. Monthly equipment charges now subject to rate changes by ICC are fixed with a complete system payout within five years.
5. Based on our present system of 512 installed telephones and 400 station lines, the estimated annual rental charge from NWB would be \$117,145.

Our annual cost including personnel, service, inventory and interest on investment is approximately \$55,700 or a net annual savings of \$62,000.

6. In cases of trouble, moves, changes in service, etc., we have a great advantage in being able to provide immediate service. This would not be possible with NWB since they require several days to several weeks lead time on their service orders.



Don Zuck
 Page 2
 November 2, 1982

Generally the service on our present system on campus is very good. Trouble calls average less than 6 per month.

Transmission into other carrier areas i.e., NWB, General Telephone and Continental Telephone may encounter bad transmission and noise problems due to obsolete switching equipment, exposed deteriorated cable.

For comparison purposes, the expenditures presented are separated into two categories, i.e., cost at time of conversion and actual expenses incurred from January 1, 1979, thru October 31, 1982 and projected thru December, 1982, versus estimated costs had the NWB Dimension 2000 system been installed.*

| | <u>Midwestern Bid</u> | <u>Actual</u> | <u>NWB Bid</u> |
|--|---------------------------|------------------|------------------|
| Basic System | | | |
| Equipment | \$168,420 | \$168,420 | -0- |
| Installation Charges | Inc. Above | Inc. Above | \$42,386 |
| Additional single & multiple tele- phones & station line capacity | | 28,365 | 33,955 |
| Monthly Rental | N.A. | N.A. | 103,740 |
| Service Contract | 10,950 | 9,060 | -0- |
| Sub Total | <u>\$179,370</u> | <u>\$205,845</u> | <u>\$780,081</u> |

Actual & Estimated Costs
 January 1, 1979, thru December 31, 1982

| | <u>DMACC Cost</u> | <u>NWB Estimated</u> |
|---|-----------------------|--------------------------|
| Service Contract Switch | \$ 30,105 | -0- |
| DMACC Telephone Personnel | 43,170 | -0- |
| Bldg. 13 Installation | -0- | \$ 24,400 |
| Monthly Rate | -0- | 17,016 |
| DMACC owned cable, station lines, terminals, protectors, etc. | 49,191 | -0- |
| Cabling, moving & installation of instruments Bldgs. 1 & 5 | 72,785 | 51,196 |
| Insurance | 400 | -0- |
| Interest on Investment | 104,036 | -0- |
| Inventory | 3,000 | -0- |
| Monthly Rental | N.A. | 364,879** |
| Total projected thru Dec. 31, 2982 | <u>\$508,532</u> | <u>\$637,572</u> |

*The estimated costs are based on installation, move rates including service order, travel and monthly rental charges as provided by the Iowa Commerce Commission.

Don Zuck
Page 3
November 2, 1982

***This amount includes the 18.5 percent increase in rates as approved by the ICC over this period.*

An additional 10 percent is presently pending and it is anticipated that approval will be forthcoming in the spring of 1983.

COST COMPARISONS - TELEPHONE SYSTEMS - TOTAL COSTS AT END OF YEARS SHOWN

| | <u>Cost Per Month</u> | <u>First Year</u> | <u>Second Year</u> | <u>Third Year</u> ** | <u>Fifth Year</u> | <u>Five Year Savings vs Centrex</u> | <u>Tenth Year</u> | <u>Ten Year Savings vs Centrex</u> | <u>20th Year</u> | <u>20 Year Savings vs Centrex</u> |
|------------------------|-----------------------|-------------------|--------------------|----------------------|-------------------|-------------------------------------|-------------------|------------------------------------|------------------|-----------------------------------|
| Current Centrex - NWB* | \$6,411.60 | \$76,939.20 | \$153,878.40 | \$230,817.60 | \$384,696.00 | ----- | \$769,392.00 | ----- | \$1,538,784.00 | ----- |
| NWB - Dimension 400* | | \$105,154.20 | \$184,991.40 | \$264,828.60 | \$355,854.60 | \$28,841.00 | \$583,419.60 | \$185,972.40 | \$1,038,549.60 | \$500,234.40 |
| NWB - 400 Amended | | \$93,279.20 | \$162,376.40 | \$231,473.60 | \$301,019.60 | \$83,676.40 | \$474,884.60 | \$294,507.40 | \$822,614.60 | \$716,169.40 |
| NWB - Dimension 2000* | | \$143,571.20 | \$244,756.40 | \$345,941.60 | \$440,649.20 | (\$55,953.20) | \$677,414.20 | \$91,977.80 | \$1,150,952.20 | \$387,831.00 |
| NWB - 2000 Amended | | \$135,130.00 | \$225,574.00 | \$316,018.00 | \$389,245.60 | (\$4,549.60) | \$572,314.60 | \$197,077.40 | \$938,452.60 | \$600,331.40 |
| Midwestern Telephone* | | \$240,044.40 | \$271,148.80 | \$302,253.20 | \$364,462.00 | \$20,234.00 | \$519,984.00 | \$249,408.00 | \$831,028.00 | \$707,756.00 |
| Executone-Iowa, Inc.* | | \$341,759.40 | \$370,813.80 | \$399,868.20 | \$457,977.00 | (\$73,281.40) | \$603,249.00 | \$166,143.00 | \$893,793.00 | \$644,991.00 |

*All costs relating to rates governed by tariff are as currently in effect. They are subject to change as approved by the Iowa Commerce Commission.

**Fourth Year: NWB - 200 Amended \$352,651
 Midwestern Telephone 333,407
 \$ 19,244

NOTE: This document was prepared following the receipt of bids in 1978.