



NOTICE is hereby given that the Collin County Community College District Board of Trustees will hold a meeting of the Finance and Audit Committee (Gomel, Collins, and Hardin) at 6:00 p.m. on Tuesday, July 27, 2021, in the President's Conference Room 407 at the Collin Higher Education Center, 3452 Spur 399, McKinney, Texas 75069.

Locations

Celina Campus

Collin Higher Education Center
McKinney, Texas

Courtyard Center
Plano, Texas

Farmersville Campus

Frisco Campus

McKinney Campus

Plano Campus

Public Safety Training Center
McKinney, Texas

Rockwall Center

Technical Campus
Allen, Texas

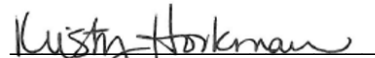
Wylie Campus

PUBLIC COMMENT

REVIEW AND DISCUSSION ITEMS

1. Review and Discuss the Proposed 2021-2022 Budget
2. Review and Discuss the Proposed Tax Rate for 2021

Andrew Hardin
Chair, Board of Trustees


For the Board of Trustees

iCollin

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District President

H. Neil Matkin, Ed.D.

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Collin County Community College District Board of Trustees

1. Finance and Audit Committee

July 27, 2021

Resource: Melissa Irby
Chief Financial Officer

DISCUSSION ITEM: Review and Discuss the Proposed 2021-2022 Budget

DISCUSSION: Melissa Irby, Chief Financial Officer, will provide an informational update for the Finance and Audit Committee's review and discussion regarding the proposed 2021-2022 budget.

Fiscal Year 2021-2022 Proposed Budget

July 27, 2021



FY2021-22 Revenue Budget Overview

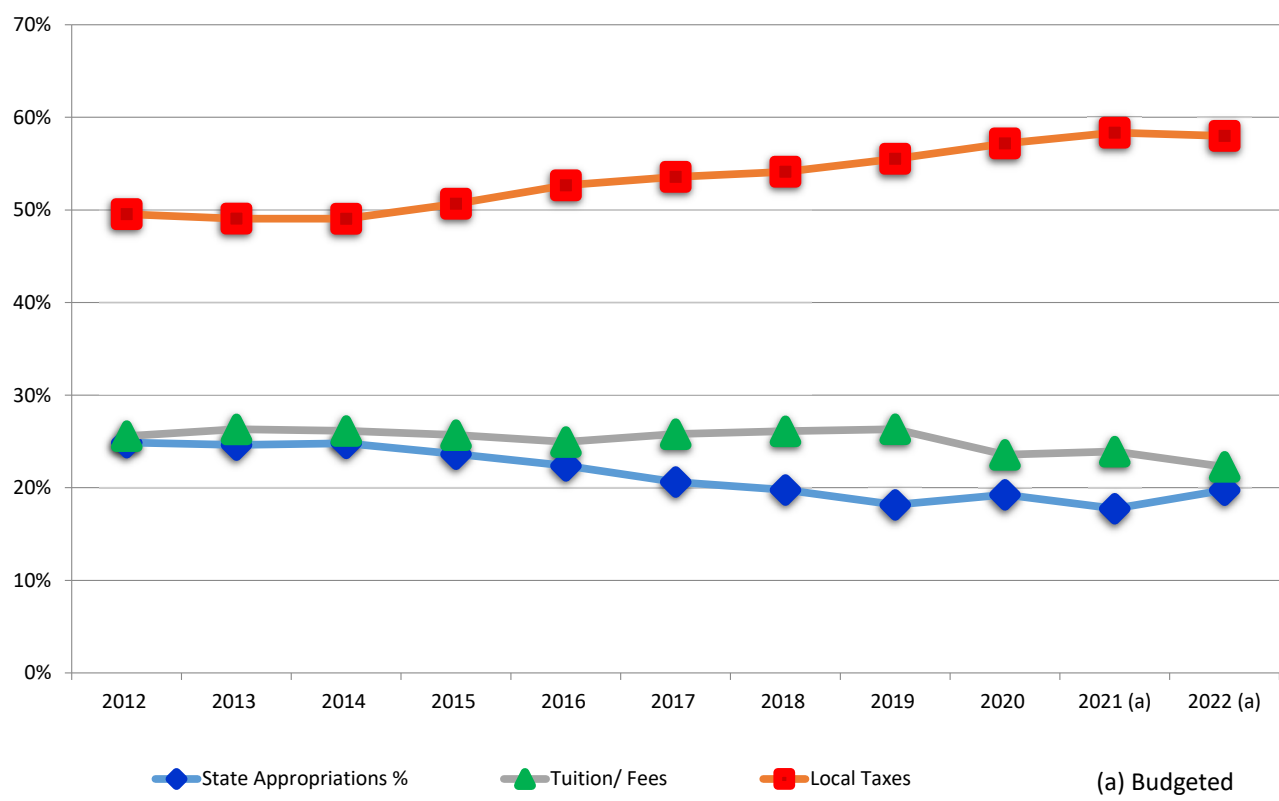
<i>(Stated in Millions)</i>	2021-22 Budget	2020-21 Budget	Increase/ (Decrease)	Percent Change
Unrestricted Funds				
State Appropriations - General Revenue	\$44.6	\$39.8	4.8	12.0%
Tuition and Fees	51.7	53.7	(2.)	-3.7%
Scholarship Allowances	(12.)	(8.)	(4.)	50.0%
Taxes for Current Operations	131.1	131.0	.1	0.1%
Investment Income	.7	4.2	(3.5)	-82.3%
Miscellaneous	2.5	2.2	.2	9.9%
Auxiliary Fund	4.2	4.9	(.6)	-12.8%
Total Unrestricted Funds	\$222.8	\$227.8	(5.)	-2.2%
Restricted Funds				
Grants and Contracts	92.8	36.6	56.2	153.6%
State Allocation - On-behalf Benefits	9.5	9.0	.5	6.0%
Debt Service - General Obligation Bonds	3.7	4.8	(1.1)	-23.7%
Total Restricted Funds	\$106.	\$50.4	55.6	110.4%
Total Revenue	\$328.8	\$278.2	50.6	18.2%

Source: Collin College Finance

Highlights of the Proposed 2021-22 Budget - Revenue

- **State Revenue**
 - \$44.6 million
 - \$4.8M increase from FY21
 - 1st year of biennium
- **Tuition and Fees**
 - \$2 million decrease – (3.7%)
 - Projecting flat in student credit hours
 - Budgeting flat in CE revenue
- **Property Tax - Unrestricted**
 - \$100,000 increase – 0.1%
 - Using the same rate as FY21 - \$0.081222
- **Investment Income**
 - \$3.5 million decrease
- **Auxiliary Fund**
 - \$37,000 decrease
- **Grants and Contracts**
 - \$56.2M increase (\$54.2M from CARES)

Collin College Local Taxes, State Appropriations and Tuition/Fees Revenue % Share



Source: Collin College Finance

FY2021-22 Expense Budget Overview

<i>(Stated in Millions)</i>	2021-22 Budget	2020-21 Budget	Increase/ (Decrease)	Percent Change
Instruction	\$98.1	\$94.2	\$3.9	4.1%
Public Service	.1	.1	.1	96.1%
Academic Support	24.5	23.9	.6	2.7%
Student Services	23.9	21.7	2.2	10.3%
Institutional Support	63.0	54.6	8.5	15.5%
Operation and Maintenance of Plant	31.3	26.3	5.0	19.1%
Scholarship Allowances	(12.0)	(8.0)	(4.)	50.0%
Auxiliary Fund	5.2	5.7	(.57)	-9.9%
Reserve for Supplemental Requests	6.3	4.7	1.5	32.7%
Stabilization and Startup Fund	10.0	-	10.0	n/a
Building Fund	6.0	-	6.0	n/a
Total Expenses	\$256.4	\$223.1	\$33	14.9%
Restricted Funds				
Grants and Contracts	92.8	36.6	56.2	153.6%
State Allocation - On-behalf Benefits	9.5	9.0	.5	6.0%
Debt Service - General Obligation Bonds	38.0	35.2	2.8	8.0%
2020 Limited Tax Bond Series	63.0	133.1	(70.1)	-52.7%
Total Restricted Funds	\$203.3	\$213.9	(10.6)	-4.9%
Total Expenses	\$459.7	\$437.	22.7	5.2%

2021-22 Current Unrestricted Expenses

Budget Cost Drivers

- **4.5% pay increase has been budgeted for staff and faculty**

- **2020 Tax Bond Spend:**
 - **\$10.8M for IT Center**
 - **\$6.9M for Celina Campus**
 - **\$28.4M for McKinney Welcome Center**
 - **13.2M for Frisco Campus**

- **New campus costs for FY 22**
 - **Celina - \$2.6M (\$2.4M budgeted in FY 21)**
 - **Farmersville - \$680,000 (\$3.6M budgeted in FY 21)**

2021-22 Current Unrestricted Expenses Budget Cost Drivers

➤ Reserve adjustments

- **\$750,000 decrease in COVID reserve**
- **Established \$250,000 reserve for Workday training/implementation**
- **Established \$500,000 reserve for Technology replacement**
- **\$5.4M decrease in Start-up/Stabilization**
- **\$3.2M increase in Renewal/Replacement**

Highlights of the Proposed 2021-22 Budget – Expenses (In \$ Millions)

➤ Restricted and Capital

- | | |
|--|------------------|
| ▪ Grants and Contracts | \$ 56.2 increase |
| ▪ Depreciation Expense | \$ 3.9 increase |
| ▪ Transfer from Unrestricted
For Plano renovation | \$ 6.0 increase |
| ▪ Start up and Stabilization | \$ 12.0 increase |
| ▪ \$10 for purchase of land | |
| ▪ 2020 Limited Tax Bond Series | \$ 70.1 decrease |

Collin County Community College District Board of Trustees

2021-08-1-X

August 3, 2021

Resource: Melissa Irby
Chief Financial Officer

AGENDA ITEM: Presentation of the Proposed 2021-2022 Budget

DISCUSSION: The Proposed Budget for Fiscal Year 2021-2022 will be presented to the Board of Trustees and the public. On July 27, 2021, Melissa Irby, Chief Financial Officer, presented the proposed budget to the Finance and Audit Committee. All Board members received a copy of the proposed budget via email.

DISTRICT PRESIDENT'S RECOMMENDATION: None. This item is for presentation only.

SUGGESTED MOTION: None. This item is for presentation only. No action is required.

DRAFT

Collin County Community College District Board of Trustees

2. Finance and Audit Committee

July 27, 2021

Resource: Melissa Irby
Chief Financial Officer

DISCUSSION ITEM: Review and Discuss the Proposed Tax Rate for 2021

DISCUSSION: The first step in the adoption of property tax rates each year involves presenting to the Finance and Audit Committee the Truth-In-Taxation calculations that determine the debt service tax rate and the range within which the Board may, without subjecting the District to a rollback election, adopt the Maintenance & Operations tax rate.

Based on preliminary information received from the Collin County Tax Assessor-Collector, the following rates are recommended for adoption for tax year 2021:

	<u>Proposed TY 2021</u>	<u>Actual TY 2020</u>
Maintenance & Operations Tax Levy	\$0.079100/\$100	\$0.079100/\$100
Debt Service Tax Levy	<u>\$0.002122/\$100</u>	<u>\$0.002122/\$100</u>
TOTAL	\$0.081222/\$100	\$0.081222/\$100

Collin County Community College District Board of Trustees

2021-08-X

August 3, 2021

Resource: Melissa Irby
Chief Financial Officer

AGENDA ITEM: Vote on Consideration of the Proposed Tax Rate for 2021

DISCUSSION: Based on preliminary information received from the Collin County Tax Assessor-Collector, the following rates are recommended for adoption for tax year 2021:

	<u>Proposed TY 2021</u>	<u>Actual TY 2020</u>
Maintenance & Operations Tax Levy	\$0.079100/\$100	\$0.079100/\$100
Debt Service Tax Levy	<u>\$0.002122/\$100</u>	<u>\$0.002122/\$100</u>
TOTAL	\$0.081222/\$100	\$0.081222/\$100

DISTRICT PRESIDENT'S RECOMMENDATION: The District President recommends approval of the recorded vote on consideration of the proposed tax rate for tax year 2021.

SUGGESTED MOTION: "Mr. Chairman, I make a motion that the Board of Trustees of Collin County Community College District approves a recorded vote on consideration of the proposed tax rate for 2021 for Maintenance & Operations Tax Levy of \$0.079100 per \$100 of assessed property value and Debt Service Tax Levy of \$0.002122 per \$100 of assessed property value, for a total of \$0.081222 per \$100 of assessed property value."