



**LARAMIE COUNTY
COMMUNITY COLLEGE**
Cheyenne ♦ Laramie ♦ Pine Bluffs

MEMORANDUM

TO: Members of the Board of Trustees

FROM: Dr. Joe Schaffer, President

DATE: August 17, 2016

SUBJECT: Recommendation for Authorization to Expend Funds for Purchase of Rodeo/Ag Stock

Upon a thorough examination of the costs of continuing to lease tie-down and breakaway calves for the Rodeo program, a team of rodeo coaches and agriculture faculty have proposed purchasing the calves to both provide a significant cost savings and some added experience for agriculture students in the process. What we found in the cost analysis of their plan is that purchasing and selling the calves as opposed to leasing them would be an estimated net savings of approximately \$35,866 annually.

I am therefore recommending that the Board of Trustees authorizes the expenditure up to \$70,000 for the purchase of livestock for the College's rodeo and agriculture programs with the funds coming from currently budgeted areas.

Staff Recommendation:

That the Board of Trustees authorize the expenditure of up to \$70,000 for the purpose of purchasing livestock for the rodeo and agriculture programs at LCCC with funds coming from currently budgeted areas.

Current Cattle Lease

	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July	Total
Expenses													
Feed/Meds	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ -	\$ -	\$ 27,340.00
Death Loss	\$ 208.83	\$ 208.83	\$ 208.83	\$ 208.83	\$ 208.83	\$ 208.83	\$ 208.83	\$ 208.83	\$ 208.83	\$ 208.83	\$ -	\$ -	\$2,088.33
Lease Costs	\$ 2,480.00	\$ 2,400.00	\$ 2,480.00	\$ 2,400.00	\$ -	\$ 2,480.00	\$ 2,240.00	\$ 2,480.00	\$ 2,400.00	\$ 1,200.00	\$ -	\$ -	\$20,560.00
Total Expenses	\$ 7,394.25	\$ 4,757.67	\$ 5,021.76	\$ 5,125.86	\$ 2,886.98	\$ 5,953.70	\$ 4,597.67	\$ 5,021.76	\$ 5,125.86	\$ 4,090.81	\$ -	\$ -	49,988.33
Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$0.00

NET COST (\$49,988.33)

Cattle Purchase

	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July	Total
Expenses													
Feed/Meds	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ 2,734.00	\$ -	\$ -	\$ 27,340.00
Death Loss	\$ 125.00	\$ 125.00	\$ 125.00	\$ 125.00	\$ 125.00	\$ 125.00	\$ 125.00	\$ 125.00	\$ 125.00	\$ 125.00	\$ -	\$ -	\$ 1,250.00
Lease Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Buyer Fee at 1%	\$ -	\$ -	\$ -	\$ -	\$ 420.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 420.00	\$ -	\$ 840.00
Cattle Purchase	\$ 34,850.00	\$ -	\$ -	\$ -	\$ -	\$ 34,850.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 69,700.00
Lease Costs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Expenses	\$ 37,709.00	\$ 2,859.00	\$ 2,859.00	\$ 2,859.00	\$ 3,279.00	\$ 37,709.00	\$ 2,859.00	\$ 2,859.00	\$ 2,859.00	\$ 2,859.00	\$ 420.00	\$ -	99,130.00
Income	\$ -	\$ -	\$ -	\$ -	\$ 42,498.75	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 42,498.75	\$ -	\$ 84,997.50

NET COST \$ (14,132.50)

SUMMARY

Current Lease Costs = \$49,988.33 / Income = \$0.00

Cattle Purchase Costs = \$99,130.00 / Income = \$84,997.50

Annual Savings - \$35,865.83