

BR SUBCOMMITTEE ON EDUCATION – BUDGET OVERVIEW

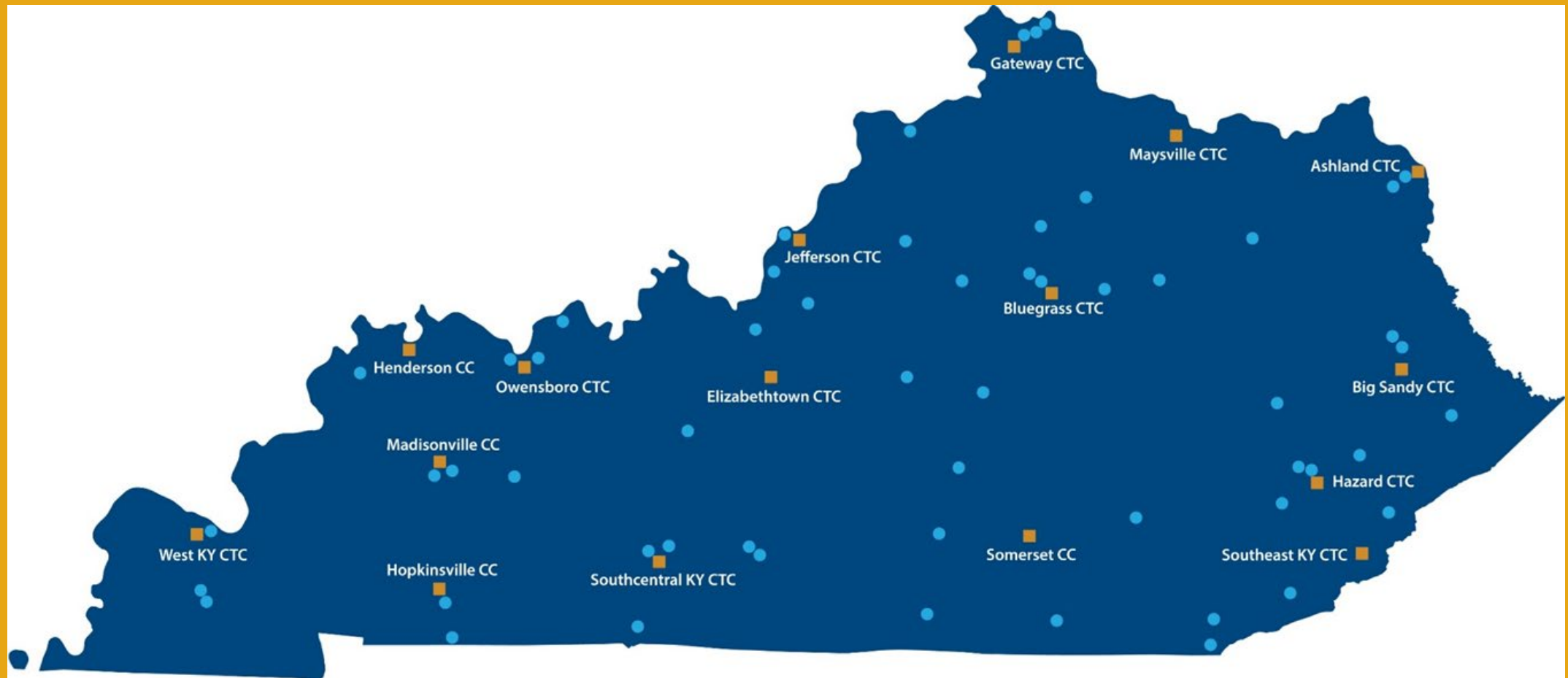
Dr. Paul Czarapata, KCTCS President

Mr. Buddy Combs, AVP Financial Support Services

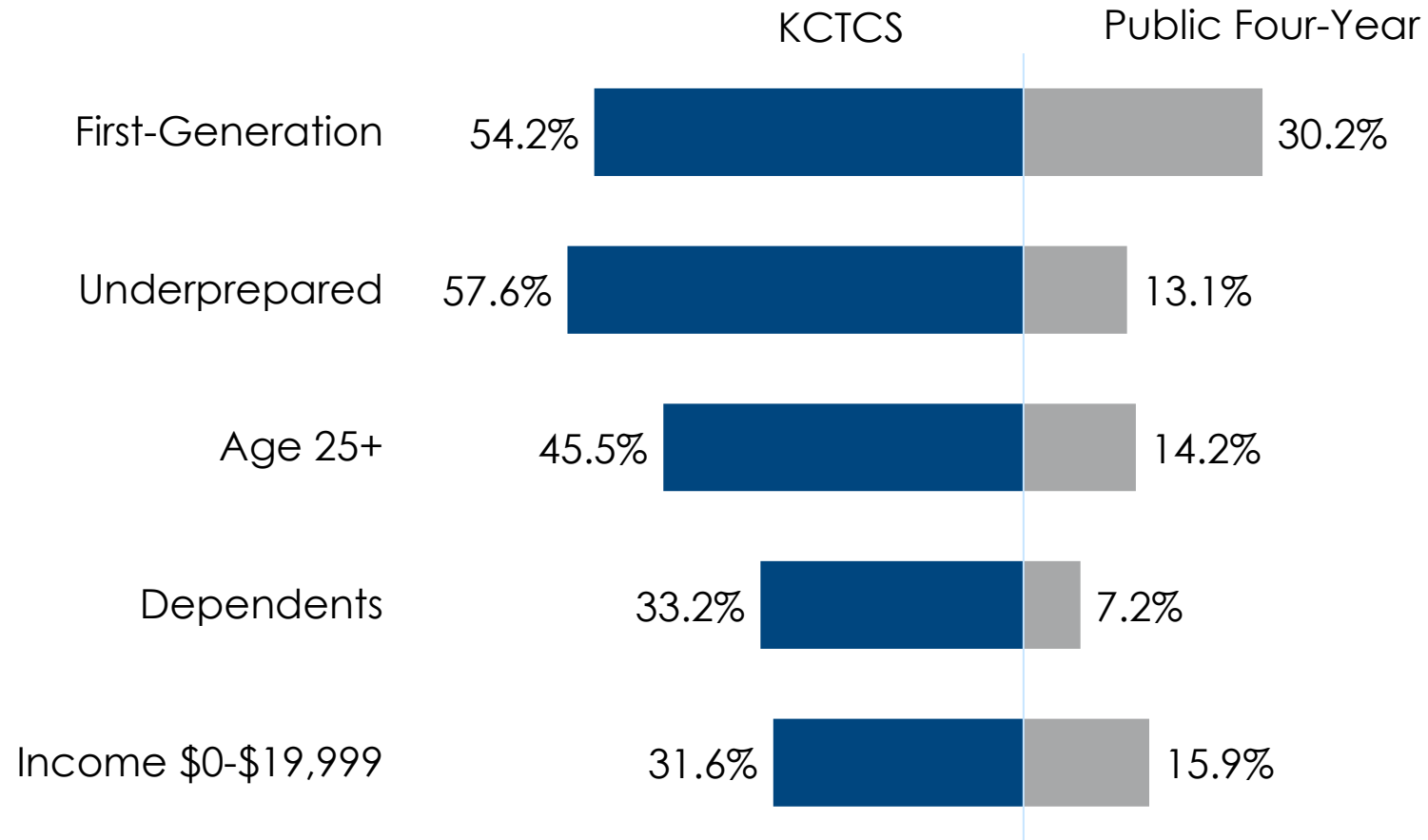


KENTUCKY
COMMUNITY & TECHNICAL
COLLEGE SYSTEM

16 Colleges, with over 70 campuses, and 1 System Office



KCTCS STUDENT CHARACTERISTICS



Source: Kentucky Council on Postsecondary Education. Information provided by Travis Muncie, Executive Director of Data and Advanced Analytics. January 4, 2019. Data cover the Fall 2019 semester and exclude students with unknown student characteristics.

KCTCS students are from your communities and are likely to remain in your communities after graduating. One year after graduation, 75% are employed in Kentucky jobs, compared to only 60% of KY's public 4-year university students.

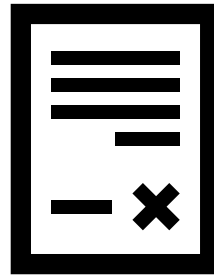
Sources of Funding for KCTCS Colleges



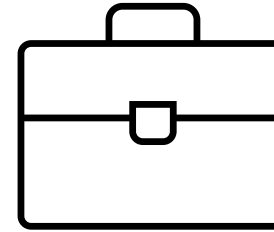
**State
Appropriation**



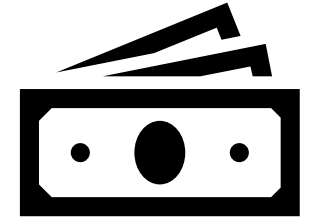
Tuition



**Grants &
Contracts**



**Workforce
Solutions**



**Charitable
Giving –
Foundations**



KENTUCKY
COMMUNITY & TECHNICAL
COLLEGE SYSTEM

TOTAL STATE APPROPRIATION

FY 2022-23: \$180.5 M

FY 2023-24: \$187.8 M



KCTCS receives ~22% of
Performance Funding pool =
\$21.5 M

2022-23 STATE APPROPRIATION

\$180,464,900

Mandated Programs - Recurring		
	Fire and Rescue Training	1,869,900
	Kentucky Board of Emergency Medical Services*	1,799,700
	KCTCS TRAINS	4,149,800
	Adult Agriculture	1,000,000
Mandated Programs - Non-Recurring		
	KERS Supplement	854,900
	Madisonville Aviation	900,000
	West KY Aviation	900,000
	Debt Service	3,229,000
Education and General (E&G) Base		165,761,600
KCTCS Performance Funding Pool		21,513,800

MANDATED PROGRAMS

Adult Agriculture Program = \$1M in FY2022-23

(provides education in all facets of ag production and farm management)

State Fire and Rescue Training= \$1.9M in FY2022-23

(provides state fire rescue training to students across the state)

KCTCS TRAINS = \$4.1M in FY2022-23

(provides customized training and support for businesses and industries to meet workforce needs)

1 State Appropriation for all 16 Colleges



\$165,761,600

KCTCS colleges receive base Education and General (E&G) funding plus any performance funding earned through the KCTCS statewide performance funding model.

KCTCS colleges have a separate performance funding model from the 4-year universities and compete against each other based on prior year metrics and outcomes.

Education and General (E&G) Base Funding



- Colleges receive base general education funding to carry out core mission of the colleges and support E&G operations.
- Colleges base funding levels are carried over as allocated in prior years and reflect adjustments through state budget bills and other state-approved allocations/reductions.
- KRS 164.092 was enacted in 2021-22 preventing any reductions from college base funding levels below the 2020-21 base (Floor 21).

Performance Funding Pool



\$21,513,800

- **Total Postsecondary Education Performance Funding allocation determined in state biennial budget; currently, KCTCS colleges are allocated 22.1% of total funding pool.**
- **KCTCS colleges are allocated performance funds on non-recurring basis based on funding model calculation as outlined in KRS 164.092.**

Did You Know?

The System Office (Versailles, KY) is not allocated any of the State Appropriation. Rather, the 16 Colleges support the System Office via charge backs for Systemwide contracts and services.

What Happens at the System Office?

Think of it as a franchise headquarters.

We can provide services at scale to the Colleges so they can focus on mission & students...examples include:

Human Resources / Payroll

Information Technology / Cybersecurity

Accounting / Accounts Payable / Purchasing

Legal Services

Financial Aid

Marketing

We have the purchasing power of a system and can negotiate contracts and services that would otherwise be unattainable for a community college.

TUITION

Tuition Rates for All KCTCS Colleges:

In-State & Online-Only:
\$182/credit hour

Out-of-State Contiguous
Counties: \$364/credit hour

Out-of-State: \$637/credit hour

Tuition generated: \$216.7M in FY 2021.

Each College retains tuition revenue
generated.



The Cost of Attendance

A 12-hour credit semester at KCTCS for 2022 = \$2,280

A 12-hour credit semester at Kentucky State University
= \$3,900

A student can start at KCTCS and seamlessly transfer all general education courses to a four-year after their first two years, *significantly* reducing the cost of obtaining a college degree.

TRAINS

- **\$4.2 M** appropriation annually
- Colleges work with local businesses to create training plans.
- TRAINS pays up to **75% of company costs and 100% for approved new economic development.**
- Originally branded as KY WINS in 2000 and rebranded as TRAINS in 2014, this funding has supported **307,828 enrollments.**



CUSTOMIZED EMPLOYEE TRAINING



KENTUCKY
COMMUNITY & TECHNICAL
COLLEGE SYSTEM

TRAINS

CUSTOMIZED EMPLOYEE TRAINING

- **In demand trainings include:**
 - CDL
 - Nurse Aide/Medication Aide
 - Leadership/supervisory
 - Technical trainings: PLC, Fluid Power, Robotics
 - Industrial Maintenance
 - Lean
 - Welding
- **FY 22 was the highest performing year in TRAINS history with:**
 - 240 unique projects
 - 19,000 + enrollments
 - 136 new companies served
 - 104 retuning company clients



2022-24 STATE SUPPORTED PROGRAMS



Healthcare Workforce Initiative

**Commonwealth West Healthcare
Workforce Innovation Center**

Workforce Development Trust Fund

Aviation Projects

HEALTHCARE WORKFORCE INITIATIVE



\$10 M total; KCTCS's share is \$4 M

Will “help grow and strengthen the education and training pipeline of healthcare professionals with KY public two and four-year colleges and universities.”

COMMONWEALTH WEST HEALTHCARE WORKFORCE INNOVATION CENTER



\$38 M in FY 23

“Operations and start-up costs to establish the Commonwealth West Healthcare Workforce Innovation Center as a collaborative partnership between KCTCS and healthcare providers.”

KCTCS is the fiscal agent.

WORKFORCE DEVELOPMENT TRUST FUND



\$2.2 M in FY 23

Will be used to “increase credential production capacity for identified supply gaps and support program offerings in targeted industry sectors within KCTCS.”

AVIATION PROGRAMS



**\$900,000 for West KY CTC w/ Barkley
Regional Airport**

**\$900,000 for Madisonville CC to
support aviation program**

ASSET PRESERVATION



BOND-FUNDED PROJECTS FOR KCTCS

**Asset preservation
pool: \$103 M each
biennium, with a
15% match
requirement**

**\$16.5 M to renovate
Elizabethtown CTC
occupational
technical building**

**\$52.2 M for
Bluegrass CTC
Newtown Campus**

**\$9 M to expand
Elizabethtown CTC
Leitchfield Campus**