

# GUILFORD TECHNICAL COMMUNITY COLLEGE

Dr. George Parker, President

PO Box 309, Jamestown, NC 27282 (336) 334-4822

## Education

Partner with public schools to develop a system that produces graduates with high academic achievement and skill levels to compete successfully on the job market.



## BUDGET SUMMARY

	FY2017 Actual	FY2018 Adopted	FY2018 Amended	FY2019 Recomm	FY2019 Adopted	\$ Chg	% Chg
<b>EXPENSE</b>							
Guilford Tech. Comm. College	25,770,910	27,660,770	27,376,187	27,635,019	27,635,019	(25,751)	(0.1%)
<b>EXPENSE</b>							
Operating Expenses	14,650,000	15,150,000	15,150,000	16,150,000	16,150,000	1,000,000	6.6%
Capital Maintenance	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	0	0.0%
Debt Repayment	9,620,910	11,010,770	10,726,187	9,985,019	9,985,019	(1,025,751)	(9.3%)
<b>Total Expense</b>	<b>25,770,910</b>	<b>27,660,770</b>	<b>27,376,187</b>	<b>27,635,019</b>	<b>27,635,019</b>	<b>(25,751)</b>	<b>(0.1%)</b>
<b>REVENUE</b>							
Federal & State Funds							
<i>American Rec/Reinvest Act</i>	329,350	206,503	206,503	329,768	329,768	123,265	59.7%
<b>Total Revenue</b>	<b>329,350</b>	<b>206,503</b>	<b>206,503</b>	<b>329,768</b>	<b>329,768</b>	<b>123,265</b>	<b>59.7%</b>
<b>County Funds</b>	<b>25,441,560</b>	<b>27,454,267</b>	<b>27,169,684</b>	<b>27,305,251</b>	<b>27,305,251</b>	<b>(149,016)</b>	<b>(0.5%)</b>

## DEPARTMENTAL PURPOSE

Guilford Technical Community College provides addressable and comprehensive instructional programs committed to excellence in teaching and successful student achievement; develops and maintains programs that are responsive to the changing educational and training needs of the people served through basic skills and lifelong learning opportunities; and develops and maintains programs that support and enhance the economic development needs of the local community. For more information about the College, please visit its website at <http://www.gtcc.edu/>.

The Community College's Board of Trustees requested a total budget of \$18,510,000 from Guilford County for FY 2019 (\$16,550,000 in operating funds and \$1,960,000 in capital outlay funds). This request is \$1,860,000 or 11.2% higher than the FY 2017-18 Adopted Budget.

## FY 2019 ADOPTED BUDGET HIGHLIGHTS

- The FY 2019 Adopted Budget increased operating funding for the community college by \$1 million or 6.6% to a total of \$16,150,000. This additional funding will be used for on-

going operating costs of new facilities, as well as other college expenses for which the county is responsible for funding.

- The budget also continued the \$1.5 million of capital funding from the county's general fund to maintain the college's facilities.
- The 2019 Adopted Budget includes approximately \$10.0 million in debt service related to GTCC. This represents an decrease of just over \$1.0 million or 9.3% due to scheduled debt payments of the remaining bonds for GTCC capital projects.

The funding noted above represents the County's portion of the total budget for Guilford Technical Community College. The College receives additional funding from other sources, including the State of North Carolina.

March 19, 2018

Mr. Michael Halford  
Budget Management and Evaluation Director  
Guilford County  
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[www.gtcc.edu](http://www.gtcc.edu)

Jamestown Campus

Aviation Center

Cameron Campus

Greensboro Campus

High Point Campus

Small Business Center

Re: 2018/19 County Budget Proposal

Dear Michael:

Attached is GTCC's 2018/19 budget request as approved by our Board of Trustees on February 15, 2018. This represents our assessment of the College's needs for operations and maintenance of existing facilities. The operating budget totals \$16,550,000, an increase of 9.2%, or \$1,400,000 over the current year.

Almost half of our request is attributed to the Center for Advanced Manufacturing, scheduled to open fall 2018. The \$98,972 salary and benefit rate increases not funded during 2017/18 is a direct result of implementing a new salary plan based on recommendations from an independent compensation study. The cost of living adjustment and benefit rate increases are projections, and may be adjusted based on action by the General Assembly. The increases in utilities, insurance, and rent are hard costs that are not currently budgeted.

In an attempt to increase participation in the College's voluntary retirement plans, we are requesting \$250k to match employee contributions, which would provide for up to 1% of the participant's annual compensation. Studies show that average employee participation for employers without the matching contribution is approximately 26% versus 62% for employers who do provide a match. I believe Guilford County currently provides its employees a match of up to 5% of the participant's annual compensation. An employer matching contribution would also help with recruiting and retaining high quality employees.

The 2018/19 annual capital projects list found on the second tab includes projects to address replacement of building systems at or near end of life cycle, and facilities repairs and renovations to repurpose existing space for instructional and other needs.

Please let me know if you have any questions.

Sincerely,



Nancy Sollosi  
Vice President, Business & Finance/CFO

cc: Randy Parker

Attachment

**GUILFORD TECHNICAL COMMUNITY COLLEGE**  
**2018-19 County Operating Budget Request**

<b>2017-18 Operating Budget</b>		<b>\$ 15,150,000</b>	
<b><u>Additional Needs 2018-19</u></b>			
Salary/benefit increases not funded for 2017-18	\$ 98,972		
Estimated cost of living adjustment for 2018-19	274,090		
Projected medical and retirement rate increases	83,896		
Utility rate increases	93,527		
Insurance rate increases	11,611		
Scheduled rent increases	<u>15,628</u>		
Additional needs without the Center for Advanced Manufacturing	\$ 577,724		3.8%
Remainder of funding needed for the Center for Advanced Manufacturing	572,276		3.8%
Matching funds for employee voluntary retirement plans (up to 1% of annual compensation)	<u>250,000</u>		1.7%
Total Increase Requested		<u>\$ 1,400,000</u>	9.2%
<b>Total 2018-19 Operating Needs</b>		<b>\$ 16,550,000</b>	
Annual Capital Projects ( <i>See Tab 2</i> )		<u>\$ 1,960,000</u>	
<b>Total 2018-19 Budget Request</b>		<b>\$ 18,510,000</b>	

**GUILFORD TECHNICAL COMMUNITY COLLEGE**  
**Annual Capital Projects 2018-19**

	<b>Projected</b>
Replace Sears Applied Technology Building Roof, Carpet, and Cooling Towers	\$ 700,
in Campus Center Renovation	650,
Replace HVAC System in Transportation Building	300,
Replace Flooring in Gerrald Hall, Williams Hall, and Davis Hall	210,
Replace Building Automation System in Public Safety Building	<u>100,</u>
<b>Total 2018-19 Request</b>	<b>\$ 1,960,</b>