



FY27 Budget

May Update

Troy Kierczynski, V.P. of Finance & Administration

May 18, 2026



**Northwestern
Michigan College**

Key Developments

- GTC property tax data released
 - 6.3% growth in TV in Grand Traverse County (\$8.7B)
 - Adjustments (capped growth)
 - Transfers (“uncapping”)
 - New additions & construction
 - Millage rate: 2.0050 → 1.9788 (Headlee)
 - +\$411,000 impact from March budget
- State Budgets released
 - Senate & House Budgets released in April
 - Consensus revenue estimating conference (5/15/26)
 - Negotiations begin



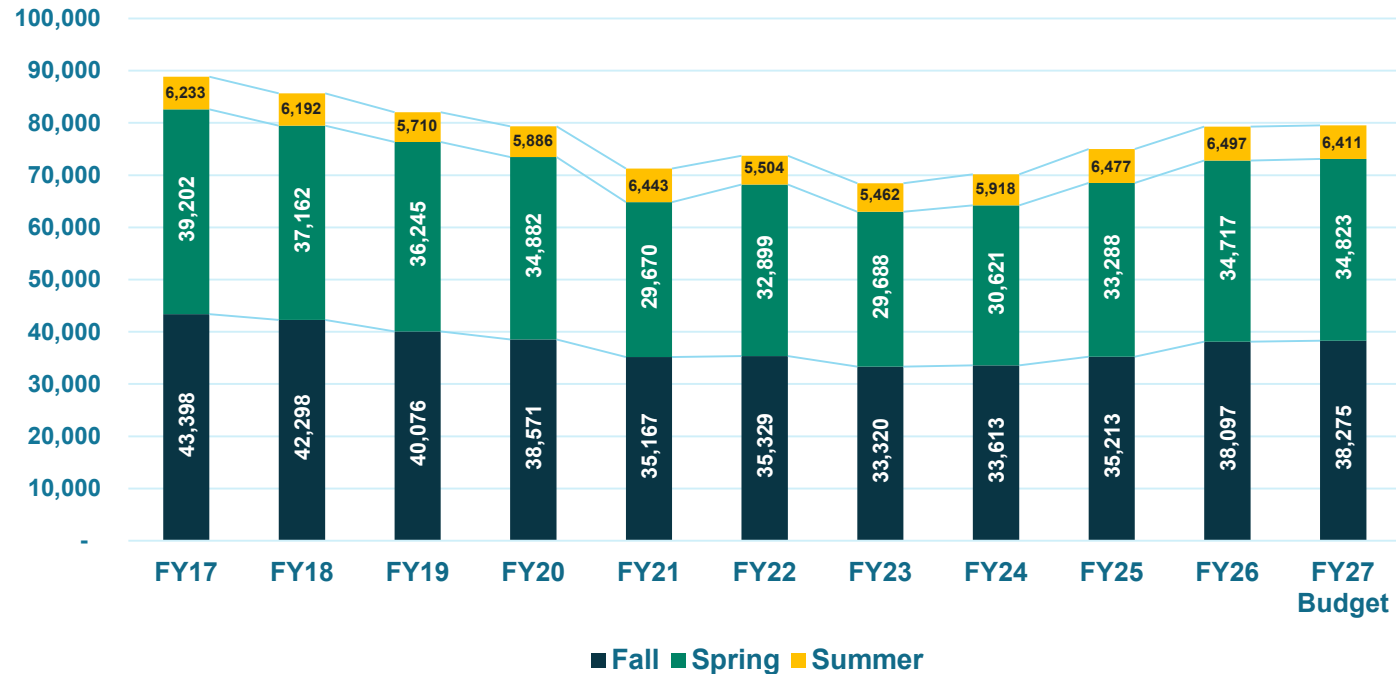
Key Developments

- Strategic Plan integration
 - AI navigators, AI-related training costs
 - Marketing & outreach materials, web redesign
 - Aviation Faculty, Nursing Faculty, Nursing Enrollment & Success Specialist, Employment Readiness Specialist
 - College Edge programming
 - Student portal software / Intelligent Process
 - Expanded advising capacity
 - 75th Anniversary campaign support (Strategic Fund)
 - Capital Projects: Geothermal, Osterlin
- Balanced budget!



Tuition & Fees

Actual Contact Hours



Property Taxes

Year	Taxable Values	% Chg	Maximum Levy	% Chg	Subtotal	Less: TIF & Other Abatements	Property Tax Revenues
FY21	\$ 5,651,352,613	5.3%	2.1137	-0.9%	\$ 11,945,264	\$ (376,123)	\$ 11,569,141
FY22	\$ 5,901,559,989	4.4%	2.0935	-1.0%	\$ 12,354,916	\$ (404,650)	\$ 11,950,266
FY23	\$ 6,383,535,930	8.2%	2.0574	-1.7%	\$ 13,133,487	\$ (470,960)	\$ 12,662,527
FY24	\$ 6,958,129,076	9.0%	2.0574	0.0%	\$ 14,315,655	\$ (603,757)	\$ 13,711,898
FY25	\$ 7,625,687,860	9.6%	2.0331	-1.2%	\$ 15,503,786	\$ (626,787)	\$ 14,876,999
FY26	\$ 8,196,743,941	7.5%	2.0050	-1.4%	\$ 16,434,472	\$ (711,036)	\$ 15,723,436
FY27 Budget	\$ 8,714,928,049	6.3%	1.9788	-1.3%	\$ 17,253,776	\$ (740,000)	\$ 16,513,776
HEADLEE OVERRIDE	\$ 8,714,928,049	6.3%	2.5742	28.4%	\$ 22,433,968	\$ (740,000)	\$ 21,693,968

Annual Budget Impact of Headlee Override → **\$ 5,180,192**



State Appropriations

	FY26	FY27		
	Current	Governor	Senate	House
NMC operational funding	\$11,163,900	\$11,175,200	\$11,273,600	\$10,885,800
\$ Change	n/a	\$11,300	\$109,700	(\$278,100)
% Change	n/a	0.1%	1.0%	-2.5%
ITEMS	\$0	\$1,108,100	\$0	\$445,900
Tuition Restraint	4.5% (FY26)	4.0% (FY27) 5.0% (FY28)	4.0% (FY27) 3.5% (FY28)	4.0% (FY27) 3.0% (FY28)
Reconnect Expansion to Age 21+ (vs. 25+)	No	Yes	No	No



Tuition Rates History

Academic Year	In-District	% Change	Out-of-District	% Change	Out-of-State	% Change	Int'l	% Change
2013-2014	\$86	2%	\$171	3%	\$219	3%	-	-
2014-2015	\$91	5%	\$180	5%	\$235	7%	-	-
2015-2016	\$96	6%	\$191	6%	\$249	6%	\$282	-
2016-2017	\$104	8%	\$205	8%	\$268	8%	\$302	7%
2017-2018	\$104	-	\$216	5%	\$281	5%	\$318	5%
2018-2019	\$106	2%	\$220	2%	\$287	2%	\$325	2%
2019-2020	\$109	3%	\$227	3%	\$296	3%	\$334	3%
2020-2021	\$109	-	\$227	-	\$296	-	\$334	-
2021-2022	\$112	3%	\$234	3%	\$305	3%	\$344	3%
2022-2023	\$118	5%	\$246	5%	\$320	5%	\$361	5%
2023-2024	\$122	3%	\$261	6%	\$340	6%	\$383	6%
2024-2025	\$126	3%	\$269	3%	\$350	3%	\$394	3%
2025-2026	\$131	4%	\$280	4%	\$364	4%	\$410	4%
2026-2027	\$135	3%	\$288	3%	\$375	3%	\$423	3%

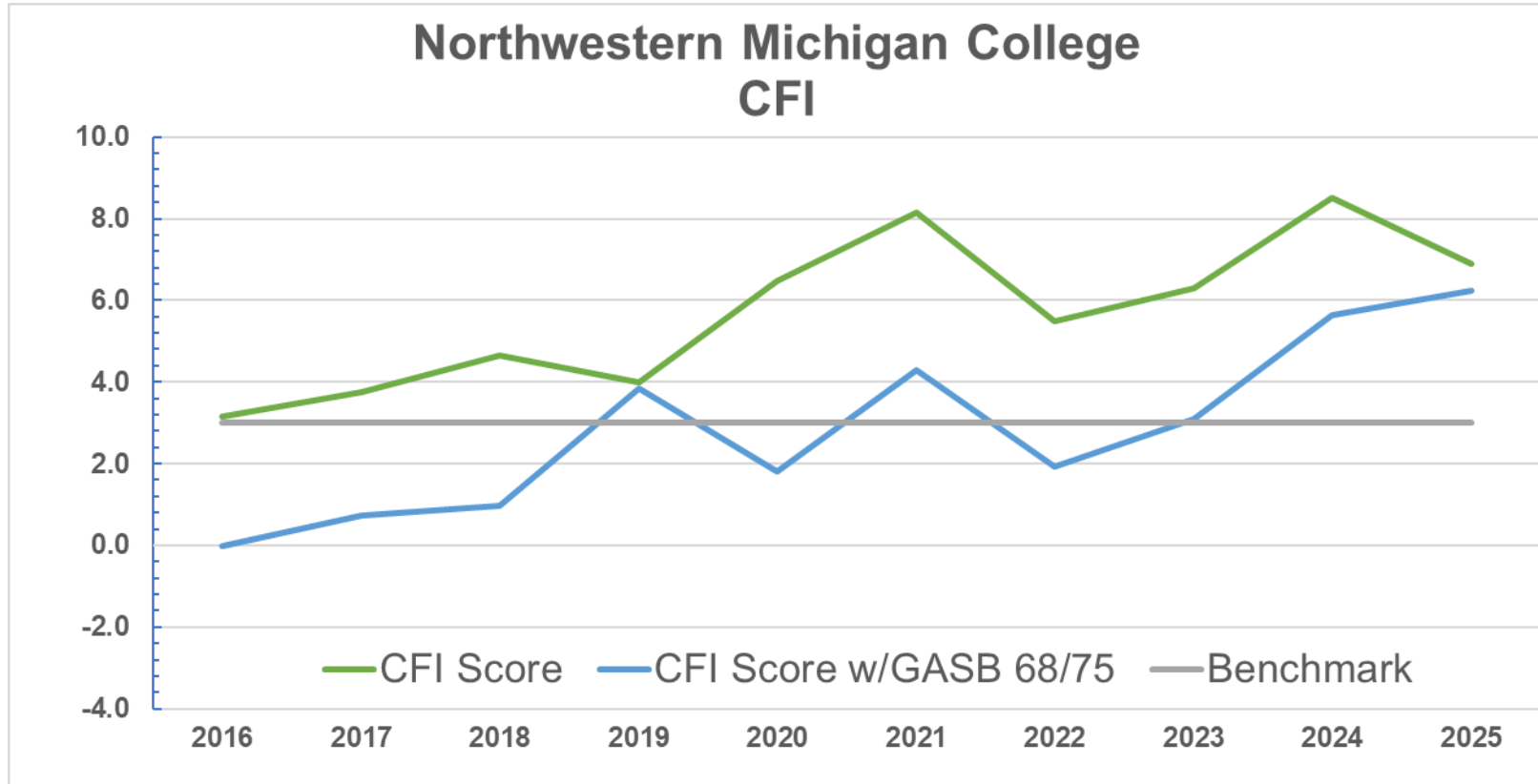
Tuition Rates Impacts

		Proposed	Consider
	Current	3%	4%
Tuition-In-District Rate¹	\$ 131	\$ 135	\$ 136
General Fee¹	\$ 35	\$ 36	\$ 37
Student Cost¹	\$ 166	\$ 171	\$ 173
Contact Hours²	30	30	30
Student Cost [Annual]	\$ 4,988	\$ 5,137	\$ 5,183
F27 Draft Budget Impact		\$ -	\$ 184,176

¹Rate per contact hour

²SoM requires using 30 contact hours for tuition restraint compliance calculation

Composite Financial Index (“CFI”)



Composite Financial Index (“CFI”)

	NMC CFI	NMC CFI with GASB 68/75
2016	3.2	0.0
2017	3.8	0.7
2018	4.7	1.0
2019	4.0	3.9
2020	6.5	1.8
2021	8.2	4.3
2022	5.5	1.9
2023	6.3	3.1
2024	8.5	5.7
2025	6.9	6.2

SCORING SCALE

