BUDGET Workshop

Board of Trustees Meeting

August 21, 2014

2014-15 Final Budget

	2014-15 Proposed Budget (Gov's Jan. Budget)	2014-15 Revised Budget (Gov's May Revise)	2014-15 Final Budget (Adopted State Budget)
COLA	$48.5m or 0.86% $1.1m SCCCD est^	$47.3 m or 0.85% $1.1m SCCCD est^	$47.3 m or 0.85% $1,124,453 SCCCD
Restoration	$155.2m or 3.0% $3.8m SCCCD est^	$140.4 m or 2.75% $3.5m SCCCD est^	$140.4 m or 2.75% $4.9m SCCCD
Apportionment Deferral Buydown	$235.6m One-Time Funds from 2012-13 & 2013-14 ($356.9m) ($592m to $0) $0 SCCCD est^	Adjustments to prior, current, and budget year deferrals. Net impact no change	Buydown deferrals from $592m to $94m $2.7m estimated SCCCD
Sch. Mtnce one-time funding	$87.5m statewide $1.8m SCCCD est.^	$148m statewide $3.2m SCCCD est^	$148m statewide $3,497,351 one-time funds flexible allocation SCCCD split equally
Instr. Equip. one-time funding	$87.5m statewide $1.8m SCCCD est.^	$0 statewide funding eliminated	
Student Success & Support Programs (Matriculation)	$100m* $100m equity new	No Change from Gov's Jan Budget Match requirements still unknown	$100m SSSP-2:1 Cr/1:1 NonCr Match $3.7m $70m equity-no match, SCCCD Impact unknown

^Estimate based on 2013-14 allocation

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2014-15 Final Budget

	2014-15 Proposed Budget (Gov's Jan. Budget)	2014-15 Revised Budget (Gov's May Revise)	2014-15 Final Budget (Adopted State Budget)
Proposition 39	$39m statewide for energy efficiency & $3m workforce development	(-$1.5m decrease) details currently unknown	$32.7 statewide for energy efficiency projects
	$905,000 SCCCD est.^	SCCCD Impact unknown	$746,614 SCCCD
Adult Education	$25m 2013-14 & 2014-15	No Change from Gov's Jan Budget	No Change from Gov's Jan Budget
State Mandates	$28/FTE Block Grant $725k SCCCD est^	No Change from Gov's Jan Budget $725k SCCCD est^	No Change from Gov's Jan Budget $750k SCCCD
Economic & Workforce Dev		$50.0m SCCCD Impact unknown	
Pension Reform (STRS)		$450m 0.5b to $5b annually 19.3% to 35.7% SCCCD Impact unknown	

^Estimate based on 2013-14 allocation

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Pension Reform - STRS

Fiscal Year	Approved Rate*	Annual Rate Increase	Estimated** Total Cost (in Millions)	Budget Impact (in Millions)
2013-14	8.25%		$4.9	
2014-15	8.88%	0.63%	$5.3	$0.4
2015-16	10.73%	1.85%	$6.4	$1.1
2016-17	12.58%	1.85%	$7.5	$1.1
2017-18	14.43%	1.85%	$8.6	$1.1
2018-19	16.28%	1.85%	$9.7	$1.1
2019-20	18.13%	1.85%	$10.8	$1.1
2020-21	19.10%	0.97%	$11.4	$0.6

*STRS rates have been approved by State Statue
** Based on STRS Payroll FY's 2011-12 & 2012-13 plus
    COLA of 2% for 2013-14 & 0.85% for 2014-15

Pension Reform - PERS

Fiscal Year	Approved Rate*	Annual Rate Increase	Estimated** Total Cost (in Millions)	Budget Impact (in Millions)
2013-14	11.442%		$3.0	
2014-15	11.771%	0.329%	$3.1	$0.1
2015-16	12.600%	0.829%	$3.4	$0.3
2016-17	15.000%	2.400%	$4.0	$0.6
2017-18	16.600%	1.600%	$4.4	$0.4
2018-19	18.200%	1.600%	$4.8	$0.4
2019-20	19.900%	1.700%	$5.3	$0.5
2020-21	20.400%	0.500%	$5.4	$0.1

*PERS rates approved annually, rates after 2014-15 are estimates and can change based on assumptions and investment returns.

**Based on PERS Payroll FY's 2011-12 & 2012-13 plus COLA of 2% for 2013-14 & 0.85% for 2014-15.

Total Pension Reform Impact

Fiscal Year	STRS Increase	PERS Increase	Estimated** Total Cost (in Millions)	Budget Impact (in Millions)
2013-14			$7.9	
2014-15	$0.4	$0.1	$8.4	$0.5
2015-16	$1.1	$0.3	$9.8	$1.4
2016-17	$1.1	$0.6	$11.5	$1.7
2017-18	$1.1	$0.4	$13.0	$1.5
2018-19	$1.1	$0.4	$14.5	$1.5
2019-20	$1.1	$0.5	$16.1	$1.6
2020-21	$0.6	$0.1	$16.8	$0.7

**Based on STRS/PERS Payroll FY's 2011-12 &
2012-13 plus COLA of 2% for 2013-14 & 0.85%
for 2014-15.

2014-15 One-Time Expenditures

150,000	Parking
3,936,612	Campus Reserve Projects*
4,086,612	

*Campus Reserve Projects by Site

2,368,000	FCC
968,612	RC
395,000	MC/OC
205,000	CCCC
3,936,612	

2014-15 Proposed Campus Projects

	FCC	RC	MC/OC	CCCC	Total
Safety					
Security Technologies & Upgrades	135,000			65,000	200,000
Sidewalks, ramps, & handrails	300,000	25,000	60,000		385,000
Bleachers & ADA	900,000				900,000
Fill in Vacant Pool		85,000			85,000
Total Safety	**1,335,000**	**110,000**	**60,000**	**65,000**	**1,570,000**
Scheduled Maintenance					
Painting, Signage, Flooring, & Windows	80,000	120,000	70,000		270,000
Faculty Offices, Classrooms, & Restrooms	51,000		50,000		101,000
Total Scheduled Maintenance	**131,000**	**120,000**	**120,000**	**-**	**371,000**
Instructional Projects					
Buildings	36,500	200,000	15,000		251,500
Equipment	821,500	150,000	40,000	80,000	1,091,500
Program Development & Tutorial Svcs			20,000	30,000	50,000
Total Instructional Projects	**858,000**	**350,000**	**75,000**	**110,000**	**1,393,000**

2014-15 Proposed Campus Projects

	FCC	RC	MC/OC	CCCC	Total
Student Success Initiatives					
Transfer, Advising, & One-Stop Centers		125,000	25,000		150,000
Student Support Initiatives		20,000	5,000		25,000
New Students Outreach				30,000	30,000
Total Student Success Initiatives	**-**	**145,000**	**30,000**	**30,000**	**205,000**
Non-Instructional Equipment					
Herdsman Housing		243,612			243,612
Facilities & Furniture	44,000		110,000		154,000
Total Non-Instructional Equipment	**44,000**	**243,612**	**110,000**	**-**	**397,612**
TOTAL CAMPUS PROJECTS	**2,368,000**	**968,612**	**395,000**	**205,000**	**3,936,612**

2014-15 Resource Allocation Model

	Districtwide/ District Office	Fresno City College	Reedley College	Clovis Community College Center	TOTAL DISTRICT
2014-15 Available Resources to Allocate (Restoration 2.75% / COLA 0.85%)					**$ 143,226,720**
FY 2013-14 BASE ALLOCATION	22,612,291	72,349,042	32,486,806	11,033,710	138,481,849
2014-15 Fixed Costs (Cost Increases/Advances)	480,206	1,806,494	883,105	329,669	3,499,474
Clovis Community College Center Accreditation Staffing	(68,538)			1,313,935	1,245,397
2014-15 MODIFIED Allocation Model	**$ 23,023,959**	**$ 74,155,536**	**$ 33,369,911**	**$ 12,677,314**	**$ 143,226,720**

Clovis Community College Center (CCCC) Advance

Advance Staffing Costs to CCCC:

2014-15	$1.3m
2015-16	$1.3m

2016-17 State Funding to Clovis Community College (CCC)	$2.0m
Less Advance in 2014-15 & 2015-16	$1.3m*
Amount Available to Clovis Community College (CCC)	$0.7m

*Available for Distribution in Resource Allocation Model

QUESTIONS