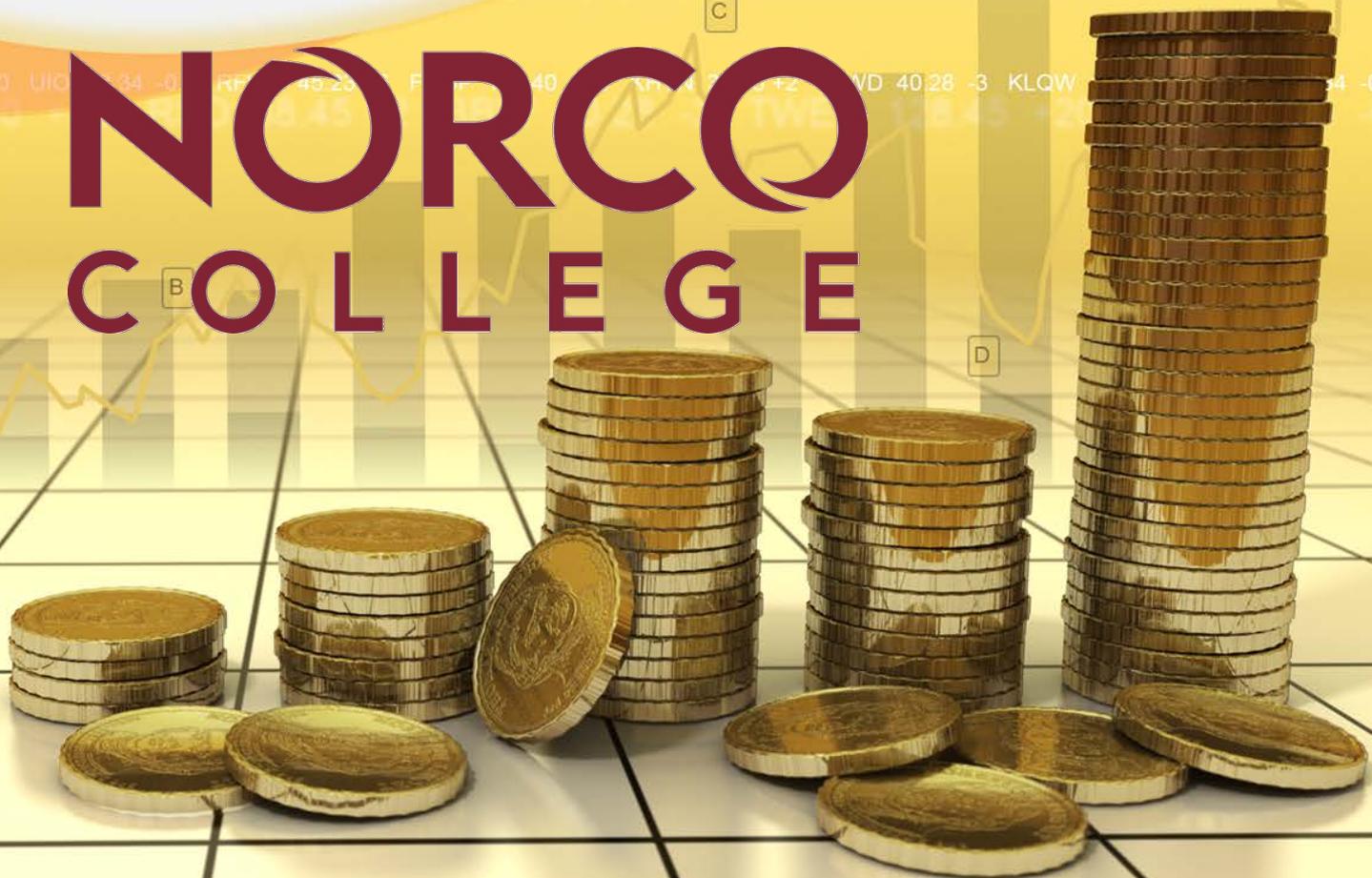


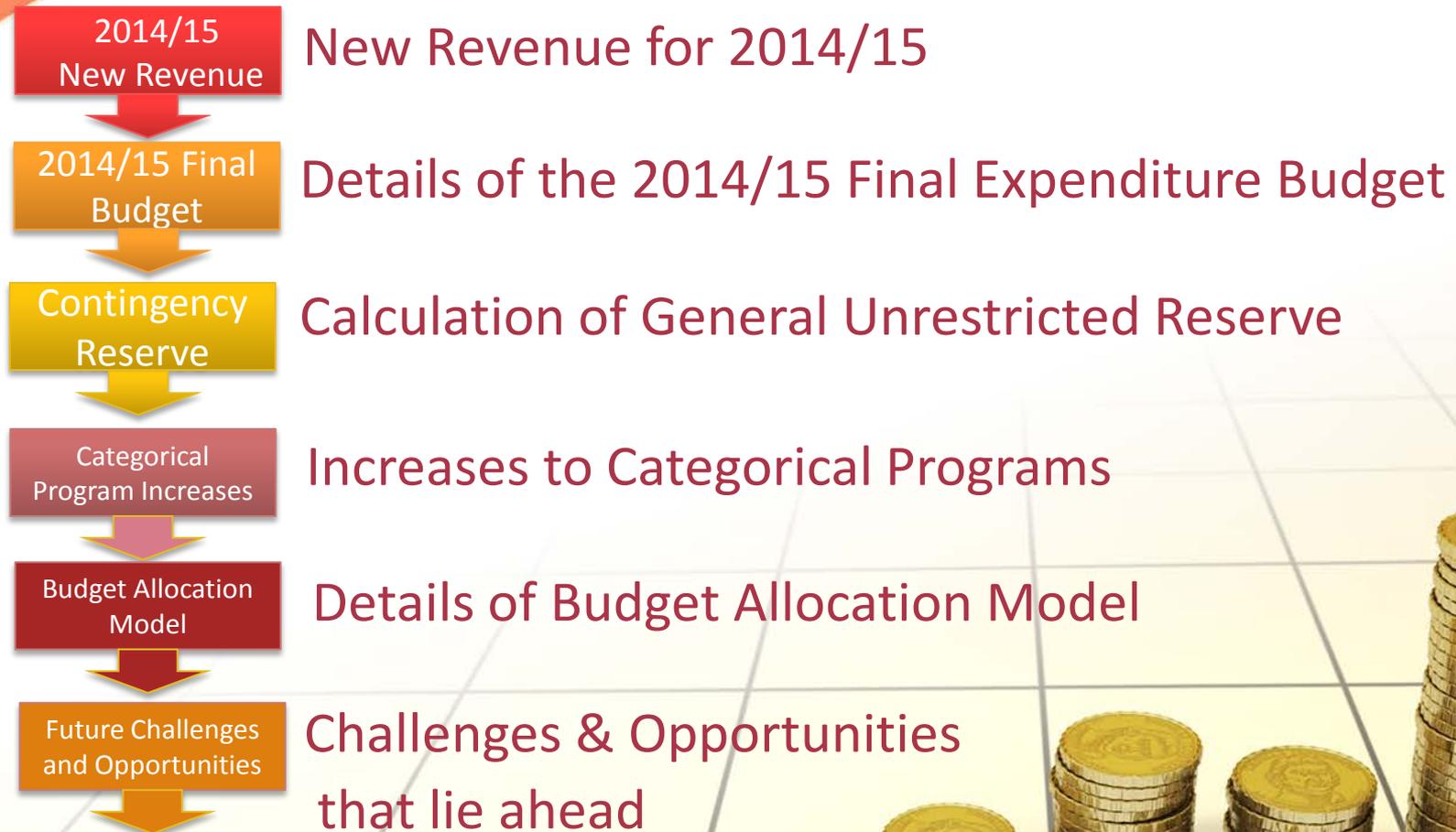
2014-15 Final Budget Presentation

NORCO
COLLEGE



Committee of the Whole
October 2, 2014

Agenda



**RIVERSIDE COMMUNITY COLLEGE DISTRICT
FY 2014-2015 Final Budget**

(In Millions)

FY 2014-2015

Unrestricted Resources - New

	<u>CCC System</u>	<u>RCCD</u>
COLA (.85%)	\$ 47.3	\$ 1.1
Access (2.75%/3.43%)	140.4	4.1
Mandate Block Grant	<u>49.5</u>	<u>1.1</u>
Total	\$237.2	\$ 6.3

Restricted Resources - New

Student Success and Support Program	\$100.0	\$ 2.3
Student Success and Support Program – Equity	70.0	1.6
Career Technical Education	50.0	1.2
Deferred Maintenance (No Match Required)	148.0	3.5
Disabled Students Programs and Service (DSP&S)	<u>30.0</u>	<u>0.7</u>
Total	\$398.0	\$ 9.3

Other

Apportionment Deferral "Buy Down"	\$497.8	\$19.3
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RIVERSIDE COMMUNITY COLLEGE DISTRICT

FY 2014-2015 Final Budget

(In Millions)

Expenditures FY 2014-15

FY 2013-14 Base Expenditure Budget		\$ 144.01
Salary Increase (.85%)	\$ 0.87	
Enrollment Management Increase/Assoc. Faculty/Overload Alignment	2.35	
Budget Allocation Model - Entity Budget Alignment - Norco College	0.25	
Personnel Step/Column/Growth/New/Placement/Classification/Other	1.45	
Net Health Benefits (+5.99%)	0.85	
Off-Year Board of Trustees Election	0.60	
Net General Liability and Property Expense	(0.23)	
STRS Rate Increase (to 8.88%)	0.37	
PERS Rate Increase (to 11.77%)	0.09	
Utilities	0.40	
Contracts and Agreements	<u>0.20</u>	
Total Expenditure Adjustments	7.20	
FY 2014-15 Base Expenditure Budget		<u>\$ 151.21</u>



FY 2014-2015 Contingency Reserve

Unaudited Beginning Balance, July 1	\$ 12.74 M
Net Reduction to Ending Balance	<u>(4.94) M</u>
Contingency Reserve – 4.28% of Unrestricted Funds	\$ 7.80 M

Contingency Reserve at 5.0%

\$ 8.96 M



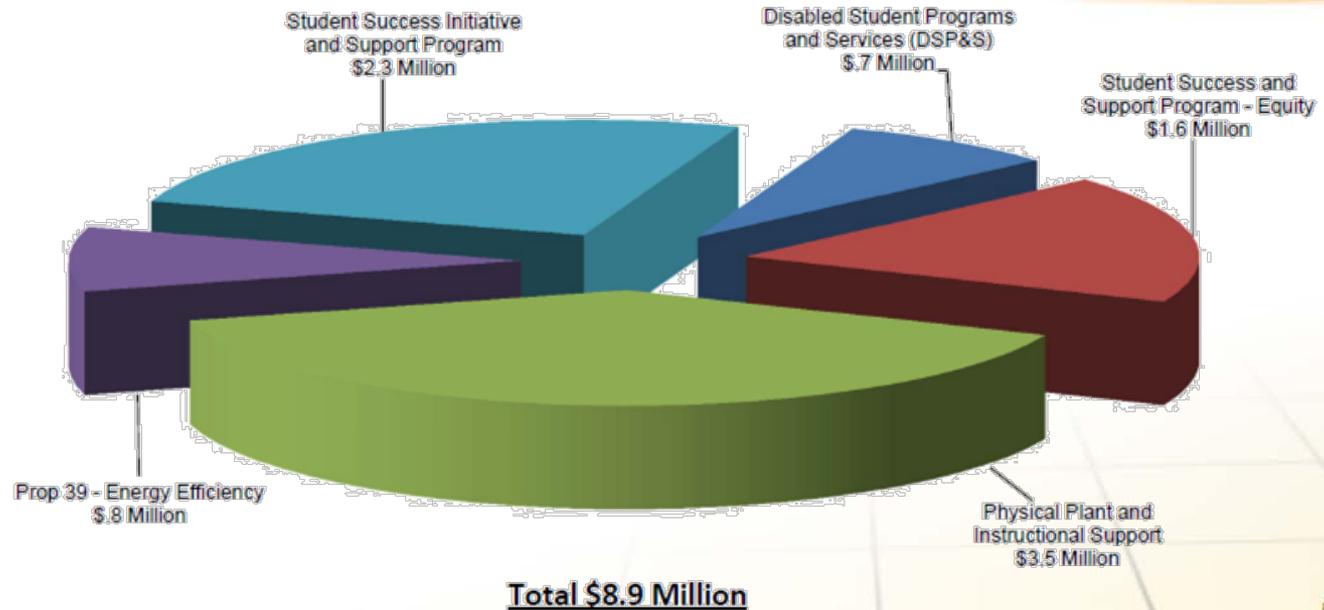
Credit FTES Targets by College

FY 2014-2015

	<u>FY 2014-2015 Credit FTES Targets</u>	<u>Credit FTES %</u>
RCC	14,819.30	53.80%
NC	6,362.94	23.10%
MVC	<u>6,362.94</u>	<u>23.10%</u>
Total	<u>27,545.18</u>	<u>100.00%</u>



Categorical Program Increases



- Disabled Student Programs and Services (DSP&S)
- Student Success and Support Program - Equity
- Physical Plant and Instructional Support
- Prop 39 - Energy Efficiency
- Student Success Initiative and Support Program (SSSP formerly known as Matriculation)

Total \$8.9 Million



Budget Allocation Model

	Total
Contingency Budget from FY 2013-2014	\$ 6,358,532
Apportionment	
Basic Allocation	\$ 10,683,362
Cr FTES (MVC - 5,935.13; NC - 5,935.13; RCC - 13,822.95 (25,693.21))	119,126,422
COLA at .85%	1,107,007
Growth at 3.43% (MVC - 203.80; NC - 203.80; RCC - 474.65 (882.25))	4,125,287
Total Gross Apportionment	\$ 135,042,078
Less, Property Taxes	(28,791,147)
Less, Enrollment Fees	(8,813,935)
Less, Estimated Deficit Factor	(751,397)
Total Net Apportionment	\$ 96,685,599
Total Beginning Balance and Apportionment	\$ 103,044,131
Less, Contingency Reserve (Board Adopted at 4.28% or more)	(7,801,811)
Less, DO Allocation	(3,387,198)
Less, DSS Allocation	(16,993,707)
Less, Outgoing Transfer for Self-Insured Liability (Resource 6100)	-
Less, Outgoing Transfer for CSJCL (Resource 1120)	(110,900)
Less, Outgoing Transfer for DSPS Match and FWS Support	(997,493)
Total Funds for Per Credit FTES Calculation	\$ 73,753,022
Total Target Credit FTES	27,545.18
BAM Funding Rate Per Credit FTES	\$ 2,677.5291

	Total	Moreno Valley	Norco	Riverside	DSS	DO
Total Funding Rate Per Target Credit FTES	\$ 2,677.5291	\$ 2,677.5291	\$ 2,677.5291	\$ 2,677.5291		
Target Credit FTES Target	27,545.18	6,362.94	6,362.94	14,819.30		
Total Allocated Beginning Balance and Apportionment	\$ 73,753,022	\$ 17,036,957	\$ 17,036,957	\$ 39,679,108		
FY 2013-14 Excess (Shortfall) of Budgeted Revenues	1,493,768	579,024	971,335	(56,591)		(40,136)
FY 2013-14 Excess (Shortfall) of Budgeted Expenditures	3,198,754	800,743	431,678	1,966,333	857,450	875,168
Non-Credit FTES	442,474	276,728	-	165,746	-	-
Federal Revenues	188,321	58,738	51,220	78,363	-	-
Other State Revenues	6,772,643	1,564,481	1,564,481	3,643,681	-	-
Local Revenues	41,915,826	9,300,155	9,424,395	23,191,276	264,384	-
Incoming Transfer from Customized Solutions (Resource 1170)	53,283	-	53,283	-	-	-
Incoming Transfer from Bookstore (Resource 1110)	429,923	54,800	240,423	134,700	-	-
Total Available Funds	\$ 128,248,014	\$ 29,671,626	\$ 29,773,772	\$ 68,802,616	\$ 1,121,834	\$ 835,032
Base Expenditures for FY 2014-2015						
FY 2014-2015	(128,248,014)	(30,676,951)	(26,228,136)	(71,342,927)	(18,115,541)	(4,222,230)
Budget (Shortfall) or Excess	\$ (0)	\$ (1,005,325)	\$ 3,545,636	\$ (2,540,311)	\$ (16,993,707)	\$ (3,387,198)



Budget Allocation Model (cont'd)

Base Expenditures for FY 2014-2015	Total				DSS	DO	Total DO/DSS
	Colleges	Moreno Valley	Norco	Riverside			
FY 2013-2014 Base Expenditure Budget	\$ 120,738,051	\$ 29,079,540	\$ 23,946,149	67,712,362	\$ 17,330,059	\$ 3,543,772	\$ 20,873,831
Position Step and Column Adjustments	610,773	149,682	153,251	307,840	52,155	707	52,862
Salary Increases (.85%)	777,450	190,306	158,531	428,613	86,875	13,700	100,575
Health/Dental/Life Insurance	675,193	137,267	123,771	414,155	103,112	69,940	173,052
Fixed Charges (STRS, PERS, FICA, MC, UI, WC, GL)	430,166	105,850	86,721	237,595	31,757	8,130	39,887
Growth/Placement/New/Reclassifications	556,391	73,699	118,333	364,359	105,362	117,032	222,394
General Liability and Property Expense	1,122,414	271,517	225,851	625,046	120,120	24,580	144,700
Enrollment Management/Budget Alignment Associate Faculty/Overload	2,350,000	542,850	542,850	1,264,300	-	-	-
Special Revenue Set-Aside/Budget Adjustments	292,304	34,151	324,281	(66,128)	249,720	(160,631)	89,089
Barnes and Noble Signing Bonus Usage	(112,975)	(12,679)	(974)	(99,322)	-	-	-
Contracts/Agreements/Licenses	170,520	41,060	33,820	95,640	24,480	5,000	29,480
Utilities Holding Account	387,727	63,708	265,552	58,467	11,901	-	11,901
Off-Year Board of Trustees Election	-	-	-	-	-	600,000	600,000
BAM Equilibrium Adjustment	250,000	-	250,000	-	-	-	-
Base Expenditure Budget FY 2014-2015	\$ 128,248,014	\$ 30,676,951	\$ 26,228,136	71,342,927	\$ 18,115,541	\$ 4,222,230	\$ 22,337,771
% of Base Budget	85.17%	20.37%	17.42%	47.38%	12.03%	2.80%	14.83%
\$ Increase (Decrease) to PY Base Budget	7,509,963	\$ 1,597,411	\$ 2,281,987	3,630,565	\$ 785,482	\$ 678,458	\$ 1,463,940
% Increase/-Decrease to PY Base Budget	6.22%	5.49%	9.53%	5.36%	4.53%	19.15%	7.01%



Future Challenges and Opportunities

- Expiring Sales Tax and personal Income Tax Rates under Proposition 30 Beginning in 2016
- Multi-year Rate Increases for STRS and PERS
- New Apportionment Growth Formula
- Impact of Affordable Care Act on District Health Costs
- Accreditation Recommendations
 - Total Cost of Ownership
 - Technology Plan
 - Other Post Employees Benefits – Retiree Health Benefits
- Expiring Bargaining Unit Agreements
- New Facilities Coming Online
- “Great Recession” Obligations – La Sierra Fund
- Repayment and Golden Handshake Payments





Questions?

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COLLEGE

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