

# Budget Update

Institutional Strategic  
Planning Council

September 16, 2015

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Business Services*

**NORCO**  
COLLEGE

# Topics - Agenda

- Revenues
- FTES Projections
- Challenges
- Fund Balance
- Budget Allocation Model (BAM)

# RIVERSIDE COMMUNITY COLLEGE DISTRICT FY 2015-2016 Final Budget

<b><u>Restricted Revenues</u></b>	<b><u>CCC System</u></b>	<b><u>RCCD</u></b>
Student Success and Student Equity	\$185.0	\$ 4.6
EOPS	33.7	0.8
COLA for Categorical Programs	2.5	0.1
Deferred Maintenance and Instructional Equipment	148.0	3.6
Proposition 39 - Energy Revenues	<u>38.7</u>	<u>0.8</u>
<b>Total Restricted Revenues</b>	<b><u>\$407.9</u></b>	<b><u>\$ 9.9</u></b>

## **Other**

Basic Skills and Student Outcomes Transformation & Pilot Programs	\$ 70.0
Adult Education	500.0
Apprenticeship	29.1
Apportionment Deferral Elimination	94.5
Enhanced Non-Credit Rate Equalization	<u>49.0</u>
<b>Total Other</b>	<b><u>\$742.6</u></b>

# RIVERSIDE COMMUNITY COLLEGE DISTRICT FY 2015-2016 Final Budget

<b><u>Unrestricted Revenues</u></b>	<b><u>CCC System</u></b>	<b><u>RCCD</u></b>
Growth/Access (3.0%/3.88%)	\$156.5	\$ 4.9
COLA (1.02%)	61.0	1.4
General Operating Base Increase	266.7	6.7
Full-Time Faculty Hiring	<u>62.3</u>	<u>1.5</u>
<b>Total Unrestricted Ongoing Revenues</b>	<b><u>\$546.5</u></b>	<b><u>\$14.5</u></b>
<b><u>Unrestricted One-Time Revenues</u></b>		
State Mandate Block Grant	<u>\$632.0</u>	<u>\$15.3</u>
<b>Total Unrestricted Revenues</b>	<b><u>\$1,178.5</u></b>	<b><u>\$29.8</u></b>

# RIVERSIDE COMMUNITY COLLEGE DISTRICT FY 2015-2016 Final Budget

## **FY 2014-15 Credit FTES Projects**

Base FTES	25,652.36
Growth/Access at P2 (Planned 882.24 at 3.43%; Actual 5.47%)	1,404.09
Total Funded FTES	27,056.45
Actual FTES at P3	27,503.17
Total Unfunded FTES (446.72)	
Unfunded FTES %1.65%	

# RIVERSIDE COMMUNITY COLLEGE DISTRICT FY 2015-2016 Final Budget

## **FY 2015-16 Credit FTES Projects**

Base FTES	27,056.45
Growth/Access (System 3.0%; RCCD 3.88%)*	1,029.78
Total Funded FTES	28,086.23
Unfunded FTES (1.35%)	379.41
FTES Ceiling	28,465.64
FY 2014-15 Actual FTES at P3	27,503.17
FTES Needed to Achieve FY 2015-16 Ceiling (3.50%)	962.47
FTES Needed to Achieve FY 2015-16 Funded FTES (2.08%)	583.06

# RIVERSIDE COMMUNITY COLLEGE DISTRICT FY 2015-2016 Final Budget

## **FY 2015-2016 Credit**

	<b>Credit FTES</b>	<b>FTE Targets%</b>
<b>RCC</b>	15,314.52	53.80%
<b>NC</b>	6,575.56	23.10%
<b>MVC</b>	6,575.56	23.10%
<b>Total</b>	28,465.64	100.00%

- Expiring Sales Tax and personal Income Tax Rates under Proposition 30 Beginning in 2016
- Multi-year Rate Increases for STRS and PERS
- Double Digit Rate Increases to the District Health Costs Impact of Affordable Care Act
- Rising 65+ Retiree Health Care Costs –Increasing District Subsidy
- Increasing Claims, including \$100,000+ Claims
  
- New Facilities Coming Online
- “Great Recession” Obligations –La Sierra Fund Repayment

# RIVERSIDE COMMUNITY COLLEGE DISTRICT FY 2015-2016 Final Budget

## Budget Allocation Model - Final Budget

<u>Total</u>							
<b>Contingency Budget from FY 2014-2015</b>	<b>\$ 7,801,811</b>						
<b>Apportionment</b>							
Basic Allocation	\$ 10,774,172						
Cr FTES (MVC - 6,250.04; NC - 6,250.04; RCC - 14,556.37 (27,056.45))	126,513,315						
COLA at 1.02%	1,404,189						
Full-Time Faculty Hiring	1,487,154						
Base Increase	6,693,612						
Growth at 3.88% (MVC - 237.88; NC - 237.88; RCC - 554.02 (1,029.78))	4,864,305						
<b>Total Gross Apportionment</b>	<b>\$ 151,736,747</b>						
Less, Property Taxes	(34,003,620)						
Less, Enrollment Fees	(8,837,384)						
Less, Estimated Deficit Factor (.0093)	(1,415,718)						
<b>Total Net Apportionment</b>	<b>\$ 107,480,025</b>						
<b>Total Beginning Balance and Apportionment</b>	<b>\$ 115,281,836</b>						
Less, Contingency Reserve (Board Policy at 5.00% or more)	(10,447,116)						
Less, DO Allocation	(4,062,065)						
Less, DSS Allocation	(17,417,248)						
Less, Outgoing Transfer for CSJCL (Resource 1120)	(159,847)						
Less, Outgoing Transfer for DSPS Match, FWS Support and Veterans Educ	(1,008,341)						
<b>Total Funds for Per Credit FTES Calculation</b>	<b>\$ 82,187,219</b>						
<b>Target Credit FTES Target</b>	<b>28,465.64</b>						
<b>Total Funding Rate Per Target Credit FTES</b>	<b>\$ 2,887.2430</b>						
		<b>Moreno Valley</b>	<b>Norco</b>	<b>Riverside</b>	<b>DSS</b>	<b>DO</b>	
Total Funding Rate Per Target Credit FTES (Adjusted per Entity)	\$ 2,887.2430	\$ 2,955.9167	\$ 2,419.4720	\$ 3,056.4384			
Target Credit FTES Target	28,465.64	6,575.56	6,575.56	15,314.52			
<b>Total Funds for Per Credit FTES Calculation</b>	<b>\$ 82,187,219</b>	<b>\$ 19,444,465</b>	<b>\$ 15,917,039</b>	<b>\$ 46,825,715</b>			
FY 2014-15 Excess (Shortfall) of Budgeted Revenues	2,686,307	181,246	1,197,195	1,307,866	309,209	-	
FY 2014-15 Excess (Shortfall) of Budgeted Expenditures	2,289,431	670,609	537,789	1,081,033	1,330,703	250,481	
Non-Credit FTES	392,662	222,590	-	170,072	-	-	
Federal Revenues	188,246	59,867	50,016	78,363	-	-	
Other State Revenues	7,056,813	1,503,997	2,049,997	3,502,819	-	15,004,000	
Local Revenues	46,712,128	10,195,150	10,539,264	25,977,714	131,637	-	
Incoming Transfer from Customized Solutions (Resource 1170)	56,714	-	56,714	-	-	-	
Incoming Transfer from Bookstore (Resource 1110)	612,035	68,757	340,801	202,477	-	-	
<b>Total Available Funds</b>	<b>\$ 142,181,555</b>	<b>\$ 32,346,681</b>	<b>\$ 30,688,815</b>	<b>\$ 79,146,059</b>	<b>\$ 1,771,549</b>	<b>\$ 15,254,481</b>	
<b>Base Expenditures for FY 2015-2016</b>							
FY 2015-2016	(142,181,554)	(33,744,773)	(30,456,424)	(77,980,357)	(19,188,797)	(19,316,546)	
<b>Budget (Shortfall) or Excess</b>	<b>\$ 0</b>	<b>\$ (1,398,092)</b>	<b>\$ 232,391</b>	<b>\$ 1,165,702</b>	<b>\$ (17,417,248)</b>	<b>\$ (4,062,065)</b>	

# RCCD Reserve History



Fiscal Year	BUDGET		ACTUAL	
	Adopted Contingency Balance	% of Available Funds	Ending Fund Balance	% of Available Funds
2014-15*	7,801,811	4.28%	14,667,941	9.15%
2013-14	6,358,532	4.23%	12,743,536	7.65%
2012-13	4,560,030	3.23%	11,407,409	7.95%
2011-12	5,840,447	3.94%	6,805,919	4.73%
2010-11	8,729,056	5.60%	13,217,249	8.48%
2009-10	8,391,878	5.50%	11,253,316	7.22%
2008-09	12,566,801	7.68%	13,903,627	8.74%
2007-08	9,423,484	6.14%	19,259,076	12.37%

# Questions

