



GROSSMONT-CUYAMACA
COMMUNITY COLLEGE DISTRICT

2016-2017
Adoption Budget
Workshop
September 6, 2016

Linking Strategic Planning to Budget

GCCCD 2016-2022 Mission, Vision, Goals

➤ **District Mission**

Provide outstanding diverse learning opportunities that prepare students to meet community needs, promotes a global responsibility, and fosters opportunities for all.

➤ **District Vision**

- Student Success, Equity, and Access
- Workforce and Economic Development
- Organizational Strength

➤ **Districtwide Goals**

- Create streamlined, student-centered pathways to educational goal completion.
- Close achievements gaps by engaging individual students with diverse needs and removing structural barriers to their success.
- Cultivate a student-centered culture of excellence, trust, stewardship, and service.

Adoption Budget Workshop

- ❖ Today's PowerPoint
- ❖ AB Workshop Edition booklet
- ❖ Additional Details - [available on intranet](#)

California Community Colleges

- ❖ Cost-of-Living Adjustment (COLA)
 - \$0.00 M
 - 0.00%

- ❖ Increased Access
 - \$114.7 M
 - State 2% overall growth
 - GCCCD allocated growth of 1.735% from State 2% growth

- ❖ Categorical Program Increases:
 - \$213 M for Student Success and Support Program
 - \$110 M for Student Equity Plans
 - \$30 M for Basic Skills
 - \$200 M for Strong Workforce Program

California Community Colleges

- ❖ \$184 M for Physical Plant and Instructional Support Program – one time
- ❖ \$49.2 M for Prop 39 – Energy Projects
- ❖ \$25 M to fund Innovation Awards related to innovative practices

2016-2017 State Budget for Community Colleges Changes Comparison

Description (amounts in 000s)	2014-15 State Approved Budget	2015-16 State Approved Budget	2016-17 State Approved Budget
<u>Unrestricted General Fund</u>			
Cost-of-living adjustment (COLA)	.85%	1.02%	0.00%
Increased Access/ Workload Restoration	2.75%	3%	2% overall State goal; GCCCD allocation = 1.735%

2016-2017 State Budget for Community Colleges Changes Comparison

Description (amounts in 000s)	2014-15 State Approved Budget	2015-16 State Approved Budget	2016-17 State Approved Budget
<u>Restricted General Fund</u>			
Student Success and Support Program	\$199.2 M	\$266 M	\$213 M
Student Equity Allocation	\$70 M	\$137 M	\$110 M

2016-2017

Grossmont-Cuyamaca CCD

Description	2014-15 State Approved Budget	2015-16 State Approved Budget	2016-17 State Approved Budget
<u>Unrestricted General Fund</u>			
Cost-of-living adjustment (COLA)	\$750 K .85%	\$958 K 1.02%	\$0 K 0.00%
Increased Access/ Workload Restoration	\$2.8 M 3.4%	\$2.6 M 3.0%	\$1.6 M 1.7%

2016-2017

Grossmont-Cuyamaca CCD

Description	2014-15 State Approved Budget	2015-16 State Approved Budget	2016-17 State Approved Budget
<u>Restricted General Fund</u>			
Student Success and Support Program (SSSP) (Match required 1:1)	\$3.1 M	\$4.4 M	\$3.4 M
Student Equity Allocation (SEP) (No match required)	\$1.0 M	\$1.0 M	\$1.7 M

2015-2016

Grossmont-Cuyamaca CCD

Description	2014-15 State Approved Budget	2015-16 State Approved Budget	2016-17 State Approved Budget
<u>Restricted Funds</u>			
Physical Plant and Instructional Support Program	\$2.36 M	\$2.36 M	\$3.02 M
Prop. 39 – Energy Projects	\$503 K	\$521 K	\$797k

2016-2017

Physical Plant & Instructional Support

One Time Fund

❖ Physical Plant

- \$1,510,297
 - Grossmont
 - Replace fan coils
 - Replace running track surface
 - Cuyamaca
 - HVAC replacement
 - Drought tolerant landscaping

❖ Instructional Support

- \$1,510,296
 - Grossmont \$1,029,418
 - Cuyamaca \$480,878

❖ Total = \$3,020,593

GCCCD Adoption Budget

Total Budget \$

	<u>2016-17 TB</u>	<u>2016-17 AB</u>
<u>General Fund:</u>		
Unrestricted Fund	\$124.8 M	\$129.7 M
Restricted Fund	<u>54.5 M</u>	<u>64.7 M</u>
Total General	<u><u>\$179.3 M</u></u>	<u><u>\$194.4 M</u></u>

Unrestricted General Fund Summary

Beginning Balance	\$ 14,363,350
Revenue	112,626,403
One-Time Prior Year Funds	2,758,839
Total Funds Available	<u>\$ 129,748,592</u>
Less Contingency Reserve	(7,344,260)
Total Formula Allocation	<u><u>\$ 122,404,332</u></u>

Summary of Beginning Balance

Unrestricted General Fund

❖ 6/30/16 ending balance becomes the 7/1/16 beginning balance

❖ Ending Balance at 6/30/15 \$14.3 M

❖ Less:

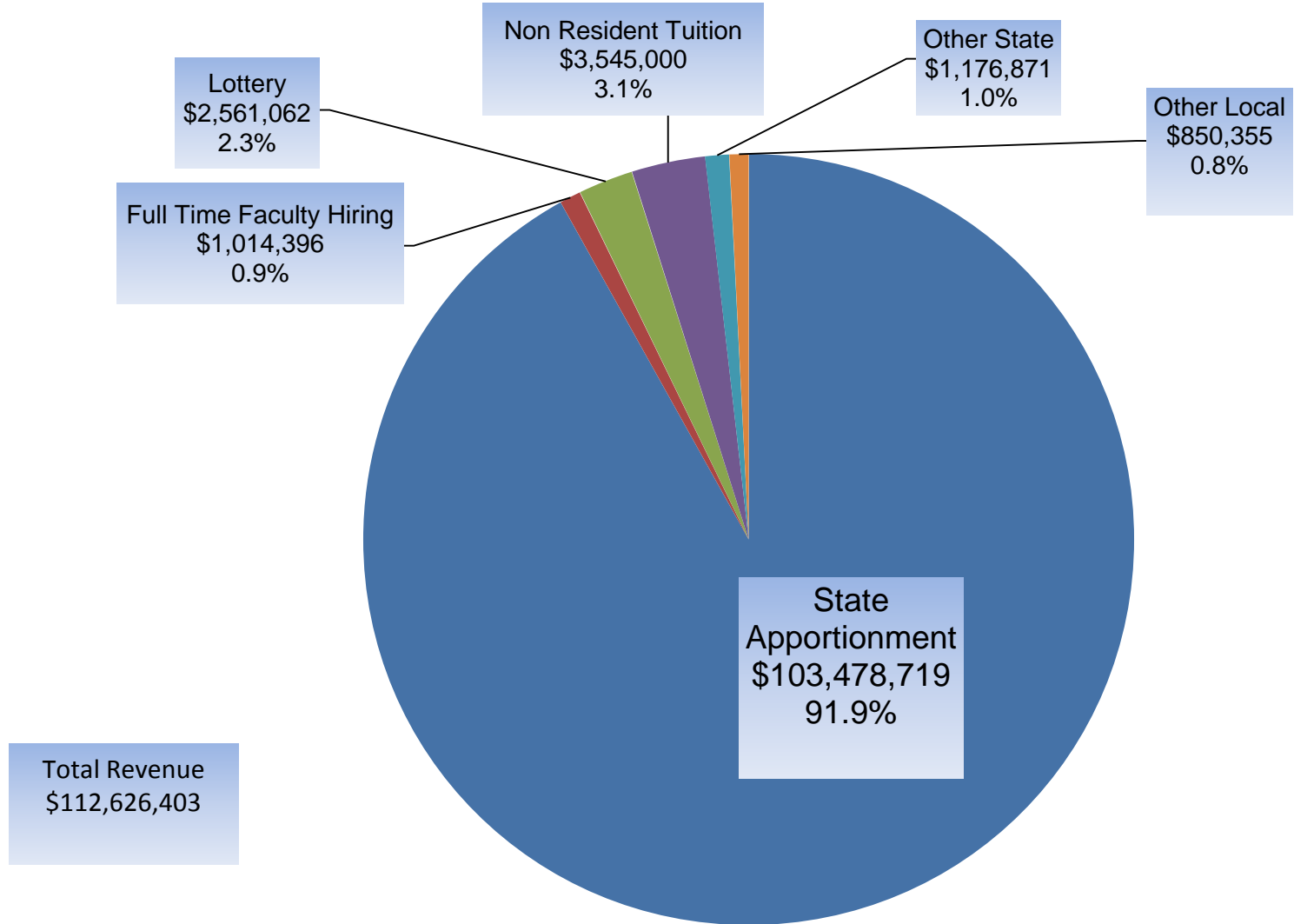
▪ Contingency Reserve - 6.5 M

▪ Purchase Orders - 1.8 M

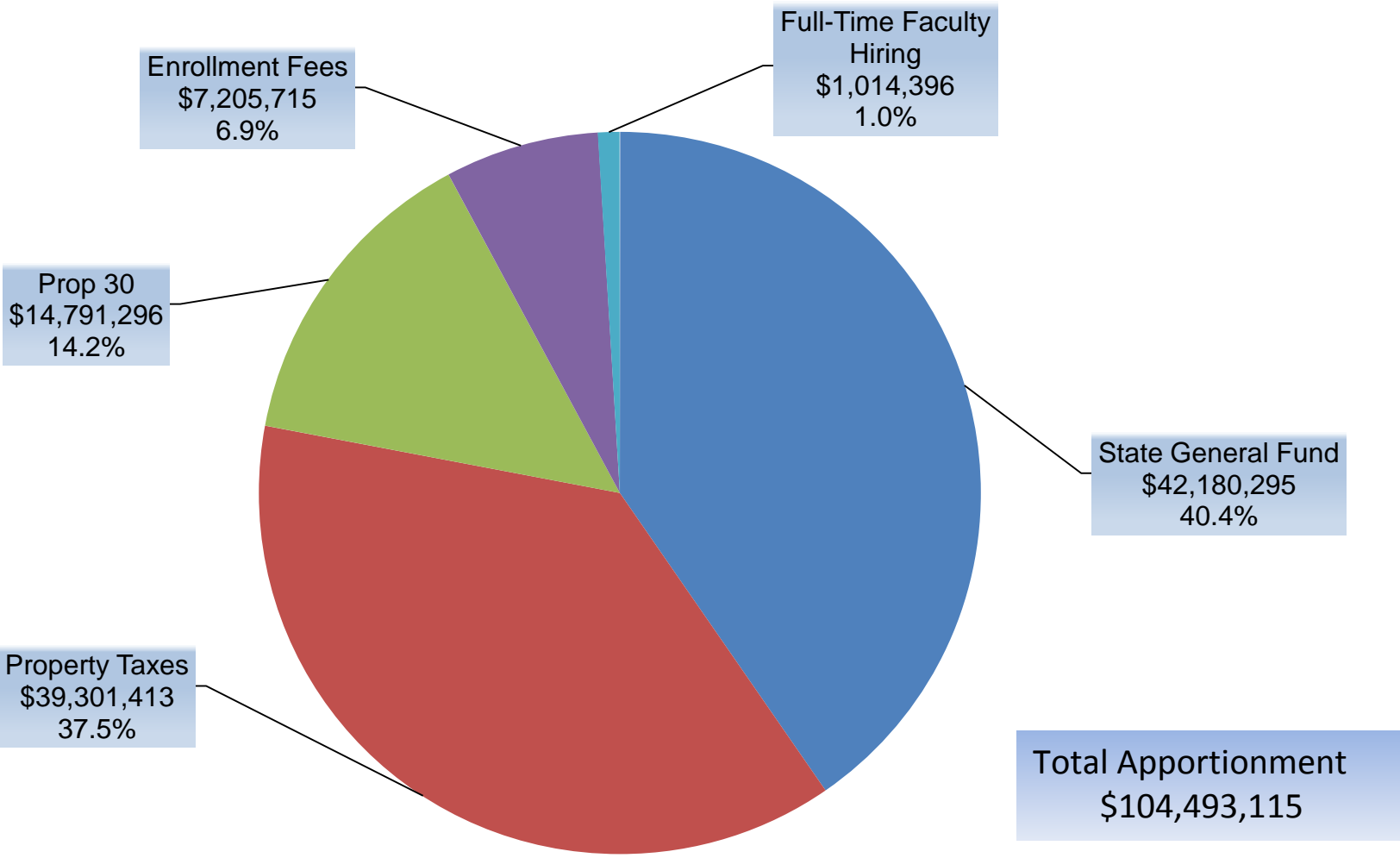
(carried to next fiscal year)

❖ Ending Balance after Commitments \$ 6.0 M

Unrestricted General Fund AB Revenue- Page 6

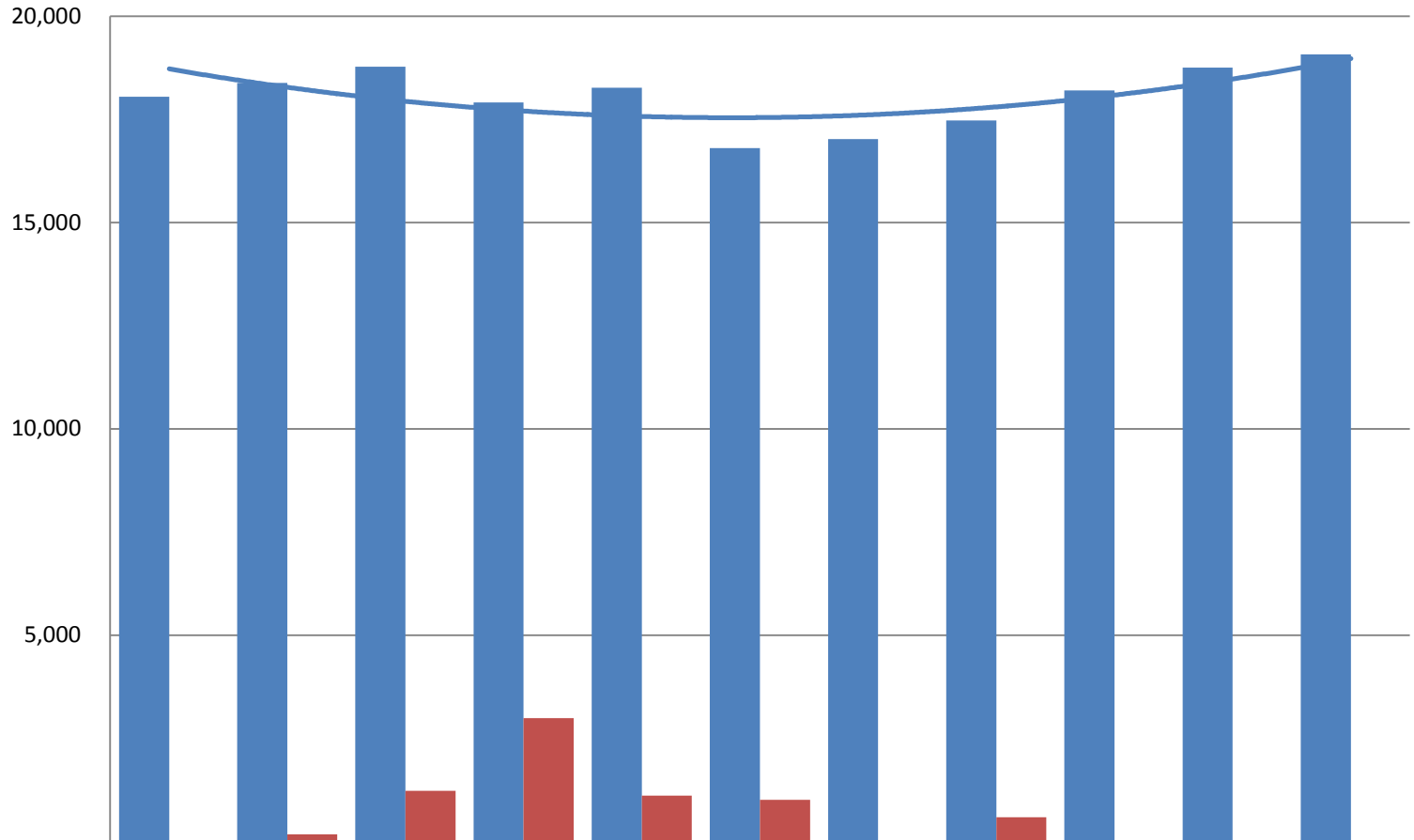


Unrestricted General Fund State Apportionment Revenue



FTES History & Projections

Resident FTES History & Projections



■ Funded (CAP)	18,049	18,382	18,775	17,908	18,268	16,804	17,021	17,474	18,197	18,750	19,075
■ Unfunded (Above CAP)	-	176	1,232	2,989	1,116	1,015	-	586	-	-	-

2016/2017 FTES Growth Scenario

College Growth Targets

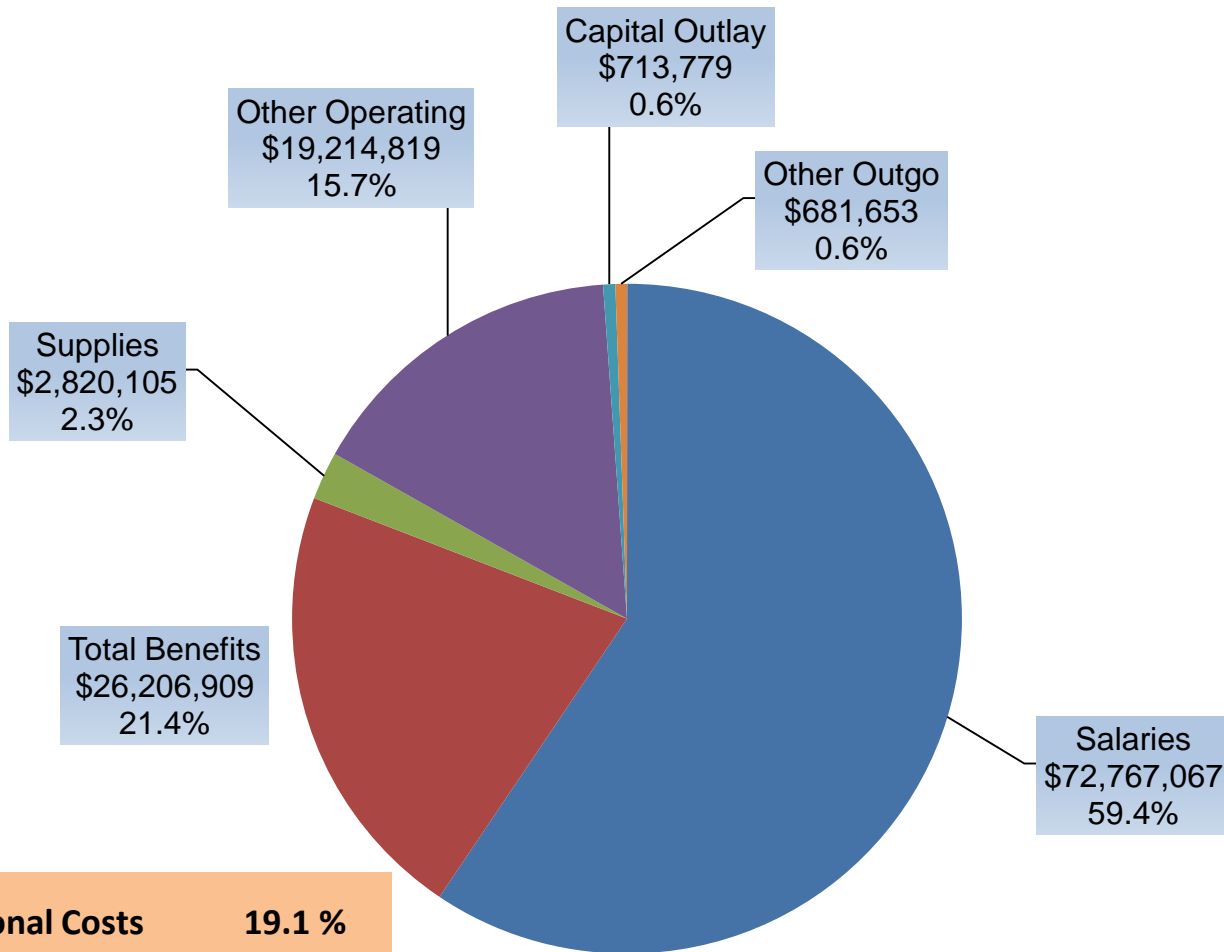
	<u>GC</u>	<u>CC</u>	<u>Total</u>
15/16 Actual before pull-back	12,339	5,733	18,072
Pull-back	<u>662</u>	<u>16</u>	<u>678</u>
Funded 15/16 FTES	13,001	5,749	18,750
1.7% Growth Split (GC 0.0%; CC 100%)	<u>-</u>	<u>325</u>	<u>325</u>
2016/17 Projected FTES funding	<u><u>13,001</u></u>	<u><u>6,074</u></u>	<u><u>19,075</u></u>
Estimated growth =	5.37%	5.95%	5.55%

Site Allocations

Unrestricted General Fund

Grossmont College	\$ 70,711,198	Page 14
Cuyamaca College	30,913,465	Page 18
District Services	13,249,511	Page 22
Districtwide Commitments	7,530,158	Page 26
Total Allocations	<u>\$ 122,404,332</u>	

Unrestricted General Fund AB Expenditures – Page 10



Operational Costs	19.1 %
Total Compensation	80.9%

Grossmont College Budget

- ❖ Unrestricted Budget Allocations \$ 70.7 M
- ❖ Balanced Budget

Grossmont College Budget

Details located on Pg. 14 of the Adoption Budget Book

	Adoption Budget 16/17
Academic Salaries	\$ 33,741,926
Classified Salaries	10,993,788
Staff Benefits	14,583,937
Supplies	1,930,504
Rents, Utilities & Other Operating	8,574,413
Capital Outlay	639,515
Other Outgo	<u>247,115</u>
Total	<u>\$ 70,711,198</u>

Cuyamaca College Budget

- ❖ Unrestricted Budget Allocations \$30.9 M
- ❖ Balanced Budget

Cuyamaca College Budget

Details located on Pg. 18 of the Adoption Budget Book

	Adoption Budget 16/17
Academic Salaries	\$ 14,378,038
Classified Salaries	6,274,085
Staff Benefits	7,145,229
Supplies	363,840
Rents, Utilities & Other Operating	2,559,675
Capital Outlay	52,362
Other Outgo	<u>140,236</u>
Total Expenditures	<u>\$ 30,913,465</u>

District Services Budget

- ❖ Unrestricted Budget Allocations \$13.2 M
- ❖ Allocation determined by formula components; which results in most of the revenue increases flowing to the colleges.

District Services Budget

Details located on Pg. 22 of the Adoption Budget Book

	Adoption Budget 16/17
Academic Salaries	\$ 974,691
Classified Salaries	6,404,539
Staff Benefits	3,327,232
Supplies	345,151
Rents, Utilities & Other Operating	2,193,496
Capital Outlay	4,402
Other Outgo	<u>0</u>
Total Expenditures	<u>\$13,249,511</u>

Districtwide Budget

- ❖ Unrestricted Budget Allocations \$7.5 M

- ❖ Operational overhead costs that are a required cost of doing business as a district

- ❖ Costs such as:
 - Property and Liability Insurance
 - Retiree Health Benefits
 - Bargaining Commitments
 - Technology System Maintenance

Districtwide Budget

Details located on Pg. 26 of the Adoption Budget Book

	Adoption Budget 16/17
Academic Salaries	\$ 0
Classified Salaries	0
Staff Benefits	1,150,511
Supplies	180,610
Rents, Utilities & Other Operating	5,887,235
Capital Outlay	17,500
Other Outgo	<u>294,302</u>
Total Expenditures	<u>\$7,530,158</u>

Deficit

❖ 2016-2017 State Deficit in Apportionment

- \$739,784
- State expects to fully fund Apportionment
- No shortfall in 2015-16

❖ 2016-2017 District Budget Deficit

- The District is not budgeting a deficit for the new fiscal year
- The District does not expect a State shortfall

Budget Challenges

❖ STRS/PERS Obligations

- 2016-2017 estimated increase of \$2,039,280
 - STRS rate increasing from 10.730% to 12.580%
 - PERS rate increasing from 11.847% to 13.888%
- 2015/16 one-time funding will help; not a long-term solution

❖ Health & Wellness estimated increase of \$1,741,542

❖ Revenue increases are helpful, but some are not ongoing

❖ Proposition 30 is temporary tax increase

- Sales tax increase ends on December 31, 2016
(approximately 21% of Prop 30 revenues)
- Income tax increase ends on December 31, 2018

Next Steps

- ❖ Board approval September 13, 2016.

- ❖ In February 2017, we will receive the P1 update and the recalculation on 2015/16.

- ❖ We will monitor FTES throughout the year to compare against:
 - ❖ State growth projection of 2%
 - ❖ District portion of growth at 1.735%
 - ❖ District target of 2% growth

Questions and Appreciations

Thank you

*To the many individuals
across the District who work
year-round to develop a
comprehensive budget plan.*

**District Strategic
Planning &
Budget
Committee**

**Grossmont College
Planning &
Resource Council**

**Cuyamaca
College Council**

**District Services
Council**