



# Budget Update

INSTITUTIONAL STRATEGIC PLANNING  
COUNCIL (ISPC)

September 21, 2016

*BETH GOMEZ, VICE PRESIDENT  
BUSINESS SERVICES*

**NORCO**  
COLLEGE

# Topics - Agenda

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

**RIVERSIDE COMMUNITY COLLEGE DISTRICT**  
**FY 2016-2017 Final Budget**  
*(In Millions)*



	<u>RCCD</u>	<u>NC</u> (Est. 23%)
<b><u>FY 2016-17 Ongoing Revenue Budget</u></b>		
Beginning Ongoing Revenue Budget	\$161.97	\$37.25
FY 2015-16 Apportionment Increase	3.98	.92
<u>FY 2016-17 Apportionment:</u>		
COLA (0%)	--	--
Access (2.92%)	4.19	.96
Deficit (.50%)	(0.80)	(.18)
General Operating Base Increase	1.97	.45
RDA Revenue Deferral Reversed	1.13	.26
Other	<u>0.32</u>	<u>.07</u>
Total Ongoing Revenue Budget Adj.	<u>\$10.79</u>	<u>\$ 2.48</u>
Total Ongoing Revenue Budget	<u>\$172.76</u>	<u>\$39.73</u>

RIVERSIDE COMMUNITY COLLEGE DISTRICT  
FY 2016-2017 Final Budget  
(In Millions)



<u>Restricted Revenues</u>	<u>CCC System</u>
Deferred Maintenance and Instructional Equipment	\$184.6
Proposition 39 - Energy Revenues	<u>49.2</u>
<b>Total Restricted Revenues</b>	<b><u>\$233.8</u></b>
<u>Other</u>	
Academic Senate	\$ .3
Strong Workforce Program	200.0
Career Technical Ed. Pathways (SB1070)	48.0
Basic Skills Program	30.0
Cal Grant B and C	2.2
Innovation Awards	25.0
Zero-Textbook-Cost Degrees	5.0
Institutional Eff. - Implementing Statewide Performance Strategies	10.0

RIVERSIDE COMMUNITY COLLEGE DISTRICT  
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<u>Other (continued)</u>	<u>CCC System</u>
Data Security – Tele. & Technology	
Infrastructure Program	15.0
Apprenticeship Program	1.8
Adult Education Block Grant Support	5.0
Online Education Course Exchange	20.0
CalWORKS	8.7
Part-Time Faculty Office Hours	3.7
Puente Program	2.4
Early Childhood Education Apprenticeship	
Pilot Program	1.4
California Promise Program	15.0
"I Can Afford College" Program	2.5
Equal Employment Opportunity Program	<u>2.0</u>
<b>Total Other</b>	<b><u>\$398.0</u></b>

RIVERSIDE COMMUNITY COLLEGE DISTRICT  
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<u>Unrestricted Ongoing Revenues</u>	<u>CCC System</u>	<u>RCCD</u>	<u>NC</u> (Est. 23%)
Growth/Access (2.0%/2.92%)	\$114.7	\$ 4.2	\$.97
COLA (0%)	---	---	---
General Operating Base Increase	<u>75.0</u>	<u>2.0</u>	<u>.46</u>
<b>Total Unrestricted Ongoing Revenues</b>	<b><u>\$189.7</u></b>	<b><u>\$6.2</u></b>	<b><u>\$1.43</u></b>
<u>Unrestricted One-Time Revenues</u>			
State Mandate Block Grant	<u>\$105.5</u>	<u>\$2.6</u>	<u>\$.60</u>
<b>Total Unrestricted Revenues</b>	<b><u>\$295.2</u></b>	<b><u>\$8.8</u></b>	<b><u>\$2.03</u></b>

# RIVERSIDE COMMUNITY COLLEGE DISTRICT

## FY 2016-2017 Final Budget



### FY 2016-17 Credit FTES Projects

Base FTES	28,599.64
Growth/Access (System 2.0%; RCCD 2.92%)	835.11
Total Funded FTES	29,434.75
Unfunded FTES (.49%)	<u>144.14</u>
FTES Target	<u><u>29,578.89</u></u>

### FTES Production for FY 2016-17

Growth	835.11
Unfunded	144.14
Summer 2016 Rolled to FY 2015-16	<u>440.56</u>
	<u><u>1,419.81</u></u>

# RIVERSIDE COMMUNITY COLLEGE DISTRICT

## FY 2016-2017 Final Budget



	<b>FY 2016-2017</b>	<b>Credit</b>
	<b><u>Credit FTES</u></b>	<b><u>FTES Targets %</u></b>
<b>RCC</b>	15,913.45	53.80%
<b>NC</b>	6,832.72	23.10%
<b>MVC</b>	<u>6,832.72</u>	<u>23.10%</u>
<b>Total</b>	<u><u>29,578.89</u></u>	<u><u>100.00%</u></u>

RIVERSIDE COMMUNITY COLLEGE DISTRICT  
FY 2016-2017 Final Budget

# Challenge and Opportunities

- ▶ Expiring Sales Tax and personal Income Tax Rates under Proposition 30
- ▶ 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 For PPO Plan
  - ❑ Increasing in the number of employees choosing PPO Plan
  - ❑ Retirement Incentive Retirees Obligation

# RIVERSIDE COMMUNITY COLLEGE DISTRICT

## FY 2016-2017 Final Budget

**Contingency Budget from FY 2015-2016** \$ 10,447,116

**Apportionment**

Basic Allocation	\$ 11,404,097
Cr FTES (MVC - 6,606.52; NC - 6,606.52; RCC - 15,386.60 (28,599.64))	143,044,800
COLA at 0.00%	-
Full-Time Faculty Hiring	-
Base Increase + FT Faculty and FON Base Adjustments	1,973,534
Growth at 2.92% (MVC - 226.20; NC - 226.20; RCC - 526.85 (686.39))	4,179,099
<b>Total Gross Apportionment</b>	<u>\$ 160,601,530</u>
Plus, RDA PY Apportionment Deferral Reversal	1,126,438
Less, Property Taxes	(38,734,367)
Less, Enrollment Fees	(8,428,741)
Less, Estimated Deficit Factor (.0050)	(804,290)
<b>Total Net Apportionment</b>	<u>\$ 113,760,570</u>

**Total Beginning Balance and Apportionment** \$ 124,207,686

Less, Contingency Reserve (Board Policy at 5.00% or more)	(11,987,323)
Less, DO Allocation	(2,306,700)
Less, DSS Allocation	(18,268,001)
Less, Outgoing Transfer for CSJCL (Resource 1120)	(168,706)
Less, Outgoing Transfer for DSPS Match, FWS Support and Veterans Educ	(1,032,605)

**Total Funds for Per Credit FTES Calculation** \$ 90,444,351

**Target Credit FTES Target** 29,578.89

**Total Funding Rate Per Target Credit FTES** \$ 3,057.7331

Total Funding Rate Per Target Credit FTES (Adjusted per Entity)  
Target Credit FTES Target

**Total Funds for Per Credit FTES Calculation**

	<u>Moreno Valley</u>	<u>Norco</u>	<u>Riverside</u>	<u>DSS</u>	<u>DO</u>
Total Funding Rate Per Target Credit FTES (Adjusted per Entity)	\$ 3,057.7331	\$ 3,135.5642	\$ 2,586.2446	\$ 3,225.4443	
Target Credit FTES Target	29,578.89	6,832.72	6,832.72	15,913.45	
<b>Total Funds for Per Credit FTES Calculation</b>	<b>\$ 90,444,351</b>	<b>\$ 21,429,385</b>	<b>\$ 17,675,170</b>	<b>\$ 51,339,796</b>	
FY 2015-16 Excess (Shortfall) of Budgeted Revenues	7,255,349	1,306,561	1,928,568	4,020,220	457,779
FY 2015-16 Excess (Shortfall) of Budgeted Expenditures	477,568	107,395	815,664	(445,491)	- 17,879,372
Non-Credit FTES	256,438	21,545	-	234,893	-
Federal Revenues	196,606	59,867	50,016	86,723	-
Other State Revenues	6,955,508	1,495,429	1,977,218	3,482,861	2,618,622
Local Revenues	51,459,593	11,197,997	11,512,922	28,748,674	135,277
Incoming Transfer from Bookstore (Resource 1110)	1,051,333	135,035	590,796	325,502	-
<b>Total Available Funds</b>	<b>\$ 158,096,748</b>	<b>\$ 35,753,214</b>	<b>\$ 34,550,354</b>	<b>\$ 87,793,178</b>	<b>\$ 3,211,678</b>
<b>Base Expenditures for FY 2016-2017</b>					<b>\$ 17,879,372</b>
FY 2016-2017	(158,096,746)	(36,479,228)	(34,485,536)	(87,131,982)	(21,479,679)
<b>Budget (Shortfall) or Excess</b>	<b>\$ -</b>	<b>\$ (726,014)</b>	<b>\$ 64,818</b>	<b>\$ 661,196</b>	<b>\$ (18,268,001)</b>

# RCCD Reserve History

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**RIVERSIDE COMMUNITY COLLEGE DISTRICT**  
**FY 2016-2017 Final Budget**  
**Contingency History**

<b>FY</b>	<b>Adopted Contingency Balance</b>	<b>% of Available Funds</b>	<b>Ending Fund Balance</b>	<b>% of Available Funds</b>
2015-16*	\$ 10,447,116	5.45%	\$ 36,517,185**	17.97%
2014-15	\$ 7,801,811	4.28%	\$ 14,667,967	8.69%
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%

\*Estimate

\*\*Includes \$15 million of one-time State Mandate Block Grant funds set-aside for future years as a hedge against increasing costs such as PERS, STRS, health insurance, Bargaining Unit Contract increases, retirement incentive costs and revenue reductions. Without the one-time funds, the ending fund balance would be \$21,513,185 (10.51%).



# Questions

