



**Santiago
Canyon
College**

2015-2016 Adopted Budget Assumptions

Board of Trustees Meeting
August 17, 2015

Adopted Budget Assumptions

- Agreed upon Budget Assumptions used to prepare Adopted Budget
 - Prepared and reviewed separately for Tentative and Adopted Budgets
- Latest revenue and expenditure estimates for Adopted Budget
 - Chancellor's Office "Blue Book" revenue estimates from July 30th budget workshop based on enacted state budget
 - RSCCD year-end closing actual prior year costs and ending balances

Adopted Budget Assumptions Planning Process

- RSCCD Planning Model process
 - Fiscal Resources Committee
 - Reviewed and unanimously recommended to District Council
 - District Council
 - Reviewed and unanimously recommended to Chancellor
 - Also, with participatory input from Planning and Organizational Effectiveness (POE) Committee and Human Resources Committee (HRC)
- Adopted Budget will be presented to the Board of Trustees at the September 14th meeting

Adopted Budget Assumptions

Revenues

- Base allocation increase - \$6,763,458 estimate
 - Unrestricted
 - “to increase base allocation funding in recognition of increased community college operating expenses in the areas of facilities, retirement benefits, professional development, converting part-time faculty to full-time, and other general expenses”
- CDCP Funding Enhancement - \$7,908,849 estimate
 - CDCP per FTES rate now equal with credit rate - \$4,723.59 from \$3,310.71 per FTES
- COLA (cost of living allowance) - \$1,468,618
 - 1.02%
- Growth funding - \$0
 - RSCCD constrained growth rate under new growth formula = 1.47% based on 3.0% growth funding statewide
 - RSCCD not budgeting any growth funding at this time

Adopted Budget Assumptions Revenues

- Full Time Faculty hires - \$1,537,621
 - Program funding to hire 16.19 FTE
 - 3rd Quintile - \$95,000 provided for each FT hire
 - All funds are to be used only on FT and PT faculty
- Reduced state apportionment deficit to 1% - \$847,663
 - From 1.72% to 1%
- Increase in Apprenticeship - \$521,029
- Increase in unrestricted revenues - \$19 million

Adopted Budget Assumptions Expenditures

- Personnel accounts properly budgeted
- Contract accounts (ISA's) properly budgeted
- Utility accounts properly budgeted

- Approximately \$7 million in increased appropriations for these accounts

Chancellor's Office Cautions and Concerns

- “Once in a lifetime funding increase”
- “Proposition 30 is temporary”
- Increasing costs of PERS and STRS
 - Overall effect of increases will be over \$400 million statewide
 - Base allocation increase \$266.7 million statewide to assist with PERS/STRS increases
 - Don't expect anymore
 - Plan ahead
 - Asking districts how we will be preparing for the increased costs of PERS and STRS over next 5 years

Adopted Budget Assumptions

- 2015-2016 Adopted Budget will be presented at the September 14th Board of Trustees meeting for approval
 - More detailed budget presentation to review more on the new state funding