

# McLennan

C O M M U N I T Y

# COLLEGE



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## **PROPOSED 2022-2023 BUDGET**

August 30, 2022

## PRELIMINARY SCHEDULE IF TAX INCREASE IS OVER 0%

Public Hearing Date to Vote on Tax Increase <i>(No earlier than 7 days after Appraisal District mails out notices)</i>	August 30, 2022	✓
Notice of Public Hearings & Tax Revenue Increase <i>(At least 5 days before Public Hearing in the newspaper)</i> <i>(At least 7 days before Public Hearing on the MCC website)</i>	August 23, 2022	✓
Appraisal District Mails Out Estimated Taxes to be Imposed to Property Owners	August 7, 2022	✓
Recorded Vote on the Proposed Rate <i>(Send results of the vote to the tax assessor's office)</i>	August 2, 2022	✓
Final Calculation of No-New-Revenue Tax Rate by Tax Assessor's Office	July 27, 2022	✓
Certification of Tax Roll by Appraisal District	July 25, 2022	✓



# Scenario Sheet

TAX ANALYSIS TABLE		Percentage Increase	Additional M&O	M&O Rate	Debt Serv. Rate	Total M&O & Debt Service
Based on Certified Values from July 22, 2022	\$24,325,068,151	No-New-Revenue Rate	\$ 819,501	\$ 0.111241	\$ 0.023383	\$ 0.134624
2022 approved M&O rate \$0.124795 + I&S rate \$0.024987 = \$0.149782		1.000%	\$ 1,090,138	\$ 0.112353	\$ 0.023383	\$ 0.135736
		2.000%	\$ 1,360,732	\$ 0.113466	\$ 0.023383	\$ 0.136849
		3.000%	\$ 1,631,326	\$ 0.114578	\$ 0.023383	\$ 0.137961
		<b>4.000%</b>	<b>\$ 1,901,920</b>	<b>\$ 0.115691</b>	<b>\$ 0.023383</b>	<b>\$ 0.139074</b>
		5.000%	\$ 2,172,514	\$ 0.116803	\$ 0.023383	\$ 0.140186
		6.000%	\$ 2,443,108	\$ 0.117915	\$ 0.023383	\$ 0.141298
		7.000%	\$ 2,713,702	\$ 0.119028	\$ 0.023383	\$ 0.142411
		7.950%	\$ 2,970,766	\$ 0.120085	\$ 0.023383	\$ 0.143468
Budgeted M&O Taxes for 2022 at \$26,239,905 value	Voter-Approved Rate	8.000%	\$ 2,984,296	\$ 0.120139	\$ 0.023383	\$ 0.143522
Calculated no new revenue tax rate \$0.106179	Current Rate	13.626%	\$ 4,506,658	\$ 0.126399	\$ 0.023383	\$ 0.149782

Certified Valuation for 2022: \$24,325,068,151 – 15.69%  
 Certified Valuation for 2021: \$21,026,469,352 – 7.19%  
 Certified Valuation for 2020: \$19,352,067,520 – 2.89%  
 Certified Valuation for 2019: \$18,808,400,695



Average Home Value 2022: \$180,753 (with exemption) 7.94%  
 Average Home Value 2021: \$167,600 (with exemption) 8.62%  
 Average Home Value 2020: \$154,303 (with exemption) 6.81%  
 Average Home Value 2019: \$145,317 (with exemption)

## FY2023 BUDGET - OVERVIEW

**Income: \$61,816,541**



**Expenses: \$61,816,541**



**State Appropriations: \$11,913,319**  
**Tuition and Fees: \$22,405,289**  
**Taxes: \$26,011,825**  
**Other Misc: \$1,486,108**

**Salaries and Benefits: \$44,027,931**  
**Operating Expenses: \$15,675,185**  
**Technology: \$2,113,425**

*Budget*

Monthly Net Income

Income Type	Amount
Net Income	4,500
Net Income	2,500

Additional Income

Details	Monthly	Annual
Net Year Bonus		

## Budget

## Scenario Sheet

FISCAL YEAR 2022-2023	Scenario #1	
INCOME	\$	59,914,621
EXPENDITURES	\$	59,412,346
NET		\$502,275
<b>PROJECTED INCOME ADJUSTMENTS</b>		
Taxes - Proposed Tax Revenue Change	<b>4.00%</b>	\$ 1,901,920
Tax Collection % Decrease	<b>0.0%</b>	\$ -
Tuition/Fee Increase - beginning Summer 2023	<b>\$0</b>	-
Tuition/Fee Increase - beginning Spring 2023	<b>\$0</b>	-
State Funding Based on \$11,913,319		
State Funding Increase		
State Funding % Decrease	<b>0%</b>	-
<b>TOTAL PROJECTED INCOME ADJUSTMENTS</b>		<b>\$ 1,901,920</b>
<b>ADJUSTED NET INCOME</b>		<b>\$ 61,816,541</b>
<b>SALARY ADJUSTMENTS</b>		
Faculty schedule annual increment		\$ 138,164
Faculty earned credit		\$ 39,372
Support Staff	<b>(100% Market Adj)</b>	\$ 609,775
Administrative Staff	<b>(100% Market Adj)</b>	\$ 1,327,577
Part-time and Overload Faculty	<b>5.00%</b>	\$ 267,236
Faculty	<b>5.00%</b>	\$ 728,052
<b>TOTAL SALARY ADJUSTMENTS</b>		<b>\$ 3,110,176</b>
Tax collection expenses due to increase		\$19,019
Budget adjustments		
Unobligated contingency of \$1,000,000		(\$725,000)
Projects budget of \$100,000		
Required & requested technology of \$2,113,425		
<b>NET EXPENDITURE CHANGES</b>		<b>\$2,404,195</b>
<b>ADJUSTED NET EXPENDITURES</b>		<b>\$ 61,816,541</b>
<b>TOTAL ADJUSTED INCOME</b>		<b>\$ 61,816,541</b>
<b>TOTAL ADJUSTED EXPENDITURES</b>		<b>\$ 61,816,541</b>
<b>Net</b>		<b>\$ 0</b>



## Budget


## Three-Year Financial Forecast

	Budget Original 2021-22	***** Projected *****			
		2022-23**	2023-24***	2024-25***	2025-26***
<b>REVENUES</b>					
State Appropriations	\$11,913,319	\$11,913,319	\$11,913,319	\$11,913,319	\$11,913,319
Tuition	19,248,550	19,194,050	19,385,991	19,579,850	19,775,649
General Services Fees	1,600,000	1,600,000	1,616,000	1,632,160	1,648,482
Facilities Fees	980,000	980,000	989,800	999,698	1,009,695
Other Fees	1,060,039	1,096,439	1,107,403	1,118,477	1,129,662
Fees Non-Credit	868,600	868,600	877,286	886,059	894,919
Local Taxes*	26,239,905	28,141,525	30,379,125	32,524,659	34,682,706
Tax Transfer to CIF	(750,000)	(750,000)	(750,000)	(750,000)	(750,000)
Interest	81,000	130,000	130,000	130,000	130,000
Local Grants	177,061	177,061	177,061	177,061	177,061
Income--Instruct. Depts.	1,108,847	1,108,847	1,108,847	1,108,847	1,108,847
Other Local Income	245,900	245,900	245,900	245,900	245,900
Auxiliary Income	739,600	574,600	574,600	574,600	574,600
Mandatory Transfers					
Debt Service	(2,270,000)	(2,616,500)	(2,642,665)	(2,669,092)	(2,695,783)
TPEG Scholarship	(847,300)	(847,300)	(855,773)	(864,331)	(872,974)
Nonmandatory Transfers		0	0	0	0
<b>TOTAL INCOME &amp; TRANSFERS</b>	<b>\$60,395,521</b>	<b>\$61,816,541</b>	<b>\$64,256,894</b>	<b>\$66,607,209</b>	<b>\$68,972,084</b>
<b>EXPENDITURES</b>					
Payroll and Fringe Benefits	\$42,588,045	43,562,697	\$46,865,050	\$48,786,002	\$50,764,582
Stipends, Earn. Credit, Subst., Misc.	358,458	588,807	606,471	624,665	643,405
Staff Salary Market Adjustments	910,405	1,937,352	500,000	500,000	500,000
Operating Serv. & Supp.	3,372,159	3,345,665	3,446,035	3,549,416	3,655,898
Travel, Dues, Insurance	3,037,604	3,266,308	3,364,297	3,465,226	3,569,183
Technology (Required & Requested)	2,333,259	2,113,425	2,176,828	2,242,133	2,309,397
Reserve	1,434,660	578,000	1,548,090	1,594,533	1,642,369
Other Expenditures	1,982,237	2,005,130	2,065,284	2,127,242	2,191,060
Capital Equipment	353,500	363,500	374,405	385,637	397,206
Scholarships & Exemptions	4,011,194	4,043,081	4,164,373	4,289,305	4,417,984
Purchases for Resale	14,000	12,576	12,953	13,342	13,742
<b>TOTAL EXPENDITURES</b>	<b>\$60,395,521</b>	<b>61,816,541</b>	<b>\$65,123,787</b>	<b>\$67,577,501</b>	<b>\$70,104,826</b>
<b>Revenues Over Expenditures</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$866,893)</b>	<b>(\$970,292)</b>	<b>(\$1,132,742)</b>
<i>Beginning Fund Balance</i>	\$12,796,145	\$12,796,145	\$12,796,145	\$11,929,252	\$10,958,960
<i>Ending Fund Balance</i>	\$12,796,145	\$12,796,145	\$11,929,252	\$10,958,960	\$9,826,217

# Budget

Additional Income		
Details	Month	Amount
Mid Year Bonus	June	2,000
Year End Bonus	December	3,000
	January	5,000

Planned Expenses



Consideration of and Adoption of  
Budget for 2022-2023 Fiscal Year

Balanced Budget of \$61,816,541





# Capital Improvement Fund

2022-2023 Budget Recommendation

# Capital Improvement Fund

## Funding Sources:

- ✓ \$750,000 transfer (additional \$250,000)
- ✓ \$1,000,000 - Excess Pledged Revenues

Type	Project	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
<b>FUNDED FROM ANNUAL CAPITAL IMPROVEMENT FUND:</b>		<i>Final Budget</i>	<i>Final Budget</i>	<i>Revised</i>	<i>Proposed</i>	<i>Proposed</i>	<i>Proposed</i>	<i>Proposed</i>	<i>Proposed</i>
<b>Lots &amp; Roads</b>	Sealcoat and restripe parking lots	50,000			25,000	25,000	25,000	25,000	25,000
	Sidewalk Replacements	120,500							
<b>Roofs</b>	Stallion Barn - Duralast Roof	75,000							
	Enrollment Services Roof		209,845						
	ESEC Roof		17,620						
	MTA Roof					330,000			
	Health Professions Nursing Roof						285,000		
	Health Professions Roof							375,000	
	CSC Module F Roof								350,000
<b>Elevators</b>									
<b>ADA &amp; Life Safety Changes</b>	Science Building ADA Ramp						150,000		
	Additional Campus Signage							200,000	200,000
<b>Renovations Construction</b>	Highlander Ranch	26,100	19,290	25,000	25,000	25,000	25,000	25,000	25,000
	Landscape Improvements								
	Walking Track Replacement		48,510						
	Cosmetology (Phase 2)					600,000			
	CSC Module E Flooring and Restroom			402,000					
	CSC Module F Flooring								300,000
	BT Building Technology	600,000							
	MAC - University Center				600,000				
	Building Name Change/Campus Signage								
	Ranch Arena Extension	75,000							
	LTC Learning Commons (Phase 2)		39,152	513,137					
	BT Building Renovation (Revenue Bond Payment)	592,037	593,900	593,400	592,600	592,800	592,400	591,400	594,800

# Capital Improvement Fund

Type	Project	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27
FUNDED FROM ANNUAL CAPITAL IMPROVEMENT FUND:		<i>Final Budget</i>	<i>Final Budget</i>	<i>Revised</i>	<i>Proposed</i>	<i>Proposed</i>	<i>Proposed</i>	<i>Proposed</i>	<i>Proposed</i>
<b>Plant Infrastructure</b>	Infrastructure Contingency	30,000			50,000	50,000	50,000	50,000	50,000
	Building Lock Updgrade				150,000				
	Replace CSC Module F Boiler	170,000							
	Replace Cooling Tower Pumps		97,616	267,384					
	Replace Central Plant Boiler						450,000		
	BPAC Plaza Replacement			313,320					
	BPAC Stage Rigging Repairs			478,000					
	BPAC Stage Floor Repairs				175,000				
	BPAC Stage Fire Curtain and Roof Exhaust							150,000	
	MTA Electrical Upgrade		6,381	43,619					
	Physical Plant HVAC Upgrade								
	Cooling Tower Piping							120,000	
	Replace Central Plant Chiller			433,334					
	CSC Module F Boiler			1,621					
<b>Floor Coverings</b>	Floor Covering Replacement	50,000	500		25,000	25,000	25,000	25,000	25,000
<b>Capital Contingency</b>	Professional Fees including LEED--Projects	75,000	72,246	50,000	50,000	50,000	50,000	50,000	50,000
	Contingency	70,207	10,962	38,078	57,400	52,200	97,600	138,600	130,200
	Flooding Repairs		17,635						
	<b>TOTAL CIF 5 YEAR PLAN</b>	<b>\$1,933,844</b>	<b>\$1,568,612</b>	<b>\$2,723,938</b>	<b>\$1,750,000</b>	<b>\$1,750,000</b>	<b>\$1,750,000</b>	<b>\$1,750,000</b>	<b>\$1,750,000</b>

# McLennan

COMMUNITY

# COLLEGE

## Budget

### Additional Renovation Items:

#### Faculty Office Building Options:

Renovation and Elevator Installation	\$2,500,000
Refresh (flooring, paint, restrooms)	\$500,000
Elevator Installation	\$350,000
Remodel Old Field House	\$75,000
CSC Parking and Walkway Light Upgrade	\$150,000
Remodel MWF Old Gymnasium	\$2,000,000
Ranch Arena Extension	\$100,000
Stallion Barn - Upstairs Renovation	\$300,000

### Additional Infrastructure Items:

Stallion Barn - Duralast Roof	\$75,000
Stallion Barn - ADA Compliance	\$200,000
Ranch Gate and Controls Replacement	\$100,000
Ranch House Repairs	\$100,000

### Require Outside Funding to Assist:

Bosque River Development	\$6,000,000
Cover for Bosque River Stage	\$300,000

### Emergency Services Education Center:

ESEC Building Addition (25,000 sq ft)	\$6,250,000
ESEC Driving Training Course and Extrication Pad	\$2,500,000
ESEC Parking Lot Expansion	\$500,000
ESEC Police, Fire, and EMS Tactical Building	\$3,000,000
ESEC Track Resurfacing	\$120,000

### Future New Construction:

Highlander Ranch Classroom Expansion	\$1,000,000
Highlander Ranch Classroom (15,000 sq/ft)	\$3,750,000
Highlander Ranch sewer lift station and associated sewer lines	\$5,000,000
Performance Hall/Classroom Building	\$45,000,000
Highlands Special Events Expansion	\$2,500,000
University Center Classroom Building (50,000 sq/ft)	\$15,000,000



# Budget



Additional Income		
Details	Month	Amount
Mid Year Bonus	June	2,000
Year End Bonus	December	3,000
	January	5,000



## Consideration of and Adoption of Capital Improvement Fund Budget for 2022-2023 Fiscal Year

Budget of \$1,750,000

