

# Memo

**To:** Indian Hills Community College Board of Trustees  
**From:** Bill Meck, Financial Consultant  
**cc:** Dr. Matt Thompson  
**Date:** February 7, 2022  
**Re:** FY2023 Certified Budget

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Attached is the proposed certified budget for Indian Hills Community College for FY2023. Significant data points are as follows:

1. The total proposed levy rate has increased \$0.2309 (22.54%), moving from \$1.0244 to \$1.2553.
2. Total proposed spending authority is \$87.86 million, compared to \$60.31 million the prior year.
3. Valuations have increased 3.3%, moving from \$6.784 billion to \$7.010 billion.

We will be requesting approval for filing and publication, and to establish the time and place for a public hearing for the FY2023 certified budget (4 p.m. March 14, 2022) at the February 14, 2022 regular Board meeting. Please let me know if you have questions.

**Adopted Budget and Certification of Community College Taxes**  
**Fiscal Year July 1, 2022 - June 30, 2023**

**Control County: WAPELLO COUNTY**  
**INDIAN HILLS CC**  
 TO: County Auditors and Board of Supervisors in the counties of APPANOOSE, DAVIS, DECATUR, HENRY, IOWA, JEFFERSON, KEOKUK, LEE, LUCAS, MAHASKA, MARION, MONROE, POWESHIEK, VAN BUREN, WAPELLO, WASHINGTON, WAYNE

<b>COMPLETED BY THE COMMUNITY COLLEGE</b>	<b>ESTIMATED TAX LEVIES</b>	<b>Estimated Dollars Necessary to be Raised By Property Tax AND Utility Replacement Tax</b>	<b>Approved Tax Rate</b>	<b>Property Taxes Levied</b>	<b>Estimated Utility Replacement Dollars</b>
Tax Levies Adopted					
Unrestricted General	1	1,419,431	0.20250	1,365,342	54,089
Restricted General	2				
Unemployment Compensation	3				
Tort Liability	4	570,000	0.08132	548,294	21,706
Insurance	5	2,860,000	0.40802	2,751,046	108,954
Early Retirement	6	430,000	0.06135	413,648	16,352
Equipment Replacement	7	630,858	0.09000	606,819	24,039
Cash Reserve	8				
Standby	9				
<b>Total General Funds</b>	<b>10</b>	<b>5,910,289</b>	<b>0.84319</b>	<b>5,685,149</b>	<b>225,140</b>
Plant Funds	11	1,419,431	0.20250	1,365,342	54,089
Bonds & Interest Funds	12	1,500,000	0.20959	1,444,002	55,998
<b>Grand Total - All Funds</b>	<b>13</b>	<b>8,829,720</b>	<b>1.25528</b>	<b>8,494,493</b>	<b>335,227</b>

**Valuations**

	<b>WITH Gas &amp; Elec Util</b>	<b>WITHOUT Gas &amp; Elec</b>
Taxable Valuation	7,009,533,885	6,742,429,368
Tax Increment Valuation	147,222,356	147,222,356
Debt Service Valuation	7,156,756,241	6,889,651,724

**Adopted Date:** (entered upon adoption)

(Board Secretary)

(County Auditor)

Long Term Debt  
Fiscal Year July 1, 2022 - June 30, 2023  
INDIAN HILLS CC

	Series Name (A)	Original Amount of Issue (B)	Original Principal Due (C)	Original Interest Due (D)	Subtotal Original Obligation Due (C) + (D) = (E)	Bond Administration Costs (F)	Payment Reduction due to Principal Surplus Levied in Prior Years (G)	Interest Savings from Surplus Levy (H)	Amount Paid from Other Sources & Fund Balance in Appropriate Fund (I)	Net Amount Levied for this Fiscal Year (E) + (F) - (G) - (H) - (I) = (J)
1	Indian Hills Community College Pre Levy	20,000,000	1,100,000	400,000	1,500,000					1,500,000
2					0					0
3					0					0
4					0					0
5					0					0
6					0					0
7					0					0
8					0					0
9					0					0
10					0					0
11					0					0
12					0					0
13					0					0
14					0					0
15					0					0
16					0					0
17					0					0
18					0					0
19					0					0
20					0					0
<b>Totals</b>		20,000,000	1,100,000	400,000	1,500,000	0	0	0	0	1,500,000

**NOTICE OF PUBLIC HEARING BUDGET ESTIMATE**  
**Fiscal Year July 1, 2022 - June 30, 2023 INDIAN HILLS CC**

The Board of Directors of INDIAN HILLS CC in the counties of APPANOOSE , DAVIS , DECATUR , HENRY , IOWA , JEFFERSON , KEOKUK , LEE , LUCAS , MAHASKA , MARION , MONROE , POWESHIEK , VAN BUREN , WAPELLO , WASHINGTON , WAYNE in Iowa will conduct a PUBLIC HEARING on the proposed budget as follows:

**Meeting Date: 3/14/2022 Meeting Time: 04:00 PM Meeting Location: Indian Hills Community College Perkins Conference Room 525 Grandview Ave Ottumwa, IA 52501**

At the public hearing, any resident or taxpayer may present their objections to, or arguments in favor of, any part of the proposed budget. This notice represents a summary of the supporting detail of budget receipts and expenditures on file with the Board Secretary. Copies of the Supplemental Detail will be furnished to any taxpayer upon their request.

<b>Resources:</b>		<b>General Funds FY 2022/2023 Budget</b>	<b>Plant Funds FY 2022/2023 Budget</b>	<b>Bonds &amp; Interest Funds FY 2022/2023 Budget</b>	<b>Total of All Funds FY 2022/2023 Budget</b>	<b>FY 2021/2022 Re-Estimated Budget</b>	<b>FY 2020/2021 Audited Actual</b>
Taxes Levied on Property	1	5,685,149	1,365,342	1,444,002	8,494,493	6,687,286	6,404,508
Utility Replacement Tax	2	225,140	54,089	55,998	335,227	261,657	262,339
Student Fees	3	1,475,000	0	0	1,475,000	1,275,000	1,228,920
Tuition	4	14,365,000	0	0	14,365,000	12,720,000	12,697,632
State Aid	5	15,946,539	0	0	15,946,539	15,583,807	15,175,939
Other State Aid	6	2,314,500	417,000	18,000	2,749,500	2,225,904	2,281,039
Federal Aid	7	7,500,000	0	0	7,500,000	10,600,000	8,699,822
Sales-Service	8	500,000	485,000	0	985,000	898,000	905,851
Other	9	8,750,000	4,500,000	0	13,250,000	13,213,900	15,544,315
Proceeds from Certificates	10	3,000,000	20,000,000	0	23,000,000	0	0
<b>Total Resources</b>	<b>11</b>	<b>59,761,328</b>	<b>26,821,431</b>	<b>1,518,000</b>	<b>88,100,759</b>	<b>63,465,554</b>	<b>63,200,365</b>
<b>Expenditures:</b>							
Liberal Arts and Sciences	12	6,114,000	0	0	6,114,000	5,274,000	5,147,814
Vocational and Technical	13	12,139,000	0	0	12,139,000	10,722,000	10,914,875
Adult Education	14	3,923,000	0	0	3,923,000	3,566,000	3,382,406
Cooperative Programs/Services	15	4,799,000	0	0	4,799,000	3,499,000	2,227,558
Administration	16	4,263,358	0	0	4,263,358	4,176,148	5,943,191
Student Services	17	9,600,000	0	0	9,600,000	11,529,000	10,073,468
Learning Resources	18	521,000	0	0	521,000	514,000	456,315
Physical Plant	19	7,273,000	26,800,000	1,500,000	35,573,000	14,119,000	10,455,048
General Institution	20	10,927,000	0	0	10,927,000	9,995,000	9,544,355
<b>Total Expenditures</b>	<b>21</b>	<b>59,559,358</b>	<b>26,800,000</b>	<b>1,500,000</b>	<b>87,859,358</b>	<b>63,394,148</b>	<b>58,145,030</b>
<b>Net Resources minus Expenditures</b>	<b>22</b>	<b>201,970</b>	<b>21,431</b>	<b>18,000</b>	<b>241,401</b>	<b>71,406</b>	<b>5,055,335</b>
<b>Beginning Fund Balance</b>	<b>23</b>	<b>10,004,777</b>	<b>8,664,882</b>	<b>0</b>	<b>18,669,659</b>	<b>18,598,253</b>	<b>13,542,918</b>
<b>Ending Fund Balance</b>	<b>24</b>	<b>10,206,747</b>	<b>8,686,313</b>	<b>18,000</b>	<b>18,911,060</b>	<b>18,669,659</b>	<b>18,598,253</b>

Estimated Total Tax Rate per \$1000 Valuation 1.25528

TAXABLE VALUATION COMPARISON FOR INDIAN HILLS COMMUNITY COLLEGE

COUNTY	<u>1/2021 VALUATIONS</u> <u>(FOR TAXES DUE 22/23)</u>	<u>1/2020 VALUATIONS</u> <u>(FOR TAXES DUE 21/22)</u>	<u>CHANGE IN</u> <u>VALUATION</u> <u>1/2020 TO 1/2021</u>	<u>PERCENT</u> <u>INCREASE/</u> <u>DECREASE</u>
Appanoose	\$548,871,370	\$510,221,672	\$38,649,698	7.58%
Davis	456,534,815	443,562,418	12,972,397	2.92%
Decatur	9,144,535	8,739,598	404,937	4.63%
Henry	11,349,920	11,471,546	-121,626	-1.06%
Iowa	4,985,816	4,905,601	80,215	1.64%
Jefferson	954,128,491	950,606,336	3,522,155	0.37%
Keokuk	646,808,230	638,992,437	7,815,793	1.22%
Lee	37,089,067	34,833,725	2,255,342	6.47%
Lucas	372,952,528	359,396,491	13,556,037	3.77%
Mahaska	1,138,878,238	1,106,119,971	32,758,267	2.96%
Marion	108,880	107,740	1,140	1.06%
Monroe	565,476,836	535,000,689	30,476,147	5.70%
Poweshiek	28,282,877	24,692,572	3,590,305	14.54%
Van Buren	453,496,535	452,982,166	514,369	0.11%
Wapello	1,323,999,599	1,266,193,401	57,806,198	4.57%
Washington	77,902,178	75,672,405	2,229,773	2.95%
Wayne	379,523,970	360,225,488	19,298,482	5.36%
TOTAL	<u>\$7,009,533,885</u>	<u>\$6,783,724,256</u>	<u>\$225,809,629</u>	<u>3.33%</u>