



Board Monitoring Report

END 8 Contingency Planning

END 8

Contingency Planning

The President will make recommendations to the Board of Trustees on resource allocation due to changing educational priorities; shifting enrollment patterns; lack of funds; and/or the requirements of legally imposed mandates. This may result in adjustments of operational procedures for the purpose of:

- Sustaining college financial viability.
- Maintaining program integrity.
- Enhancement, addition, reduction, or discontinuance of academic, vocational-technical, co-curricular programs or other college services.
- Reallocation of other resources to internal and external college constituencies.

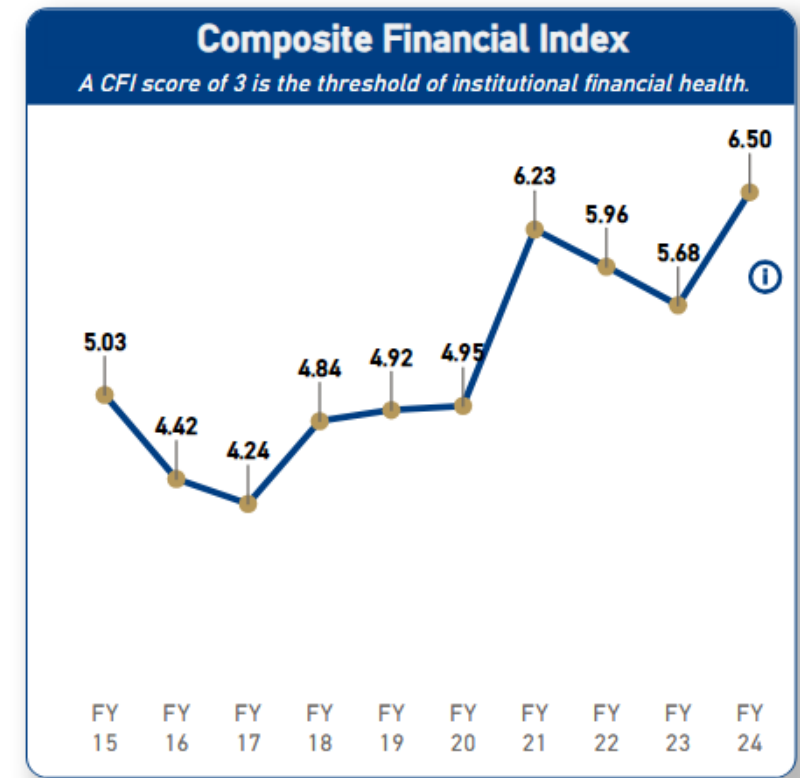
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Contingency Planning

Sustaining College Financial Viability

The Composite Financial Index gives a picture of the financial health of the institution at a point in time each fiscal year. The index is derived from the values of four component ratios:

- 1 **Primary Reserve:** a measure of the level of financial flexibility
- 2 **Viability:** a measure of the organization's ability to cover debt with available resources
- 3 **Return on Net Assets:** a measure of overall asset return and performance
- 4 **Net Income Ratio:** a measure of the operating performance



* A CFI score of 3 is the threshold of institutional financial health.

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Contingency Planning

Maintaining Program Integrity

- **Higher Learning Commission**
- **Kansas Board of Regents**
- Association of Nutrition & Foodservice Professionals
- Commission on Accreditation of Allied Health Education Programs
- National Accrediting Agency for Clinical Laboratory Sciences
- Accreditation Commission for Education in Nursing



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Contingency Planning

Enhancement, addition, reduction, or discontinuance of academic, vocational-technical, co-curricular programs or other college services.

New Programs

- Medical Laboratory Assistant
- Nursing Program Renewal at Pratt Community College
- Respiratory Therapy Program in partnership with Hutchinson CC
- Evaluation of potential programs

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Contingency Planning

Reallocation of other resources to internal and external college constituencies.

| Updated - 07-17-25 | General & PostSecondary Fund | | Budget Summary |
|--|------------------------------|------------------------------|---|
| Revenue | FY-26 Budget | Difference from FY-25 Budget | |
| Tuition | \$13,522,000 | \$730,000 | Calculated at a 5% growth rate + increase in Tuition & SB155 Tuition |
| Taxes -Ad valorem, Past Due, Motor Vehicle, Neighborhood Revit | \$10,892,007 | (\$260) | SB13, RNR caps tax revenue to previous year without a vote to increase taxes and have an RNR hearing. The current mill levy is set at 28.678 (Revenue neutral from FY25). The County provided the new RNR rate of 27.166. <u>This budget developed maintaining the current tax request (revenue neutral).</u> |
| State Aid - Tiered, Non Tiered | \$9,890,175 | (\$207,776) | Three year rolling average, recentering (for all CC's) resulted in less funding for both tiered and non-tiered within the funding formula. |
| Additional State funding (Special Projects) | \$2,332,107 | (\$786,953) | Capital Outlay/B&I & Apprenticeships/Student Support/Deferred Maint. |
| Misc. Revenue | \$961,200 | \$228,000 | Interest, rentals, refunds, insurance reimbursements, grant reimbursements, etc. |
| Total Revenue | \$37,597,489 | (\$36,989) | |
| Expenses - Salaries & Benefits & Operations | | | |
| Salaries | \$21,178,938 | \$314,502 | Changes in positions (positions added/filled over the last year, planned reductions & additions of positions, reduced grant funding for some positions. |
| All Benefits (SS, Insurance, Unemployment, KPERS) | \$4,756,000 | \$333,000 | Social Security Tax increases, Increase in Health Insurance Specific Insurance |
| Operational Accounts | \$12,961,958 | \$242,907 | Utility/Insurance/Fuel/Operational adjustments (KBOR Special Projects) |
| Expenses | \$38,896,896 | \$890,409 | |
| Revenue versus Expenditures | (\$1,299,407) | | |

END 8:

Contingency Planning

Current and Future
Contingency Planning

- Monitor Federal and State level policy changes
- Legislative Communications Team
- Evaluation of new programs
- Exploring new funding streams

Questions or
Comments?

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