

# **Barton Community College**

## **July 12, 2022 Board Meeting**

### **Operational Budget**

The FY23 Operational Budget has been provided for the Board's consideration. The budget increases revenue by \$1,666,288 and increases expenditures by \$847,695 over last year's operational budget (option B).

We ended FY22 with a carryover of \$1,499,038.74. This carryover was the result of various changes that occurred throughout the year:

- Unfilled positions due to the challenges of hiring faculty and staff.
- CARES/HEERF funding offset eligible expenditures.
- CARES/HEERF funding offset loss of revenue (Tuition, Housing, Bookstore, Campus Safety and Nurse expenses).
- Lower enrollment resulting in reduced salaries, benefits, and operational expenses.

A summary of the significant changes in the FY23 Budget is below for the Board's consideration:

Updated - 07/06/22	General & PostSecondary Fund		Budget Summary
<b>Revenue</b>	<b>FY-23 Budget</b>	<b>Difference from FY-22 Budget</b>	
Tuition	\$12,389,000	(\$454,500)	Credit Hour production calculated as being flat.
Taxes	\$9,863,428	\$36,908	Estimated valuation received June 22. Oil increase in state valuation from \$38 to \$63 and property valuation increases in both real estate and commercial. Total valuation increased \$19,329,024. RNR is set at 30.951 mills which is a reduction of 2.142 in the mill levy and no tax increase from previous year.
State Aid	\$11,844,619	\$2,056,880	Barton has been underfunded since the development of the State Funding Formula in 2012 (and prior to that 1999). Additional State Aid for those colleges that have been underfunded.
Misc.	\$507,200	\$27,000	As of today, Federal Institutional CARES/HEERF funds will be expended prior to next year.
<b>Total Revenue</b>	<b>\$34,604,247</b>	<b>\$1,666,288</b>	
<b>Expenses - Salaries &amp; Benefits &amp; Operations</b>			
Salaries	\$19,145,792	(\$143,769)	6% added to salary budget to be applied to FT & PT regular employees
All Benefits ( SS, Insurance, Unemployment, KPERS)	\$4,180,000	\$12,000	KPERS increases
Operational Accounts	\$12,321,025	\$979,464	Utility/Insurance increases/Fuel/etc. -Operational adjustments
<b>Expenses</b>	<b>\$35,646,817</b>	<b>\$847,695</b>	
Revenue versus Expenditures	(\$1,042,571)		

			<b>July 12, 2022 Board Meeting</b>	
			<b>Operational Budget FY-23</b>	
			<b>Option A - 4%</b>	
<b>GENERAL, POSTSECONDARY TECHNICAL, AND EMPLOYEE BENEFITS</b>			<b>GENERAL, POSTSECONDARY TECHNICAL</b>	
<b>FUNDS FLOW ACTIVITY</b>			<b>&amp; EMPLOYEE BENEFITS</b>	
<b>PERIOD ENDED JUNE 30, 2022</b>		<b>PERIOD</b>	<b>Operational Budget FY23</b>	
	<b>2021-22</b>	<b>ENDED</b>	<b>2022-23</b>	<b>Difference from</b>
	<b>BUDGET</b>	<b>06/30/22</b>	<b>BUDGET</b>	<b>21-22 Budget</b>
<b>Fund Balance, Beginning</b>	<b>19,496,267</b>	<b>19,496,267</b>	<b>20,995,306</b>	
Tuition and Fees	12,843,500	12,162,351	12,389,000	-454,500
Tuition AR (difference between years)	0	147,653	0	
Local Taxes	8,431,520	8,878,681	8,468,428	36,908
State Aid	9,787,739	9,806,648	11,844,619	2,056,880
Other Taxes	1,395,000	1,137,099	1,395,000	0
Other	480,200	3,641,351	507,200	27,000
<b>Total Revenue</b>	<b>32,937,959</b>	<b>35,773,783</b>	<b>34,604,247</b>	<b>1,666,288</b>
<b>Expenditures:</b>				
Instruction (100)	14,622,299	12,640,873	14,475,043	-147,256
Academic Support (200, 400)	3,589,098	3,384,579	3,545,823	-43,275
Student Services (300, 500, 800)	3,576,595	3,122,758	3,562,782	-13,813
Institutional Support (600, 900)	8,219,241	8,157,897	8,781,127	561,886
Physical Plant Operations (700)	4,791,889	6,968,636	5,003,087	211,198
<b>Total Expenditures</b>	<b>34,799,122</b>	<b>34,274,744</b>	<b>35,367,861</b>	<b>568,739</b>
Fund Balance, Ending	<b>17,635,104</b>	<b>20,995,306</b>	<b>20,231,691</b>	
Change in Fund Balance Ending	-1,861,163	1,499,039	-763,614	

			<b>July 12, 2022 Board Meeting</b>	
			<b>Operational Budget FY-23</b>	
			<b>Option B - 6%</b>	
<b>GENERAL, POSTSECONDARY TECHNICAL, AND EMPLOYEE BENEFITS</b>			<b>GENERAL, POSTSECONDARY TECHNICAL</b>	
<b>FUNDS FLOW ACTIVITY</b>			<b>&amp; EMPLOYEE BENEFITS</b>	
<b>PERIOD ENDED JUNE 30, 2022</b>		<b>PERIOD</b>	<b>Operational Budget FY23</b>	
	<b>2021-22</b>	<b>ENDED</b>	<b>2022-23</b>	<b>Difference from</b>
	<b>BUDGET</b>	<b>06/30/22</b>	<b>BUDGET</b>	<b>21-22 Budget</b>
<b>Fund Balance, Beginning</b>	<b>19,496,267</b>	<b>19,496,267</b>	<b>20,995,306</b>	
Tuition and Fees	12,843,500	12,162,351	12,389,000	-454,500
Tuition AR (difference between years)	0	147,653	0	
Local Taxes	8,431,520	8,878,681	8,468,428	36,908
State Aid	9,787,739	9,806,648	11,844,619	2,056,880
Other Taxes	1,395,000	1,137,099	1,395,000	0
Other	480,200	3,641,351	507,200	27,000
<b>Total Revenue</b>	<b>32,937,959</b>	<b>35,773,783</b>	<b>34,604,247</b>	<b>1,666,288</b>
<b>Expenditures:</b>				
Instruction (100)	14,622,299	12,640,873	14,615,052	-7,247
Academic Support (200, 400)	3,589,098	3,384,579	3,584,985	-4,113
Student Services (300, 500, 800)	3,576,595	3,122,758	3,593,717	17,122
Institutional Support (600, 900)	8,219,241	8,157,897	8,834,701	615,460
Physical Plant Operations (700)	4,791,889	6,968,636	5,018,362	226,473
<b>Total Expenditures</b>	<b>34,799,122</b>	<b>34,274,744</b>	<b>35,646,817</b>	<b>847,695</b>
Fund Balance, Ending	<b>17,635,104</b>	<b>20,995,306</b>	<b>19,952,735</b>	
Change in Fund Balance Ending	-1,861,163	1,499,039	-1,042,571	

			July 12, 2022 Board Meeting	
			Operational Budget FY-23	
			<b>Option C - 8%</b>	
<b>GENERAL, POSTSECONDARY TECHNICAL, AND EMPLOYEE BENEFITS</b>			<b>GENERAL, POSTSECONDARY TECHNICAL</b>	
<b>FUNDS FLOW ACTIVITY</b>			<b>&amp; EMPLOYEE BENEFITS</b>	
<b>PERIOD ENDED JUNE 30, 2022</b>		<b>PERIOD</b>	<b>Operational Budget FY23</b>	
	<b>2021-22</b>	<b>ENDED</b>	<b>2022-23</b>	<b>Difference from</b>
	<b>BUDGET</b>	<b>06/30/22</b>	<b>BUDGET</b>	<b>21-22 Budget</b>
<b>Fund Balance, Beginning</b>	<b>19,496,267</b>	<b>19,496,267</b>	<b>20,995,306</b>	
Tuition and Fees	12,843,500	12,162,351	12,389,000	-454,500
Tuition AR (difference between years)	0	147,653	0	
Local Taxes	8,431,520	8,878,681	8,468,428	36,908
State Aid	9,787,739	9,806,648	11,844,619	2,056,880
Other Taxes	1,395,000	1,137,099	1,395,000	0
Other	480,200	3,641,351	507,200	27,000
<b>Total Revenue</b>	<b>32,937,959</b>	<b>35,773,783</b>	<b>34,604,247</b>	<b>1,666,288</b>
<b>Expenditures:</b>				
Instruction (100)	14,622,299	12,640,873	14,755,062	132,763
Academic Support (200, 400)	3,589,098	3,384,579	3,624,147	35,049
Student Services (300, 500, 800)	3,576,595	3,122,758	3,624,652	48,057
Institutional Support (600, 900)	8,219,241	8,157,897	8,888,276	669,035
Physical Plant Operations (700)	4,791,889	6,968,636	5,033,638	241,749
<b>Total Expenditures</b>	<b>34,799,122</b>	<b>34,274,744</b>	<b>35,925,774</b>	<b>1,126,652</b>
Fund Balance, Ending	<b>17,635,104</b>	<b>20,995,306</b>	<b>19,673,778</b>	
Change in Fund Balance Ending	-1,861,163	1,499,039	-1,321,527	

**Recommendation – Administration requests that the Board of Trustees approve one of the three Operational Budget options as presented.**