

KALAMAZOO VALLEY COMMUNITY COLLEGE

2018-2019 BUDGET

FOR FISCAL YEAR ENDING JUNE 30, 2019



MAY 8, 2018

COMPLIANCE STATEMENT
SECTION 16 OF THE UNIFORM BUDGETING AND ACCOUNTING ACT

In compliance with Section 16 of the Uniform Budgeting and Accounting Act, amended by Public Acts 40, 41 and 42 of 1995, the Kalamazoo Valley Community College Board of Trustees published a Public Notice in the Kalamazoo Gazette.

NOTICE OF PUBLIC HEARING ON PROPOSED 2018-2019 BUDGET

PLEASE TAKE NOTICE that on May 8, 2018 at 7:30 a.m. in Room 3365 at Kalamazoo Valley Community College, Texas Township Campus, 6767 West O Avenue, Kalamazoo, Michigan the Board of Trustees will hold a public hearing on the College's proposed 2018-2019 budget.

The Board may not adopt its proposed 2018-2019 budget until after the public hearing. A copy of the proposed 2018-2019 budget, including the proposed property tax millage rate, is available for public inspection during normal business hours at the Office of the President of the College, 6767 West O Avenue, Kalamazoo, Michigan.

The property tax millage rate proposed to be levied to support the proposed budget will be a subject of this hearing.

This Notice is given by order of the Board of Trustees.

Dated: April 10, 2018
Susan Miller, Secretary
Kalamazoo Valley Community College Board of Trustees

Upon conclusion of the public hearing the Board of Trustees intends to adopt the 2018-2019 budget for all funds. The proposed budget includes the following ad valorem property tax millages:

Fund	Millage Rate*	Levied On
General Fund	2.4050 Mills	All Property
Auxiliary Fund/Museum	<u>.4039 Mills</u>	All Property
Total Operational Funds	2.8089 Mills	All Property

The purpose for which these millages are levied are outlined in this budget document.

* Millage Rate is shown as of May 8, 2018. This does not include any rollbacks that may occur with the final equalization of KVCC's district.

CPI was 2.1% for calendar year 2017. If appreciated values go up more than 2.1%, it could result in a Headlee Rollback.

General Fund**Revenues**

Tuition and Fees	\$ 25,386,742
Property Tax	20,279,683
State Aid	12,948,700
Local Community Stabilization Funds	1,118,026
Other Revenue	
Interest on Investments	100,000
Other Taxes and Interest	192,000
Non-Credit and Academy Fees	861,500
Training/Seminar Fees	467,000
Rental Income	208,600
Restaurant & Food Hub Revenue	350,000
Miscellaneous	343,000
Transfer from Auxiliary Fund	
Transfer from Auxiliary Fund for Overhead/College Auxiliaries	150,949
Transfer from Auxiliary Fund/University Center	38,200
Transfer from Auxiliary Fund/Museum Auxiliaries	180,000
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Total	<u>\$ 62,624,400</u>

General Fund**Expenses**

Salaries & Fringes	\$ 43,618,249
Services	2,958,208
Materials/Supplies	2,018,709
Rent, Utilities & Insurance	2,758,186
Other Operating Expenses	1,565,330
Inter-fund Allocations	(239,967)
Capital Equipment - New Capital and Small Capital	<u>479,173</u>
	\$ 53,157,888
Contingency Budget Changes/Amendments	270,000
Contingency for New Programs/Services	200,000
Insurance and Other Benefits	6,586,144
Transfers to:	
Restricted Fund	345,000
Designated Fund-Scholarships	815,368
Designated Fund-Student Designated Technology	250,000
Plant Fund-Renewals/Modifications	<u>1,000,000</u>
Total	<u>\$ 62,624,400</u>

Designated Fund**Revenues and Expenses**

Revenues	Strategic Projects	Student Awards	Total Designated Fund
Interest on Investments	\$ 15,000	\$ -	\$ 15,000
Transfer from General Fund	250,000	815,368	1,065,368
Total	<u>\$ 265,000</u>	<u>\$ 815,368</u>	<u>\$ 1,080,368</u>
Expenditures			
Strategic Projects			
President Initiatives/Innovative Thinking Grants	\$ 327,400	\$ -	\$ 327,400
-Additional amount for other ITG	100,000	-	100,000
Capital Equipment/Student Designated Technologies	839,504	-	839,504
Student Awards			
Trustee Honors Award	-	94,492	94,492
Trustee Assistance Awards	-	115,039	115,039
Trustee General Awards	-	80,548	80,548
Trustee Athletic Awards	-	124,289	124,289
Trustee Cougar Completion	-	100,000	100,000
Trustee Michigan National Guard Awards	-	1,000	1,000
Trustee Merit	-	300,000	300,000
Total	<u>\$ 1,266,904</u>	<u>\$ 815,368</u>	<u>\$ 2,082,272</u>

Auxiliary Fund

Revenues and Expenses

Revenues	College Auxiliaries	University Center	Museum Auxiliaries	Total
Property Taxes	\$ -	\$ -	\$ 3,405,806	\$ 3,405,806
Local Community Stabilization Fund	-	-	184,558	184,558
Other Taxes & Interest	-	-	23,000	23,000
Sales	2,845,000	-	-	2,845,000
Gifts and Grants	-	-	-	-
Fees and Commissions	31,000	-	76,800	107,800
Rental of Facilities	-	40,000	2,000	42,000
Interest on Investments	-	-	7,000	7,000
Other Revenue				
Miscellaneous	26,200	-	1,200	27,400
Transfer from Museum Operations	-	-	160,000	160,000
Total	<u>\$ 2,902,200</u>	<u>\$ 40,000</u>	<u>\$ 3,860,364</u>	<u>\$ 6,802,564</u>
Expenses				
Operating Funds				
Cost of Sales	\$ 2,073,950	\$ -	\$ -	\$ 2,073,950
Salaries & Fringes	455,424	-	1,692,039	2,147,462
Services	60,200	-	126,410	186,610
Materials/Supplies	17,550	300	98,386	116,236
Rent, Utilities & Insurance	-	-	310,850	310,850
Other Operating Expenses	56,175	500	195,222	251,897
	2,663,299	800	2,422,907	5,087,005
Inter-fund Allocations	76,950	-	163,017	239,967
Use of Facilities	150,949	38,200	-	189,149
Capital Equipment	1,600	-	8,045	9,645
Contingency	9,402	-	66,395	75,797
Transfers to Plant Funds				
Renewals & Modifications	-	-	200,000	200,000
Exhibit Renewal & Modification	-	-	500,000	500,000
Exhibit Planning/Collection	-	-	160,000	160,000
Transfers to General Fund	-	-	180,000	180,000
Museum Exhibit Planning/Collections				
Exhibition Rentals & Associated Costs	-	-	350,000	350,000
Total	<u>\$ 2,902,200</u>	<u>\$ 39,000</u>	<u>\$ 4,050,364</u>	<u>\$ 6,991,563</u>

Plant Fund**Plant Development**

Revenues	College Development	Museum Development
Interest on Investments	\$ -	\$ 7,000
State of Michigan - Capital Outlay	-	-
Transfer from Museum Development	-	-
Total	<u>\$ -</u>	<u>\$ 7,000</u>
Expenses		
Capital Development Activities - Museum	\$ -	\$ -
Capital Development Activities - College	-	-
Total	<u>\$ -</u>	<u>\$ -</u>

Plant Fund

College - Debt Retirement

<u>Revenues</u>	
Transfer from General Fund	\$ -
Total	<u>\$ -</u>
<u>Expenses</u>	
Bond Principal	\$ 580,000
Bond Interest/Fees	220,962
Bond Premium	10,999
Paying Agent Fees	<u>1,000</u>
Total	<u>\$ 812,961</u>

Plant Fund**Renewals/Modifications/Replacement-College**

<u>Revenues</u>	<u>Renewals & Modifications</u>	<u>Property Replacement</u>	<u>Total</u>
Interest on Investments	\$ 30,000	\$ 30,000	\$ 60,000
Transfer from General Fund	1,000,000	-	1,000,000
Total	<u>\$ 1,030,000</u>	<u>\$ 30,000</u>	<u>\$ 1,060,000</u>
<u>Expenses</u>			
Property Replacement	\$ -	\$ 928,207	\$ 928,207
Modification Projects	794,476	-	794,476
Total	<u>\$ 794,476</u>	<u>\$ 928,207</u>	<u>\$ 1,722,683</u>

Plant Fund**Renewals/Modifications/Replacement-Museum**

Revenues	Renewals & Modifications	Property Replacement	Exhibit Replacement & Renewal	Total
Transfer from Design. Fund/Mus. Operations	\$ 200,000	\$ -	\$ 500,000	\$ 700,000
Interest on Investments	26,000	30,000	20,000	76,000
Gifts/Grants	-	-	9,000	9,000
Total	\$ 226,000	\$ 30,000	\$ 529,000	\$ 785,000
Expenses				
Property Replacement	\$ -	\$ 82,567	\$ -	\$ 82,567
Modification Projects	338,839	-	-	338,839
Exhibit Replacement & Renewals	-	-	-	-
Total	\$ 338,839	\$ 82,567	\$ -	\$ 421,406