

JOHN A. LOGAN COLLEGE
Board of Trustees
Carterville, Illinois

Minutes of the public hearing on the tentative budget for FY 2026 (2025-2026) of the Board of Trustees of Community College District No. 530, Counties of Williamson, Jackson, Franklin, Perry, and Randolph, State of Illinois, held at Carterville, Illinois, on June 17, 2025, commencing at 5:30 p.m.

Chairman Aaron R. Smith called the meeting to order and directed the recording secretary to call the roll:

Rebecca Borgsmiller	-- present
Brent Clark	-- present
William Kilquist	-- present
Mandy Little	-- present
Glenn Poshard	-- present
Jake Rendleman	-- present
Aaron R. Smith	-- present
Zoren Anado Mohamad Ali	-- present

Chairman Smith declared the public hearing on the FY 2026 budget open for public comments and questions. There were no public comments or questions.

Vice President and CFO Dr. Susan LaPanne shared that they would be reviewing the fund budgets for the upcoming fiscal year, beginning July 1, 2025. She did report that she had no information to report from the Illinois Community College Board regarding the actual rewards of state grants or equalization grants. Traditionally, that is the only change that they make in the budget. Dr. LaPanne presented the proposed budget. *(Appendix A)*

Chairman Smith thanked Dr. LaPanne and her team for their work, noting that it was greatly appreciated and that they had done an excellent job.

Jake Rendleman and Glenn Poshard moved and seconded that the Board of Trustees Public Hearing meeting be adjourned.

Upon roll call, all members present voted yes. Motion carried.
(Resolution #16-4403)

The public hearing was adjourned at 6:01 p.m.

Respectfully submitted by Pixie Vaughn, Recording Secretary to the Board of Trustees.



Aaron R. Smith, Chair



Becky Borgsmiller, Secretary

JOHN A. LOGAN COLLEGE ANNUAL BUDGET FY 2026

For Discussion with the Board of Trustees

June 17, 2025

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LEGAL BUDGET FOR THE GENERAL OPERATING FUNDS

Summary of Budget by Fund:	General	
Fiscal Year 2026	Education Fund	Operations & Maintenance Fund
Beginning Balance	\$12,047,500	\$1,125,500
Budgeted Revenue	27,242,728	4,935,673
Budgeted Expenditures	24,877,960	5,202,204
Budgeted Transfers (from) to Other Funds	(2,360,000)	270,000
<i>Budgeted Ending Balance (Deficit)</i>	\$12,052,268	\$1,129,969

PROPOSED BUDGET FOR THE GENERAL OPERATING FUNDS

Summary of Budget by Fund:	General		
Fiscal Year 2026	Education Fund	Operations & Maintenance Fund	Total Operating Budget
Budgeted Revenue	27,242,728	4,935,673	32,178,401
Budgeted Expenditures	24,877,960	5,202,204	30,080,164
Budgeted Transfers (from) to Other Funds	(2,360,000)	270,000	(2,090,000)
Budgeted Ending Balance (Deficit)			<u>\$ 8,237</u>

LEGAL BUDGET FOR THE SPECIAL PURPOSE FUNDS

Summary of Budget by Fund:	Special Revenue		
	Restricted Purposes Fund	Audit Fund	Liability, Protection, Settlement Fund
Fiscal Year 2026			
Beginning Balance	\$2,728,000	\$6,173	\$1,867,000
Budgeted Revenue	15,512,500	86,276	2,462,592
Budgeted Expenditures	17,074,632	79,500	2,631,982
Budgeted Transfers (from) to Other Funds	290,000	-	-
<i>Budgeted Ending Balance (Deficit)</i>	\$1,455,868	\$12,949	\$1,697,610

LEGAL BUDGET FOR THE SPECIAL PURPOSE FUNDS (CONTINUED)

Summary of Budget by Fund:	Debt Service	Capital Projects	Proprietary Fund	Working Cash
	Bond & Interest Fund	Operations & Maintenance Fund (Restricted)	Auxiliary Enterprises Fund	Working Cash Fund
Fiscal Year 2026				
Beginning Balance	\$440,270	\$10,690,000	\$352,400	\$7,535,685
Budgeted Revenue	5,036,152	7,085,364	1,287,300	5,270,000
Budgeted Expenditures	5,120,228	20,631,797	3,543,031	-
Budgeted Transfers (from) to Other Funds	-	5,000,000	2,070,000	(5,270,000)
Budgeted Ending Balance (Deficit)	\$356,194	\$2,143,567	\$166,669	\$7,535,685

CHANGES TO THE LEGAL BUDGET SINCE 5/23/2024 ONLY IF WE RECEIVE ICCB STUFF

ICCB Communication	ICCB Base Operating Grant Total	ICCB Equalization Total
5/23/2024	2,947,655	6,636,529
6/11/2024	3,070,892	6,172,500
<i>Variance</i>	<i>123,237</i>	<i>(464,029)</i>
6/21/2024	3,070,892	6,276,640
<i>Variance</i>	<i>0</i>	<i>104,140</i>
Net Change	123,237	(359,889)

BUDGET ASSUMPTIONS FOR OPERATIONS FOR FY 2026

On the revenue side:

(anticipated growth over<under> FY 2025)

Increase in local property taxes	5.67%
Reduction in CPPRT	<32.08%>
Base Operating Grant	1.62%
Equalization Grant	1.00%
Tuition & Fees	.22%
Interest on Investments	<1.43%>
SBITA Loan Proceeds	<100.00%>
Total Growth in revenues (net of SBITA)	<3.63%>



BUDGET ASSUMPTIONS FOR OPERATIONS FOR FY 2026

On the expenditure side:

(anticipated growth over<under> FY 2025)

Salaries	\$ <506,363>	<2.64%>
Employee Benefits	1,192,237	80.65%
Capital Outlay**	<2,205,946>**	<94.80%>
Fixed Charges	368,644	233.71%
Utilities	56,294	5.65%
All other (including transfers)	<723,921>	<6.96%>
Total Decrease in expenditures (net of SBITA)		<hr/> <3.57%>

**SBITA resides in this expenditure line. The decrease in capital outlay from FY25 to FY26 is net \$884,106. This represents J1 expense as well as other significant IT upgrade expenses for this upcoming fiscal year.

THE PRIMARY DIFFERENCE BETWEEN A CORPORATE BUDGET VS. A GOVERNMENTAL BUDGET:

A corporate budget reflects all of the expenses that it will take to produce the revenues anticipated.

May be changed as needed and when needed.

Corporations may adjust revenues as needed.

It is NOT legally binding.



A governmental budget functions in a very different way:

- Anticipates revenues for the upcoming period.
- A “request to spend” – for planned activities as well as mandated
 - Any changes require a formal approval process.

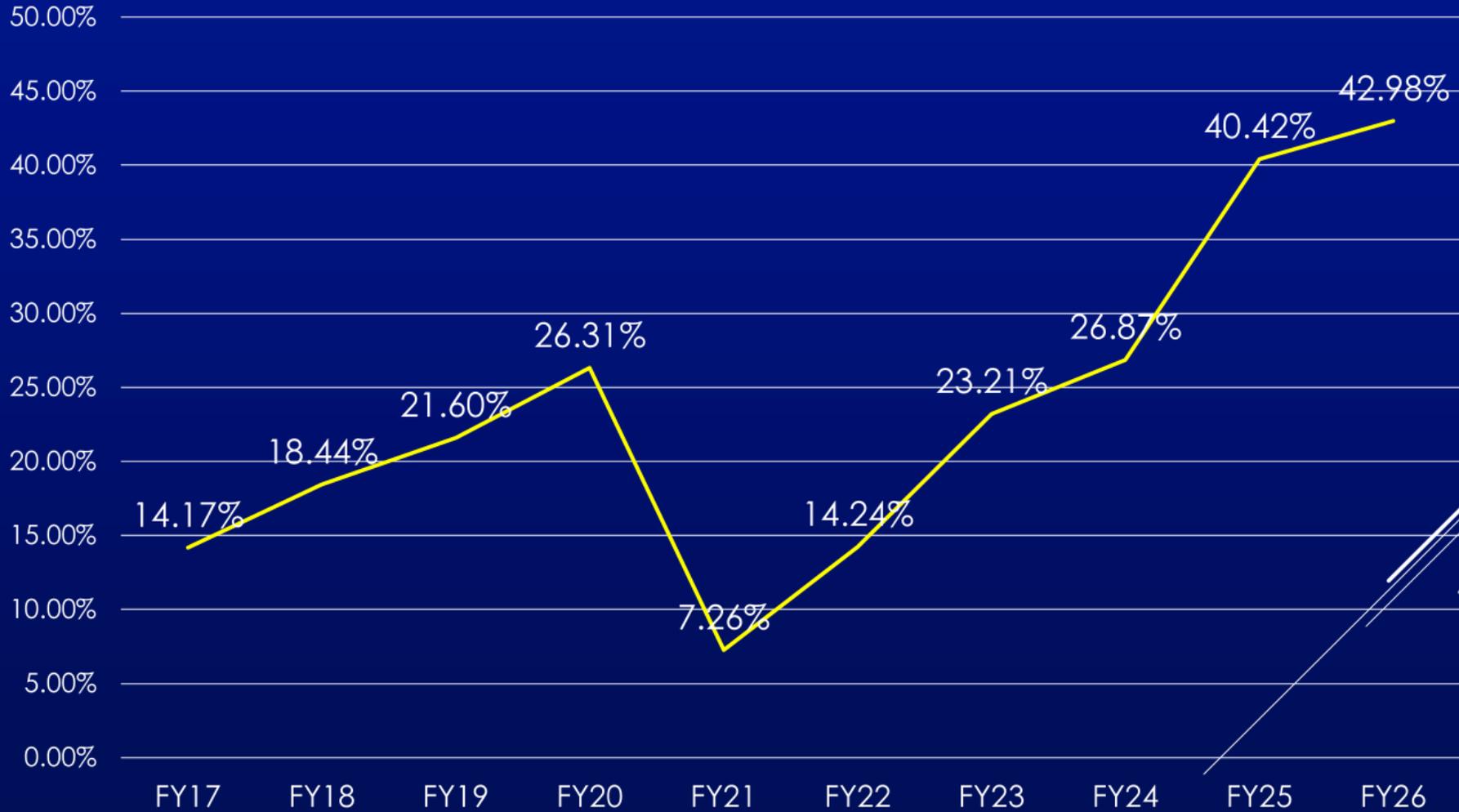
It is legally binding.

A governmental budget must assure that it is a
sustainable plan.

ADMINISTRATIVE PROCEDURE #772

- ▶ This procedure was adopted in November 2016.
- ▶ Two approaches to provide reserves for Operations:
 - ▶ Operating Fund Balance Requirement
 - ▶ Working Cash Balance Requirement

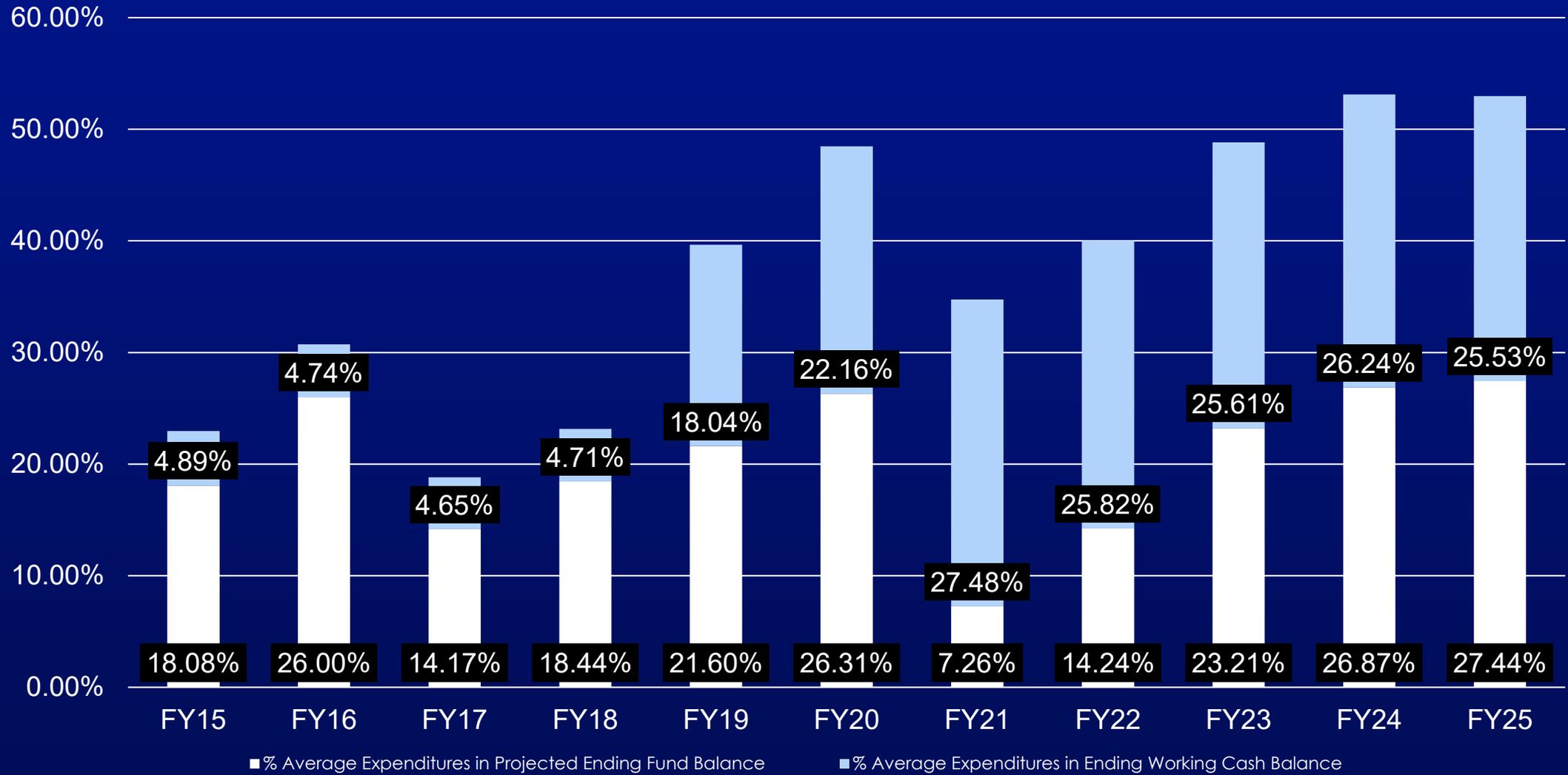
Average Expenditures to Projected Ending Fund Balance



AVERAGE EXPENDITURES COVERED BY WORKING CASH FUND BALANCE



Average Exps covered by Ending Fund Balance & Working Cash Balance



Average Exps covered by Ending Fund Balance & Working Cash Balance

