

Barton Community College Study Session

May 14, 2024

Preliminary FY25 Budget Review

BARTON
COMMUNITY COLLEGE

The Board is required to approve two Budgets each year

- Operational – Actual budget that the College operates on.
- Published – Includes the expenditure limits that the College cannot exceed per established Fund. This is a State of Kansas Budget form that applies to all political subdivisions. These budget numbers are inflated to prevent budget violations as well as the requirement to republish and approve multiple times per year. This form will also include the RNR, the tax request, and an estimated mill levy based on the estimated valuation provided by the County.

Budget Process Timeline

May:

- Review preliminary operational budget information.

June:

- Review preliminary operational budget information with any updates that may be available.
- June 15 - The County Clerk shall calculate and provide the Revenue Neutral Rate (RNR) to taxing subdivisions along with the assessed valuation estimates on the 'Budget Information' document provided by June 15th. Revenue Neutral Rate is defined in the bill as "the tax rate for the current tax year that would generate the same property tax revenue as levied the previous tax year using the current tax year's total **FINAL/CERTIFIED** assessed valuation".

July:

- July 20th - Last day to notify county clerk of "intent" to levy above RNR (provide proposed tax rate and hearing information), even if the intent is not to levy additional tax dollars. Subdivisions that do not intend to levy taxes exceeding the RNR will remain aware of the final assessed valuation. **Valuation decreases will result in decreased tax revenue. The RNR is based on estimated assessed valuation.** If the governing body levies above the RNR, the budget adopted cannot exceed the published rate.
- Approve Operational Budget.
- Approve the publishing of the Published Budget at least 10 days prior to the Budget Hearing.

August:

- August 20th – September 20th: Hold RNR hearing prior to or in conjunction with budget hearing.
- Each hearing must be published and in each case must be done at least 10 days prior to the hearing date.
- August 20th- October 1st: Board formally adopts Published budget
- August 30th – October 1st: Board certifies budget to county clerk

Additional Information Needed to Complete the Budget Process

1. Property/Liability/Work Comp/Etc. insurance renewal number from KICS (Kansas Insurance Cooperative for Schools -previously KERMP) meeting on May 22nd. Renewals will be assigned shortly after this meeting.
2. Athletic insurance due mid June.
3. Health insurance mid-year (June) status update.
4. County estimated valuation and RNR due to us by June 15.
5. Kansas approved Budget – State Funding – anytime between now and mid June.
6. Performance Solutions (Compease) regional COL adjustment recommendations based on local and regional surveys due end of May.
7. FY24 Credit hour report available the end of May.

Updated - 05/13/24	General & PostSecondary Fund		Budget Summary
Revenue	FY-25 Budget	Difference from FY-24 Budget	
Tuition	\$12,792,000	\$303,000	Calculated at a 5% growth rate + increase in Tution
Taxes -Ad valorem, Past Due, Motor Vehicle, Neighborhood Revit	\$10,869,453	\$495,826	Oil valuation dropped to \$65.00 (\$70 last year). 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 29.757. <u>This budget developed maintaining the current tax request.</u>
State Aid - Tiered, Non Tiered, SB155	\$10,097,951	(\$1,332,562)	Tentative - Three year rolling average, recentering, and a drop in credit hour production (for all CC's) resulted in less funding for both tiered and non-tiered within the funding formula.
Additional State funding (Special Projects)	\$3,119,060	\$1,207,513	Tentative - Cyber/Capital Outlay/B&I & Apprenticeships/Student Support
Misc. Revenue	\$733,200	\$150,000	Interest, rentals, refunds, insurance reimbursements, grant reimbursements, etc.
Total Revenue	\$37,611,664	\$823,777	
Expenses - Salaries & Benefits & Operations			
Salaries	\$20,935,810	\$300,146	Tentative - to maintain market value salary level per Performance Solutions (Compease). Includes positions previously unfilled, as well as reductions in positions.
All Benefits (SS, Insurance, Unemployment, KPERS)	\$4,423,000	\$243,000	Tentative - Health Insurance & Social Security increases
Operational Accounts	\$14,230,951	\$1,145,257	Tentative - Utility/Insurance/Fuel/Operational adjustments (KBOR Special Projects)
Expenses	\$39,589,761	\$1,688,403	
Revenue versus Expenditures	(\$1,978,097)		

Questions?