

**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

**JALC**

# 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>	<b>\$12,052,268</b>	<b>\$1,129,969</b>

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

# 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
<b>Fiscal Year 2026</b>				
<b>Beginning Balance</b>	\$440,270	\$10,690,000	\$352,400	\$7,535,685
<b>Budgeted Revenue</b>	5,036,152	7,085,364	1,287,300	5,270,000
<b>Budgeted Expenditures</b>	5,120,228	20,631,797	3,543,031	-
<b>Budgeted Transfers (from) to Other Funds</b>	-	5,000,000	2,070,000	(5,270,000)
<b>Budgeted Ending Balance (Deficit)</b>	<b>\$356,194</b>	<b>\$2,143,567</b>	<b>\$166,669</b>	<b>\$7,535,685</b>

# 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
Variance	123,237	(464,029)
6/21/2024	3,070,892	6,276,640
Variance	0	104,140
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)		<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.

Several white lines of varying lengths and slopes are positioned in the bottom right corner of the slide, creating a modern, abstract graphic element.

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.

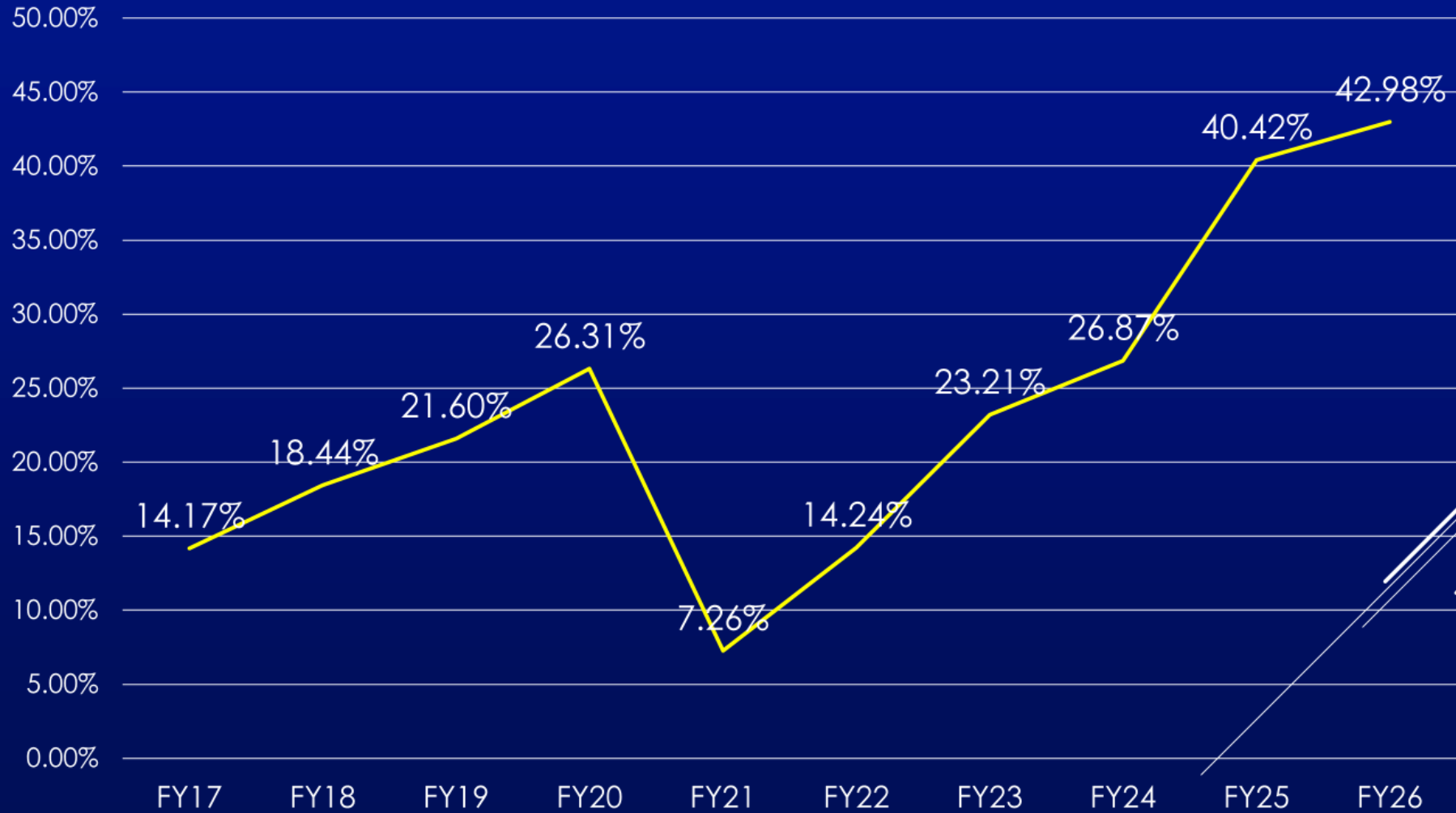
It is legally binding.

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

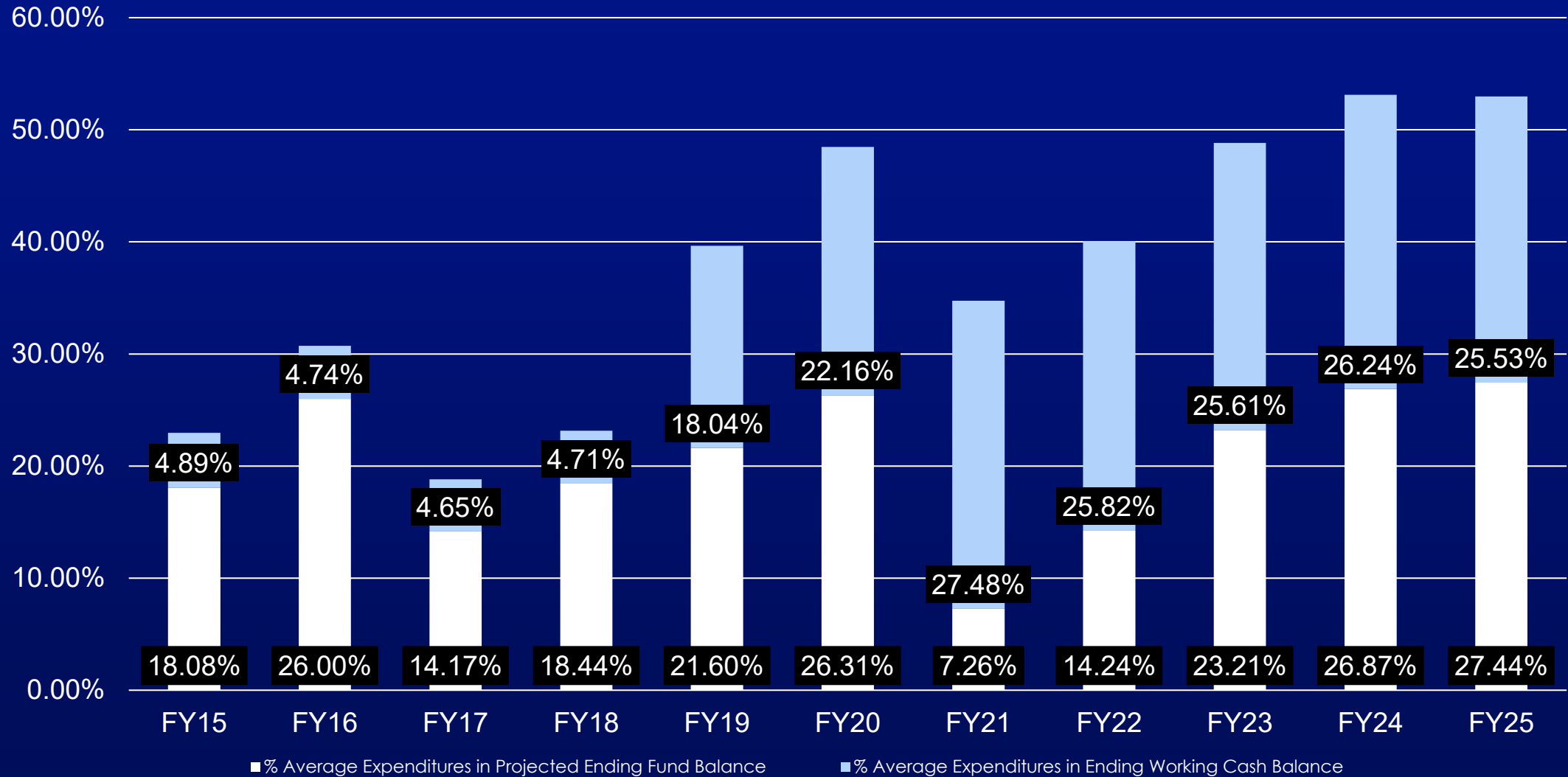
## Average Expenditures to Projected Ending Fund Balance



## 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

