



MEETING: Board of Trustees, Georgia Military College, President's Conference Room/Teleconference, Tuesday, January 18, 2024, 8:00 am

PRESENT: Mr. George Hogan, Sr., Chairman of the Board; Members: Mr. Brooks Snider, Elder Alan Hale Wicker, Ms. Emilie Cook, LtGen William B. Caldwell, IV, President of Georgia Military College; and other interested parties.

BUSINESS:

1. Chairman of the Board, Mr. George Hogan, Sr., having declared a quorum to be present, called the meeting to order.
2. COL Chip Kirby, USA (Ret), GMC Chief Financial Officer, presented a finance update. COL Kirby gave an update on the recent release of the Governor's Fiscal Year 2025 Budget as it pertains to the Junior College and Preparatory School, in addition to updates on operational costs and inflation. In light of these factors, it was proposed that the Preparatory School tuition be increased for School Year 24-25 in order to sustain the school's operations, meet rising costs, and uphold the quality of education and services provided to our students. The recommended increase is \$225, which is an additional \$18.75 per month.

It was noted that our average annual increase of Preparatory School tuition stands at only 2.5% over the past 10 years. In addition, there will continue to be no increase to overall fees and the application fee has been eliminated since 2022.

A copy of this report is attached and made a part of these minutes.

3. Chairman Hogan asked for a motion to approve the Preparatory School tuition increase for School Year 24-25 as presented by COL Kirby. Ms. Cook made the motion, with Mr. Snider seconding the motion and the Preparatory School tuition increase for School Year 24-25 was approved by unanimous vote.
4. The next meeting of the Board was scheduled for March 19, 2024.
5. There being no further business, the meeting was adjourned.

A handwritten signature in cursive script that reads "George Hogan Sr." is written over a horizontal line.

George Hogan, Sr.
Chairman

A handwritten signature in cursive script that reads "Doris Renfro" is written over a horizontal line.

Doris Renfro
Secretary-Treasurer

Reviewed by: _____

LtGen. William B. Caldwell, IV
President, Georgia Military College



Finance Committee Update for the GMC Board of Trustees

January 18, 2024

LEADERSHIP IS OUR LEGACY...AND YOUR FUTURE!



FY25 Governor's Proposed Budget

Amended FY 24 - no change (no adds nor reductions)

FY25 Capital Project Funds

- \$179,200 of GMC's \$1.5M MRR request (partially funds 2 of 8 submitted projects)
 - \$112,000 Repair Roof Boylan/Miller Halls Phase III
 - \$ 67,200 Stucco Repair College Academic Bldgs
 - GMC responsible for remaining \$1.3M in FY25 MRR Project costs
- \$817,116 FFE for Wilder Hall as FY25 bond funded, earliest these funds will be available is July 2024, will impact furnishing and opening of our classes in August.



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FY25 Governor's Proposed Budget Junior College

FY25 Junior College +\$90,624 ▲ \$4.2M additional \$ to cover remaining balance

- COLA increase (4% not to exceed \$3,000) at our traditional pro-rata portion of the total need
 - Equates to a \$220 per employee COLA increase = 8% of total need
 - GMC would need to raise an additional \$873,000 to fully fund a 4% increase
- In FY25, GMC will need to raise an additional \$4.2M to cover:
 - \$1.35M increase to State Health Benefit Premiums & TRS
 - \$ 873K proposed COLA increase
 - \$1.35M to fund Maintenance, Renovation and Major Repair projects
 - \$ 611K Cost of doing business increases (inflationary based @ 3%)

Bottom Line

GMC will need to raise an **additional \$4.2 million** to cover the projected FY25 Junior College budget when you factor in inflation, mandated changes to Employee Benefits, and GMCs allocation from FY25 Governor Budget



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FY25 Governor's Proposed Budget Prep School

FY25 Prep School +\$436,634 ▲ \$203,000 additional GMC funding to cover remaining balance

- Funds TRS annual increase (up to 20.78%, was 19.98%) for certificated employees
- Funds increase for enrollments, training, experience & State Health Benefit Premiums for certificated employees
- Funds the \$2,500 increase for state base salary schedule for certificated faculty
- Funds QBE at 60% of total cost, Tuition utilized to cover remaining \$2M
- Does not fund Health Benefit Premiums, COLA, TRS increase for non-certificated faculty & staff
- Does not fund annual inflationary cost of doing business increase ~\$60,000
- In FY25, GMC Prep School will need to **raise an additional \$203,000** to cover:
 - \$ 52,000 mandated increase to State Health Benefit Premiums & TRS
 - \$ 36,000 proposed COLA increase
 - \$115,000 Cost of doing business increases (inflationary based @ 3%)



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Board Approval Requested Prep School

Tuition Increase (proposed for School Year 24-25)

Prep School (K-12)

- Governor's FY25 Budget funds GMC a portion of
 - Employee salaries @ 32%
 - QBE @ 60%
- TRS increase up to 20.78%, was 19.98%
- There will be some increased operational costs with the opening of Wilder Hall
- Average annual increase of tuition only 2.5% over past 10-years
- No increase to overall fees of \$550, steady since 2016
- Application fee eliminated since 2022
- Inflation [OPEX] increase > 3% (Dec = 3.4% / Nov 3.2%)

	Tuition	Fees	Total
SY14-15	\$ 4,600	\$ 515	\$ 5,115
SY15-16	\$ 4,700	\$ 515	\$ 5,215
SY16-20	\$ 4,700	\$ 550	\$ 5,250
SY20-22	\$ 4,925	\$ 550	\$ 5,475
SY22-23	\$ 5,175	\$ 550	\$ 5,725
SY23-24	\$ 5,600	\$ 550	\$ 6,150
SY24-25	\$ 5,825	\$ 550	\$ 6,375

Recommendation:

Tuition increase of **\$225**, which is \$18.75 a month,
new total annual rate of \$6,375 (3.7%)

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