



**State Center Community
College District**

2013-14 FINAL BUDGET

SEPTEMBER 3, 2013

2013-14 Budget Guiding Principles*



- Focus on student equity, success and completion;
- Strategically manage enrollment to enhance student access;
- Align programs, services, and staffing to the California Community Colleges' core mission (CTE, basic skills/ESL, transfer) and the District Strategic Plan; and
- Ensure sound financial practices and financial stability/sustainability (Accreditation Standard III.D)

State Center Community College District Fiscal Assumptions for 2013-14 Final Budget



- Enrollment Restoration ~\$1.9 m
- Cost-of-Living Adjustment (COLA)
 - ✦ 1.57% or ~\$2.0m
- PERS Rate Increase from 11.417% to 11.442%
 - ✦ (+0.025%) or ~\$10k
- Workers' Comp Rate Increase from 1.652% to 1.747%
 - ✦ (+0.095%) or ~\$90k
- State Unemployment Insurance Rate **Decrease** from 1.10% to 0.50%
 - ✦ **(-1.05%) or <~\$950k>**

State Center Community College District Fiscal Assumptions for 2013-14 Final Budget



- Fund the Other Post Employment Benefits (OPEB) liability in the OPEB Irrevocable Trust Fund (~\$3.2 m)
- Fully Fund the Annual Required Contribution (ARC) per the OPEB actuarial report (~\$2.1 m)
- Selected Categorical Funding Restoration
- Use of Reserves to balance 2013-14 Final Budget

Structural Deficit	\$2.4 m
Campus Spending Plan	\$5.0 m
Parking Fees	\$0.09 m
Lottery	<u>\$0.7 m</u>
Total Use of Reserves	<u>\$8.2 m</u>

2013-14 State Budget



	Governor's Jan Budget Proposal	Governor's May Revise Proposal	Adopted 2013-14 State Budget
Categorical Restoration of Student Support Programs <i>2009-10 reduction of \$313 m or 42%</i>		\$49.2m	\$50m Unknown*
Cost-of-Living Adjustment (COLA) <i>Last year COLA budgeted 2007-08</i>		Undesignated Apportionment Restoration \$196.7m	\$87.5m (1.57%) ~\$2.0 m*
Enrollment Growth/Restoration Total lost enrollment funding \$575m since 2009-10		\$89.4m (1.63%)	\$89.4m (1.63%) ~\$1.9 m*
Apportionment Deferral	<\$179m>	<\$63.7m>	<\$30m> ~\$15m*

* Estimated SCCCDC Impact

2013-14 State Budget



One-Time Funding	Governor's Jan Budget Proposal	Governor's May Revise Proposal	Adopted 2013-14 State Budget
Scheduled Maintenance	None	\$12 m	\$15 m \$320,440*
Instructional Equipment	None	\$12 m	\$15 m \$320,446*
Mandated Cost Claims	None	None	None*

*Estimated SCCCDC Impact

2013-14 State Budget



New Initiatives/Policy Changes	Governor's Jan Budget Proposal	Governor's May Revise Proposal	Adopted 2013-14 State Budget
Adult Education	\$300m Block Grant	2 year planning grant \$30 m	2 year planning grant \$25 m TBD*
Online Education	\$16.9m	\$16.9m	\$16.9m NONE*
Prop 39/Energy Efficiency	\$49.5m	\$51 m	\$47 m TBD*

*Estimated SCCCD Impact

Categorical Programs



	FY 2012-13	FY 2013-14	Increase/ (Decrease)	% Inc./ (Dec)
Student Financial Aid Administration	\$ 71,025,000	\$ 67,537,000	\$ (3,488,000)	-4.9%
Student Success & Support Program	\$ 49,183,000	\$ 99,183,000	\$ 50,000,000	101.7%
DSPS	\$ 69,223,000	\$ 84,223,000	\$ 15,000,000	21.7%
EOPS	\$ 73,605,000	\$ 88,605,000	\$ 15,000,000	20.4%
Special Services for CalWorks Recipients	\$ 26,695,000	\$ 34,545,000	\$ 7,850,000	29.4%
Physical Plant & Instructional Support	\$ -	\$ 30,000,000	\$ 30,000,000	
Adult Education	\$ -	\$ 25,000,000	\$ 25,000,000	
Expanding Technology	\$ -	\$ 16,910,000	\$ 16,910,000	

Long-Term Liabilities and Obligations



- Eliminate/fund the OPEB Liability in the OPEB Irrevocable Trust Fund
- Fully fund the Annual Required Contribution (ARC) per the actuarial report
- Address scheduled maintenance needs by using campus reserves (multi-year plan)
- Address non-instructional needs (District Operations equipment)
- Address vacation balances liability

**STATE CENTER COMMUNITY COLLEGE DISTRICT
GENERAL PURPOSE FINAL ALLOCATION (UNRESTRICTED)
2013-14 - FINAL BUDGET**

	<u>Districtwide/ District Office</u>	<u>Fresno City College</u>	<u>Reedley College</u>	<u>Willow International</u>	<u>Madera Center</u>	<u>Oakhurst Center</u>	<u>TOTAL DISTRICT</u>
FY 2012-13 BASE ALLOCATION (Revised 2-21-13)	\$ 20,353,581	\$ 69,717,536	\$ 25,088,638	\$ 10,381,167	\$ 5,467,237	\$ 670,044	\$ 131,678,203
	15.46%	52.95%	19.05%	7.88%	4.15%	0.51%	100.00%
PERMANENT ALLOCATION ADJUSTMENTS							
Step/Column Increase:							
Certificated	\$ -	\$ 366,865	\$ 154,058	\$ 65,078	\$ 30,743	\$ -	\$ 616,744
Classified	40,853	67,310	19,491	18,497	13,326	-	159,477
Management/Confidential	36,472	42,157	8,204	3,808	-	-	90,641
PERS Rate (Increase of 0.025%)	1,756	2,672	1,031	410	178	20	6,067
Workers Comp Rate (Increase of 0.095%)	8,650	47,516	17,767	7,607	4,402	464	86,406
SUI Rate Reduction (Decrease of 1.05%)	(95,606)	(525,180)	(196,377)	(84,079)	(48,656)	(5,125)	(955,023)
Transfer of Positions/Budgets between Sites	154,090	(154,090)	(376,183)	-	352,577	23,606	-
Est. Restoration Funding Allocation (PY Base Alloc %)	287,060	983,170	353,718	146,315	77,057	9,470	1,856,790
Est. COLA - Allocation TBD	1,993,742	-	-	-	-	-	1,993,742
Total 2012-13 Permanent Allocation Adjustments	<u>\$ 2,427,017</u>	<u>\$ 830,420</u>	<u>\$ (18,291)</u>	<u>\$ 157,636</u>	<u>\$ 429,627</u>	<u>\$ 28,435</u>	<u>\$ 3,854,844</u>
FY 2012-13 ADJUSTED BASE ALLOCATION	<u>\$ 22,780,598</u>	<u>\$ 70,547,956</u>	<u>\$ 25,070,347</u>	<u>\$ 10,538,803</u>	<u>\$ 5,896,864</u>	<u>\$ 698,479</u>	<u>\$ 135,533,047</u>
CURRENT YEAR ADJUSTMENTS							
Retiree Health (Pay-As-You-Go)	\$ 1,185,822	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,185,822
Parity Pay	581,380	-	-	-	-	-	581,380
District Operations Non-Instructional Equipment	320,440	-	-	-	-	-	320,440
Facilities Rental	-	26,000	5,000	-	-	-	31,000
Campus Lab School Charges	-	130,000	65,000	120,000	20,000	-	335,000
Miscellaneous Revenues	-	90,000	17,500	-	-	-	107,500
TOTAL CURRENT YEAR ADJUSTMENTS	<u>\$ 2,087,642</u>	<u>\$ 246,000</u>	<u>\$ 87,500</u>	<u>\$ 120,000</u>	<u>\$ 20,000</u>	<u>\$ -</u>	<u>\$ 2,561,142</u>
RESERVE EXPENDITURES							
Parking Fee Maintenance Transfer	\$ 85,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 85,000
Campus Reserve Expenditure Plan	-	2,988,000	1,449,000	328,000	267,000	-	5,032,000
	<u>\$ 85,000</u>	<u>\$ 2,988,000</u>	<u>\$ 1,449,000</u>	<u>\$ 328,000</u>	<u>\$ 267,000</u>	<u>\$ -</u>	<u>\$ 5,117,000</u>
FY 2013-14 ALLOCATION (XX0 Only)	<u>\$ 24,953,240</u>	<u>\$ 73,781,956</u>	<u>\$ 26,606,847</u>	<u>\$ 10,986,803</u>	<u>\$ 6,183,864</u>	<u>\$ 698,479</u>	<u>\$ 143,211,189</u>
Lottery Allocation (LT0)	\$ 1,639,480	\$ 1,351,080	\$ 626,040	\$ 241,542	\$ 122,688	\$ 19,170	\$ 4,000,000
Lottery Allocation (Carryover Projects)	93,603	59,823	-	-	-	-	153,426
FY 2013-14 ALLOCATION (LT0 Only)	<u>\$ 1,733,083</u>	<u>\$ 1,410,903</u>	<u>\$ 626,040</u>	<u>\$ 241,542</u>	<u>\$ 122,688</u>	<u>\$ 19,170</u>	<u>\$ 4,153,426</u>
Total Fund 11 (Unrestricted) Budget	<u>\$ 26,686,323</u>	<u>\$ 75,192,859</u>	<u>\$ 27,232,887</u>	<u>\$ 11,228,345</u>	<u>\$ 6,306,552</u>	<u>\$ 717,649</u>	<u>\$ 147,364,615</u>

Revenues and Expenditures-Fund 11 & 12



	2011-12 ACTUAL	2012-13 ACTUAL*	2013-14 PROPOSED	INC./(DEC.) FY14 VS. FY13
REVENUES				
Federal Revenues	\$ 13,380,461	\$ 14,120,044	\$ 16,004,668	\$ 1,884,624
State Revenues	100,811,958	103,389,254	109,450,293	6,061,039
Local Revenues	42,244,955	42,430,428	42,867,464	437,036
Other Financing Sources	827,047	12,724	330,440	317,716
TOTAL REVENUES	\$ 157,264,421	\$ 159,952,450	\$ 168,652,865	\$ 8,700,415
EXPENDITURES				
Certificated Salaries	\$ 72,442,041	\$ 71,879,080	\$ 75,370,287	\$ 3,491,207
Classified Salaries	32,613,724	31,986,414	34,212,725	2,226,311
Employee Benefits	31,664,963	30,424,738	31,705,687	# 1,280,949
Supplies and Materials	3,016,246	3,043,257	3,791,049	747,792
Other Operating Expenses	14,164,586	15,404,092	16,686,301	1,282,209
Capital Outlay	4,049,771	5,859,436	8,047,892	2,188,456
Other Outgo/Contingency	2,529,709	1,735,556	7,069,299	5,333,743
TOTAL EXPENDITURES	\$ 160,481,040	\$ 160,332,573	\$ 176,883,240	\$ 16,550,667
REVENUES OVER/(UNDER) EXPENDITURES	\$ (3,216,619)	\$ (380,123)	\$ (8,230,375)	** \$ (7,850,252)

*UNAUDITED

Use of Reserves - Structural Deficit \$2,384,949

Use of Reserves - Campus Spending Plan \$5,032,000

Use of Reserves - Parking Fees \$85,000

Use of Reserves - Lottery \$728,426

** Total Use of Reserves \$8,230,375

Fund 11 – Unrestricted General Fund
Fund 12 – Restricted General Fund

Revenues and Expenditures - Fund 11



	2011-12 ACTUAL	2012-13 ACTUAL*	2013-14 PROPOSED	INC./(DEC.) FY14 VS. FY13
REVENUES				
Federal Revenues	\$ 3,177	\$ -	\$ -	\$ -
State Revenues	91,039,960	93,855,077	98,838,800	4,983,723
Local Revenues	40,102,017	40,272,459	39,990,000	(282,459)
Other Financing Sources	827,047	12,724	330,440	317,716
TOTAL REVENUES	\$ 131,972,201	\$ 134,140,260	\$ 139,159,240	\$ 5,018,980
EXPENDITURES				
Certificated Salaries	\$ 64,768,182	\$ 64,125,275	\$ 67,033,874	\$ 2,908,599
Classified Salaries	26,706,287	26,084,217	27,575,000	1,490,783
Employee Benefits	28,078,939	27,057,199	27,924,841 #	867,642
Supplies and Materials	2,034,463	2,017,265	2,381,964	364,699
Other Operating Expenses	10,647,926	11,360,947	11,885,842	524,895
Capital Outlay	1,921,516	3,421,505	4,951,437	1,529,932
Other Outgo/Contingency	1,176,061	502,892	5,611,657	5,108,765
TOTAL EXPENDITURES	\$ 135,333,374	\$ 134,569,300	\$ 147,364,615	\$ 12,795,315
REVENUES OVER/(UNDER) EXPENDITURES	\$ (3,361,173)	\$ (429,040)	\$ (8,205,375) **	\$ (7,776,335)

*UNAUDITED

Use of Reserves - Structural Deficit \$2,384,949

Use of Reserves - Campus Spending Plan \$5,032,000

Use of Reserves - Parking Fees \$85,000

Use of Reserves - Unrestricted Lottery \$703,426

** Total Use of Reserves \$8,205,375

Fund 11 – Unrestricted General Fund

Revenues and Expenditures – Fund 12



	2011-12 ACTUAL	2012-13 ACTUAL*	2013-14 PROPOSED	INC./(DEC.) FY14 VS. FY13
REVENUES				
Federal Revenues	\$ 13,377,284	\$ 14,120,044	\$ 16,004,668	\$ 1,884,624
State Revenues	9,771,998	9,534,177	10,611,493	1,077,316
Local Revenues	2,142,938	2,157,969	2,877,464	719,495
Other Financing Sources	-	-	-	-
TOTAL REVENUES	\$ 25,292,220	\$ 25,812,190	\$ 29,493,625	\$ 3,681,435
EXPENDITURES				
Certificated Salaries	\$ 7,673,859	\$ 7,753,805	\$ 8,336,413	\$ 582,608
Classified Salaries	5,907,437	5,902,197	6,637,725	735,528
Employee Benefits	3,586,024	3,367,539	3,780,846	# 413,307
Supplies and Materials	981,783	1,025,992	1,409,085	383,093
Other Operating Expenses	3,516,660	4,043,145	4,800,459	757,314
Capital Outlay	2,128,255	2,437,931	3,096,455	658,524
Other Outgo/Contingency	1,353,648	1,232,664	1,457,642	224,978
TOTAL EXPENDITURES	\$ 25,147,666	\$ 25,763,273	\$ 29,518,625	\$ 3,755,352
REVENUES OVER/(UNDER) EXPENDITURES	\$ 144,554	\$ 48,917	\$ (25,000)	** \$ (73,917)

*UNAUDITED

** Use of Reserves - Restricted Lottery \$25,000

Fund 12 – Restricted General Fund



QUESTIONS