

Collin County Community College District Board of Trustees

2025-03-X

March 25, 2025

Resource: Melissa Irby
Chief Financial Officer

AGENDA ITEM: Report Out of the Finance and Audit Committee and Consideration of Approval of Budget Amendments to the Fiscal Year 2025 Operating Budget for the Issuance of the 2024 Revenue Bonds and Revised Fiscal Year Construction Estimates for Phase One of the Master and Strategic Plan

DISCUSSION: The District's fiscal year 2025 operating budget was developed before the issuance of the District's 2024 Revenue Bonds and final construction cost estimates from contractors.

The initial fiscal year 2025 construction expense estimates for Phase One of the Master and Strategic Plan were budgeted within the District's 2020 Bond Fund and Building Fund. The Board approved budgeted expenses for the fiscal year totaling \$117,777,000. However, revised estimates now project fiscal year 2025 expenses to be \$73,680,311, reflecting a decrease in capital expenditures of \$44,096,689. As a result, the following budget amendment needs to be approved by the Board:

- Building Fund – decrease in expenses \$81,328,352
- 2020 Bond Fund – decrease in expenses \$5,762,431
- 2024 Bond Fund – increase in expenses \$42,994,094

The District issued revenue bonds in November 2024. The Board-approved fiscal year 2025 budget did not include the revenue bond issuance. As a result, the following budget amendment needs to be approved by the Board:

- Bond Proceeds – increase in revenue \$174,940,000
- Bond Investment Income – increase in revenue \$6,300,000
- Bond Interest - increase in expense \$6,065,295

At the August 2, 2024 Board meeting, the Board authorized up to \$10,000,000 of revenue bond funds to reimburse the costs of projects incurred or paid before the issuance of the bonds. The actual reimbursement amount was \$7,206,785.

Approval of this item by the Board will allow the Board-approved budget to be amended for fiscal year 2025.

**DISTRICT PRESIDENT'S
RECOMMENDATION:**

The District President recommends approval of an amendment to the fiscal year 2025 budget to recognize a decrease in fiscal year budgeted expenses for Phase One of the Master and Strategic Plan and the issuance of the 2024 Revenue Bonds.

SUGGESTED MOTION:

This item may come as a motion and second out of committee. A suggested motion would be, "Mr. Chairman, I make a motion that the Board of Trustees of Collin County Community College District approves an amendment to the fiscal year 2025 budget to recognize a decrease in fiscal year budgeted expenses for Phase One of the Master and Strategic Plan and the issuance of the 2024 Revenue Bonds.