



September 5, 2024

TO: THE DISTRICT BOARD OF TRUSTEES OF VALENCIA COLLEGE

FROM: DR. KATHLEEN PLINSKE
President

RE: CARRYFORWARD SPENDING PLAN FOR 2023-24 FUND BALANCE

In accordance with Florida Statute 1013.841, F.S., (End of Year Balance of Florida College System Institution Funds), each Florida College System institution with a final FTE (Full Time Equivalent) enrollment of 15,000 or greater that retains an operating fund balance exceeding seven percent shall submit to the State Board of Education a spending plan for its excess carry forward balance.

Currently, Valencia College maintains \$62,857,065 in operating carry forward funds. The following plan seeks to reduce the amount of the operating fund balance by \$39,785,336 to the required seven percent, or \$23,071,730 as required by law.

Operational Support \$13,815,371: Carryover from 2022-23 spending plan, currently in year two of three. These funds will support operational needs aligned with Valencia's Strategic Impact Plan, and support increased student enrollment and instructional capacity.

Health Insurance \$11,249,965: The College is currently self-insured for health care services provided to employees, dependents, and retirees. House Bill 5101, passed by the Florida Legislature and approved by the Governor on June 12, 2024, amended Sec. 110.123, F.S. to authorize and mandate the participation of Florida College System (FCS) institutions in the State Group Health Insurance Program (SGHIP). These funds will support the transition to the SGHIP. The College estimates completion of the transition expenditures by June 30, 2026.

Information Technology Capital Plan \$9,220,000: These funds support Valencia's core infrastructure, including data center technology, network security, server and storage systems, and system redundancy. These investments will provide the required foundation to meet the evolving needs of the applications and services that support college operations. The College estimates completion of procurements supporting this Plan by June 30, 2027.

Investments in infrastructure and process modernization \$2,600,000: These funds provide information technology support related to network optimization, financial aid processes, project management resources related to the transition to new software packages such as MyVC (Pathify) and Destiny One, and consulting for the review and modernization in the areas of HR and Finance. The College estimates completion of procurements supporting these efforts by June 30, 2027.

Campus furniture, classroom, and equipment refresh \$2,500,000: These funds provide for targeted furniture, classroom and equipment updates to support academic and student support initiatives. The College estimates completion of these procurements by June 30, 2026.

Osceola campus adjacent land acquisition \$400,000: Carryover from 2022-23 spending plan currently in its last year of expenditure. As approved by the District Board of Trustees in 2018, provides payment to Osceola County as stipulated in an Interlocal Agreement for Reimbursement between the City of Kissimmee, Osceola County, and Valencia College, to purchase an approximately 1.3 acre parcel adjacent to Valencia's Osceola campus for the construction of a trail landing and bridge from the Toho-Valencia Trail across US 192 to a location bordering the purchased property.

The spending plan above ensures the reduction of the College's operating fund balance to \$23,071,730, or seven percent, as required by law.

RECOMMENDED ACTION:

The President recommends that the District Board of Trustees of Valencia College approve the carry forward spending plan for the 2023-24 carry forward operating fund balance, as presented.



President

Valencia College
 2024-25 Florida College System Carryforward Spending Plan
 Pursuant to 1013.841, Florida Statutes
 July 1, 2024

Line Item #	Carryforward Spending Plan Category	Specific Expenditure/Project Title	Carryforward Amount Budgeted for Expenditure During FY 2024-25	Project Timeline			Comments/Explanations
				Total # Years of Expenditure per Project	Current Expenditure Year #	Estimated Completion Date (Fiscal Year)	
1.	(e) Operating expenditures	Investments for Valencia's Impact Plan and increased enrollments	13,815,371	3	2	June 2026	Carryover from 2023 spending plan
2.	(e) Operating expenditures	Health Insurance	11,249,965	2	1	2025-26	Support the transition to the State's health insurance
3.	(b) Completion of renovation, repair or maintenance project	Information Technology capital plan	9,220,000	3	1	2026-27	Enterprise infrastructure
4.	(e) Operating expenditures	Investments in infrastructure and process modernization	2,600,000	3	1	2026-27	Technology enhancements to improve operational efficiency
5.	(b) Completion of renovation, repair or maintenance project	Furniture, classroom, and equipment refresh	2,500,000	2	1	2025-26	Non-recurring
6.	(e) Operating expenditures	Osceola Campus adjacent land acquisition	400,000	2	2	June 2025	Carryover from 2023 spending plan

Total as of July 1, 2024: *	\$ 39,785,336
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Amount Requiring Spending Plan	\$ 39,785,336
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