

Barton Community College

July 11, 2023 Board Meeting

Operational Budget

The FY24 Operational Budget has been provided for the Board's consideration. The Board is being presented with two options for the operational budget. Option A increases revenue by \$1,749,378 and increases expenditures by \$1,975,255 over last year's operational budget. Option B increases revenue by \$2,183,640 and increases expenditures by \$1,975,255 over last year's operational budget.

We ended FY23 with a deficit of \$1,116,426 which was taken from our cash reserves. This deficit was the result of various changes that occurred throughout the year:

- Previously unfilled positions have been filled as well as a number of additional positions.
- New programs.
- Construction expenditures.
- Lower enrollment resulting in lower Tuition/Fees.
- Inflationary costs of all products and services.

A summary of the significant changes in the FY24 Budget is below for the Board's consideration:

Updated - 07/10/23	General & PostSecondary Fund		Budget Summary - Option A
Revenue	FY-24 Budget	Difference from FY-23 Budget	
Tuition	\$12,489,000	\$100,000	Credit hour revenue increase due to enrollment growth, but reduced due to HS rates.
Taxes	\$9,939,365	\$0	Oil valuation currently set at \$70.00. SB13, RNR caps tax revenue to previous year without a vote to increase taxes and have an RNR hearing. The current RNR provided by the County is 27.959. This budget developed maintaining the RNR rate.
State Aid	\$11,430,513	(\$414,106)	The state fully funded the formula for FY23. Recentering is currently taking place which accounts for the loss of state aid.
Additional State funding	\$1,911,547	\$1,911,547	Cyber/Capital Outlay/B&I & Apprenticeships
Misc.	\$583,200	\$76,000	Interest, rentals, refunds, insurance reimbursements, grant reimbursements, etc.
Total Revenue	\$36,353,625	\$1,673,441	
Expenses - Salaries & Benefits & Operations			
Salaries	\$20,635,665	\$1,210,916	3% increase (FT&PT regular employees - \$492,833) to maintain market value salary level per Performance Solutions (Compease). Includes new positions, and positions previously unfilled.
All Benefits (SS, Insurance, Unemployment, KPERS)	\$4,180,000	\$0	Health Insurance & Social Security increases
Operational Accounts	\$13,085,394	\$769,791	Utility/Insurance/Fuel/Operational adjustments (KBOR Cyber-B&I-Capital)
Expenses	\$37,901,059	\$1,980,707	
Revenue versus Expenditures	(\$1,547,434)		

			July 11, 2023 Board Meeting	
			Operational Budget FY-24	
			Option A - Mill Levy 27.959	
GENERAL, POSTSECONDARY TECHNICAL, AND EMPLOYEE BENEFITS			GENERAL, POSTSECONDARY TECHNICAL	
FUNDS FLOW ACTIVITY			& EMPLOYEE BENEFITS	
PERIOD ENDED JUNE 30, 2023		PERIOD	Operational Budget FY24	
	2022-23	ENDED	2023-24	Difference from
	BUDGET	06/30/23	BUDGET	22-23 Budget
Fund Balance, Beginning	20,995,306	20,995,306	19,878,880	
Tuition and Fees	12,389,000	11,531,619	12,489,000	100,000
Tuition AR (difference between years)	0	-516,263	0	
Local Taxes	8,468,428	8,943,297	8,544,365	75,937
State Aid	11,844,619	11,711,269	11,430,513	-414,106
Additonal project state funding	0	0	1,911,547	1,911,547
Other Taxes	1,395,000	1,107,776	1,395,000	0
Other	507,200	1,248,774	583,200	76,000
Total Revenue	34,604,247	34,026,472	36,353,625	1,749,378
Expenditures:				
Instruction (100)	14,755,062	13,469,513	14,920,981	165,919
Academic Support (200, 400)	3,624,147	3,906,629	3,789,394	165,247
Student Services (300, 500, 800)	3,624,652	3,610,856	3,861,204	236,553
Institutional Support (600, 900)	8,888,276	9,224,328	9,468,668	580,392
Physical Plant Operations (700)	5,033,638	4,931,572	5,860,812	827,175
Total Expenditures	35,925,774	35,142,898	37,901,059	1,975,285
Fund Balance, Ending	19,673,778	19,878,880	18,331,446	
Change in Fund Balance Ending	-1,321,527	-1,116,426	-1,547,434	

Updated - 07/10/23	General & PostSecondary Fund		Budget Summary - Option B
Revenue	FY-24 Budget	Difference from FY-23 Budget	
Tuition	\$12,489,000	\$100,000	Credit hour revenue increase due to enrollment growth, but reduced due to HS rates.
Taxes	\$10,373,627	\$434,263	Oil valuation currently set at \$70.00. SB13, RNR caps tax revenue to previous year without a vote to increase taxes and have an RNR hearing. This budget developed splitting the difference between last year's levy (30.081) and the current RNR(27.959) resulting in a levy of 29.380.
State Aid	\$11,430,513	(\$414,106)	The state fully funded the formula for FY23. Recentering is currently taking place which accounts for the loss of state aid.
Additional State funding	\$1,911,547	\$1,911,547	Cyber/Capital Outlay/B&I & Apprenticeships
Misc.	\$583,200	\$76,000	Interest, rentals, refunds, insurance reimbursements, grant reimbursements, etc.
Total Revenue	\$36,787,887	\$2,107,704	
Expenses - Salaries & Benefits & Operations			
Salaries	\$20,635,665	\$1,210,916	3% increase (FT&PT regular employees - \$492,833) to maintain market value salary level per Performance Solutions (Compease). Includes new positions, and positions previously unfilled.
All Benefits (SS, Insurance, Unemployment, KPERS)	\$4,180,000	\$0	Health Insurance & Social Security increases
Operational Accounts	\$13,085,394	\$769,791	Utility/Insurance/Fuel/Operational adjustments (KBOR Cyber-B&I-Capital)
Expenses	\$37,901,059	\$1,980,707	
Revenue versus Expenditures	(\$1,113,172)		

			July 11, 2023 Board Meeting	
			Operational Budget FY-24	
			Option B - Mill Levy 29.380	
GENERAL, POSTSECONDARY TECHNICAL, AND EMPLOYEE BENEFITS			GENERAL, POSTSECONDARY TECHNICAL	
FUNDS FLOW ACTIVITY			& EMPLOYEE BENEFITS	
PERIOD ENDED JUNE 30, 2023		PERIOD	Operational Budget FY24	
	2022-23	ENDED	2023-24	Difference from
	BUDGET	06/30/23	BUDGET	22-23 Budget
Fund Balance, Beginning	20,995,306	20,995,306	19,878,880	
Tuition and Fees	12,389,000	11,531,619	12,489,000	100,000
Tuition AR (difference between years)	0	-516,263	0	
Local Taxes	8,468,428	8,943,297	8,978,627	510,199
State Aid	11,844,619	11,711,269	11,430,513	-414,106
Additonal project state funding	0	0	1,911,547	1,911,547
Other Taxes	1,395,000	1,107,776	1,395,000	0
Other	507,200	1,248,774	583,200	76,000
Total Revenue	34,604,247	34,026,472	36,787,887	2,183,640
Expenditures:				
Instruction (100)	14,755,062	13,469,513	14,920,981	165,919
Academic Support (200, 400)	3,624,147	3,906,629	3,789,394	165,247
Student Services (300, 500, 800)	3,624,652	3,610,856	3,861,204	236,553
Institutional Support (600, 900)	8,888,276	9,224,328	9,468,668	580,392
Physical Plant Operations (700)	5,033,638	4,931,572	5,860,812	827,175
Total Expenditures	35,925,774	35,142,898	37,901,059	1,975,285
Fund Balance, Ending	19,673,778	19,878,880	18,765,708	
Change in Fund Balance Ending	-1,321,527	-1,116,426	-1,113,172	

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