

TOWN



HALL

MEETING

ON THE *BUDGET*

May 19, 2023

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Business Services

Order of Presentation



- Budget Terminology & Definitions
- Budget Process & Timeline
- May Revise
- Budget Assumptions
- Tentative Budget Projections
- Questions

Budget/Fiscal Terminology

- FTES
 - Equals 15 units
 - one student taking five three-unit (3) classes
 - or five students taking one 3-unit class
- Apportionment funding is generally based upon an efficiency/productivity ratio of 525
 - Equal to two 17.5 week* terms (Fall & Spring) with 15-units of full-time courses each semester
 - $2(17.5 \times 15) = 525$
- Efficiency = Weighted Student Contact Hours (WSCH)/(FTEF) Full-time Equivalent Faculty
 - Larger class size produces more FTES per FTEF
 - Lower class size yields lower productivity ratios

* Term length variations exist

Budget/Fiscal Terminology



- The California Constitution specifies that money may be drawn from the Treasury only through an **appropriation** made by law.
 - The annual **budget act** is a bill that serves as the primary authority for expenditures (accounting for about two-thirds of appropriations).
 - Appropriations may also be made by the Constitution or other laws.
- Appropriations are identified by the **character** of the expenditure.
 - **State operations**, which are expenditures for support of state government.
 - **Local assistance**, which are expenditures for support of local activities.
 - **Capital outlay**, which are expenditures for buildings and related costs.
- A **fund** is a legal entity that provides for the segregation of moneys in the State Treasury. The **General Fund** is the primary fund for financing state government programs—accounting for revenues not specifically designated for any other fund.

Budget/Fiscal Terminology



- During the annual budget process, the state considers a three-year window. Generally, it:
 - Reflects actual expenditures for the **past year**.
 - Revises estimates of expenditures for the **current year**.
 - Projects expenditures for the upcoming **budget year**.
- The state develops budgets incrementally. That is:
 - It first estimates the costs of a **workload budget** (also called a baseline budget), which reflects the costs of the continuation of current laws and policies.
 - It then adjusts expenditures to reflect any policy changes (generally with a goal of aligning expenditures with revenues and desired reserves).
- To the extent changes in current laws are necessary to implement the budget, these changes are often made in **trailer bills**.

Budget/Fiscal Terminology



- Fund
 - “...fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equity or fund balances and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions and/or limitations.” (GASB Codification Section 1300, NCGA -1)
- Fund Accounting
 - Segregates financial information.
 - Resources are allocated to and accounted for in individual funds based on the purpose or use of funds as determined by donors or source of funds (i.e., resources)
 - Accounts for financial transactions related to specific activities or objectives are recorded within separate funds
 - For external reporting purposes, there are three (3) broad fund types: Governmental, Proprietary, and Fiduciary funds
 - Total revenue and total expenditure budget amounts un the same fund/project grant must be equal, i.e., a budget must balance as compared to a “for-profit” entity, which ideally has revenue in excess of expenses, i.e., “profit”

Fund Accounting (Budgets) vs. Financial Accounting (Actuals)



Budgets

- A forecast of what is expected to occur with regard to revenue and expenses.
- Must have an approved budget before any money can be spent.
- Represents a spending plan (the authority to spend)
 - Unrestricted Funds (11)
 - Restricted Funds (12)
 - Designated Funds (13)

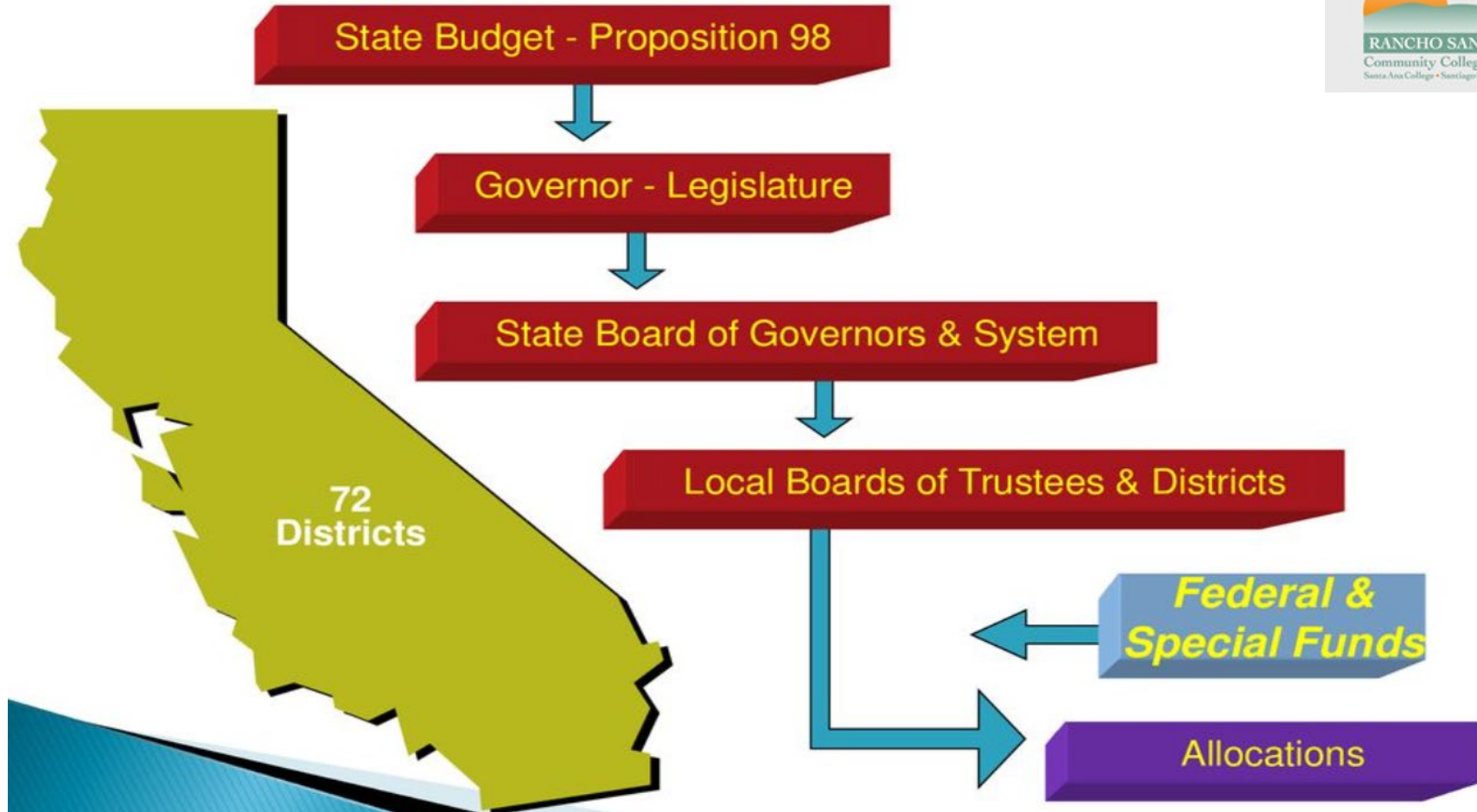
Financials

- A reporting of the revenues actually received and expenditures incurred.
- Actual spending as the transactions are processed.
- Examples of records to support spending:
 - Purchase Orders
 - Expenditure Transfers
 - Requisitions
 - Check Requests
 - Time Sheets

Prop 98



- The Constitution and related statutes (Proposition 98) specify a minimum guarantee of appropriations to school districts, community college districts, and some other agencies.
- Existing statutes specify that the California Community Colleges should receive the same share of Proposition 98 funds as the share received in the 1989-90 fiscal year.
- The minimum guarantee is generally calculated based on three “tests” (with other rules):
 - *Test 1*—Share of General Fund revenues based on share in 1986-87.
 - *Test 2*—Prior-year funding adjusted by changes in K-12 attendance and per capital personal income.
 - *Test 3*—Prior-year funding adjusted by changes in K-12 attendance and General Fund revenue.
- Considerations around funding for community colleges typically are distributional in nature. To the extent the legislature sought to increase appropriations to community college districts, the legislature could:
 - Choose to appropriate additional funds to community college districts.
 - Take actions that would increase the guarantee (such as by increasing General Fund revenues), which, by practice, would increase appropriations to community college districts.



State Budget Timeline



- **January 10th**
 - Governor release proposed budget
- **January – May**
 - Legislative hearings are held
- **Late January**
 - LAO release its analysis of the budget
- **May 15**
 - Deadline for Governor to release revisions of proposed budget (May Revise)
- **June 15**
 - Constitutional deadline for Legislature to send a budget to the Governor
- **September 15**
 - Adopted Budget sent to Governor

District Reporting Requirements



- Tentative Budget – June 15th
 - BOT Meeting June 12
- Adopted Budget – September 15th
 - BOT Meeting September 11th
- Apportionment Attendance Report (320)
 - P1, P2, and Recal
 - BOT Meetings
- Annual and Quarterly Financial Reports (311)
- GANN Limit
 - BOT Meeting – September 26th
- Independent Annual Audits – December 31st
 - BOT Meeting December 11th

District Reporting Requirements



- Establishment of Non-Resident Tuition Rates & Student Fees
 - BOT Meeting February 26th
- Quarterly Investment Reports
 - BOT Meetings January, April, August, October
- Budget Assumptions & Updates
 - BOT Meeting March 27th, July 17th
- May Revise
 - BOT Meeting May 15th

FY23-24 May Revise



- State Budget will be \$306 billion
 - Modest increase over January proposal
 - Lower than current year (2022-23) of \$308 billion
 - General Fund expenditures will decrease by \$10 billion or 4.4%
 - Projected deficit grew from \$22.5 million in January to \$31.5 million
 - Projects \$37.2 billion in reserves
 - Includes \$22.2 billion in Rainy Day Fund
- Prop 98 resources are projected to be \$2 billion lower than projected in January \$107 billion vs. \$109 billion.
- Community College funding will be shaped by **Roadmap for the Future** goals intended to advance equity, student success. Preparation of students for the future.
- Proposed on-going spending to support a 8.22% COLA (\$678 million) to apportionments
 - \$25.4 million increase over January's 8.13% COLA
 - \$3 million more for COLAs to certain categorical programs on top of \$92 million already proposed.

FY23-24 May Revise



- One-time funding proposals to include \$100 million for increased student retention and enrollment
 - Reduced from \$200 million
- Re-appropriation of funds allocated in current year (2022-23) for Deferred Maintenance (\$452 million) and COVID-19 Block Grants (\$344 million).
 - Funds already distributed to districts
 - Allows for one-time distribution of \$503 million to SCFF
- Includes \$232 million in capital outlay funding (increase above \$143.8 million) for
 - 2 new projects
 - 12 on-going projects

Table 2: Proposed 2023-24 Changes in Proposition 98 Funding for the System (In Millions)

	Governor's Budget	May Revision	Change from Governor's Budget
POLICY ADJUSTMENTS			
Ongoing (Proposition 98)			
Provide 8.22% COLA for SCFF	\$652.6	\$678.0	\$25.4
Provide 8.22% COLA for Adult Education Program	\$48.5	\$49.1	\$0.6
Provide 0.5% for SCFF growth	\$28.8	\$26.4	-\$2.4
Provide 8.22% COLA for Extended Opportunity Programs and Services (EOPS)	\$13.8	\$13.9	\$0.1
Provide 8.22% COLA for Disabled Students Programs and Services (DSPS)	\$13.0	\$13.1	\$0.1
Provide funding for a new LGBTQ+ Pilot Program	\$0.0	\$10.0	\$10.0

Table 3: Proposed 2023-24 Student Centered Funding Formula Rates (rounded)



Allocations	2022-23 Rates	Proposed 2023-24 Rates	Change from 2022-23 (Amount)	Change from 2022-23 (Percent)
Base Credit*	\$4,840	\$5,238	\$398	8.22%
Incarcerated Credit*	6,788	7,346	558	8.22%
Special Admit Credit*	6,788	7,346	558	8.22%
CDCP	6,788	7,346	558	8.22%
Noncredit	4,082	4,417	336	8.22%
Supplemental Point Value	1,145	1,239	94	8.22%
Student Success Main Point Value	675	730	55	8.22%
Student Success Equity Point Value	170	184	14	8.22%
Allocations	2022-23 Totals	Proposed 2023-24 Totals	Change from 2022-23 (Amount)	Change from 2022-23 (Percent)
Single College District				
Small College	5,950,421	6,439,546	489,125	8.22%
Medium College	7,933,899	8,586,065	652,166	8.22%
Large College	9,917,373	10,732,581	815,208	8.22%
Multi College District				
Small College	5,950,421	6,439,546	489,125	8.22%
Medium College	6,942,161	7,512,806	570,646	8.22%
Large College	7,933,899	8,586,065	652,166	8.22%
Designated Rural College	1,892,601	2,048,173	155,572	8.22%
State Approved Centers	1,983,474	2,146,516	163,042	8.22%
Grandparented Centers				
Small Center	247,936	268,316	20,380	8.22%
Small Medium Center	495,869	536,629	40,760	8.22%
Medium Center	991,736	1,073,257	81,521	8.22%
Medium Large Center	1,487,605	1,609,886	122,281	8.22%
Large Center	1,983,474	2,146,516	163,042	8.22%

* Ten districts receive higher credit FTE rates, as specified in statute.



I. State Revenue

- A. Budgeting will begin using the Student Centered Funding Formula (SCFF) at the hold harmless provision for the 2017/18 Total Computational Revenue plus outyear cost of living adjustments (COLA) plus estimated revenue earned above hold harmless less estimated deficit factor.

B. FTES Workload Measure Assumptions:

Year	Base	Actual	Funded	Actual Growth
2016/17	28,901.64	27,517.31	28,901.64	a -4.76%
2017/18	28,901.64	29,378.53	29,375.93	b 1.65%
2018/19	Recal	25,925.52	28,098.88	c -11.75%
2019/20	Recal	27,028.98	26,890.30	4.28%
2020/21	Recal	25,333.74	26,693.32	-6.27%
2021/22	Recal	26,202.98	27,208.25	3.43%
2022/23	P2	25,602.96	26,971.89	-2.29%

a - based on submitted P3, District went into Stabilization in FY 2016/17

b - based on submitted P3, the district shifted 1,392.91 FTES from summer 2018

c - To maintain the 2015/16 funding level and produce growth FTES in 2017/18, the district borrowed from summer 2018 which reduced FTES in 2018/19.

The governor's state budget proposal includes .5% systemwide growth funding, 8.22% COLA. The components now remain at 70/20/10 split with funded COLA added to all metrics each year. Any changes to our funding related to the SCFF will be incorporated when known.

Projected COLA of 8.22%	\$16,090,921
Projected SCFF Base Increase	\$0
Projected Growth/Restoration	\$5,783,744
Deficit Factor (2%)	(\$4,352,560)

2023/24 Potential Growth at 0.5%

26,334 FTES

- C. Education Protection Account (EPA) funding estimated at \$38,960,355 based on 2022/23 @ Advance. These are not additional funds. The EPA is only a portion of general purpose funds that offsets what would otherwise be state aid in the apportionments. We intend to charge a portion of faculty salaries to this funding source in compliance with EPA requirements.
- D. Unrestricted lottery is projected at \$170 per FTES (\$4,449,862). Restricted lottery at \$67 per FTES (\$1,753,769). (2022/23 @ P1 of resident & nonresident factored FTES, 26,175.66 x \$170 = \$4,449,862 unrestricted lottery; 26,175.66 x \$67 = \$1,753,769 restricted lottery)
- E. Estimated reimbursement for part-time faculty compensation is estimated at \$568,828 (2022/23 @ Advance).
- F. Categorical programs will continue to be budgeted separately; self-supporting, matching revenues and expenditures. COLA is being proposed on certain categorical programs. Without COLA, other categorical reductions would be required to remain in balance if settlements are reached with bargaining groups. The colleges will need to budget for any program match requirements using unrestricted funds.
- G. College Promise Grants (BOG fee waivers 2% administration) funding estimated at 2022/23 @ Advance of \$232,423.
- H. Mandates Block Grant estimated at a total budget of \$825,239 (\$32.68 x 25,252.10). No additional one-time allocation proposed.

II. Other Revenue

- I. Non-Resident Tuition budgeted at \$3,000,000. (SAC \$2,000,000, SCC \$1,000,000).
- J. Interest earnings estimated at \$900,000.
- K. Other miscellaneous income (includes fines, fees, rents, etc.) is estimated at approximately \$404,737.
- L. Apprenticeship revenue estimated at \$5,227,354.
(Corresponding expenses are also budgeted for apprenticeship course offerings.)
- M. Scheduled Maintenance/Instructional Equipment allocation. Unknown at this time.
- N. Full-time Faculty Hiring Allocation (\$3,325,444 - \$2,367,141 = \$958,303)

**RANCHO SANTIAGO COMMUNITY COLLEGE DISTRICT
UNRESTRICTED GENERAL FUND
2023/24 Tentative Budget Assumptions
May 15, 2023**



III. Appropriations and Expenditures

- A. As the District's budget model is a revenue allocation model, revenues flow through the model to the colleges as earned. The colleges have the responsibility, within their earned revenue, to budget for ALL necessary expenditures including but not limited to all full time and part time employees, utilities, instructional services agreements, multi-year maintenance and other contracts, supplies, equipment and other operating costs.
- B. Salary Schedule Adjustments - estimated at 5% for unrestricted general fund = \$7,669,263
(FARSCCD approximate cost \$3,859,222 CSEA approximate cost \$2,090,750, Management/Other approximate cost \$1,719,291)
The colleges will need to budget for bargained increased costs in Salaries and Benefits for part-time employees.
The estimated cost of a 1% salary increase is \$2.05 million for all funds. The estimated cost of a 1% salary increase is \$1.53 million for the unrestricted general fund.
- C. Step and column movement is budgeted at an additional cost of approximately \$1.77 million including benefits for FD 11 & 13 (FARSCCD approximate cost \$893,243 CSEA approximate cost \$483,621, Management/Other approximate cost \$397,652)
For all funds, it is estimated to = \$2.46 million (FARSCCD = \$1,114,537, CSEA = \$770,322, Management/Others = \$571,510)
In addition, the colleges would need to budget for step/column increases for P/T faculty.
- D. Health and Welfare benefit premium cost increase as of 1/1/2024 is estimated at 3.5% for an additional cost of approximately \$601,137 for active employees and \$288,637 for retirees, for a combined increase of \$889,774 for unrestricted general fund. The additional cost increase for all funds is estimated to = \$1,070,323.
State Unemployment Insurance (.50% to .20%)
CalSTRS employer contribution rate will stay the same in 2023/24 at 19.10% for no increase.
(Note: The cost of each 1% increase in the STRS rate is approximately \$760,000.)
CalPERS employer contribution rate will increase in 2023/24 from 25.37% to 27.00% for an increase of \$682,853.
(Note: The cost of each 1% increase in the PERS rate is approximately \$411,000.)
- E. The full-time faculty obligation (FON) for Fall 2023 is estimated to be 348. The Fall 2022 report indicated the District was 17.8 faculty under its FON. The current cost for a new position is budgeted at Class VI, Step 12 at approximately \$176,174. Penalties for not meeting the obligation amount to approximately \$87,151 per FTE not filled. Each faculty hired over the FON adds cost of (\$176,174 - \$81,190)= \$114,984 if deduct hourly cost. Hiring of 20 new faculty for FY 2023/24 (SAC=18 and SCC=8).
SAC hiring 12.5 = \$2,202,175 unrestricted general fund, hiring 2.5 = \$440,435 in restricted general fund (categorical program), and hiring 3 non-credit non-FON = \$528,522
SCC hiring 6 = \$1,057,044 unrestricted general fund and hiring 2 non-credit non-FON = \$352,348.
Unrestricted General Fund will be budgeted for 18.5 position, the differences of funding will need to be provided by the colleges.
- F. The current rate per Lecture Hour Equivalent (LHE) effective 7/1/23 for hourly faculty is \$92.69 x 18 hrs/LHE= \$1,669 (FY 2023/24)
(Total cost of salary and benefits of part-time faculty to teach 30 LHE = \$61,190)
- G. Retiree Health Benefit Fund (OPEB/GASB 75 Obligation) - The calculated Employer Contribution Target remains less than our current pay as you go, therefore there is no additional need to fund this liability this year.
- H. Capital Outlay Fund - The District will continue to budget \$1.5 million for capital outlay needs.
- I. Utilities cost increases of 15%, estimated at \$100,000.
- J. Information Technology licensing contract escalation cost of 7%, estimated at \$150,000.
- K. Property and Liability Insurance transfer estimated at \$1,970,000. Unchanged.
- L. Other additional DS/Institutional Cost expenses:
- | | Ongoing Cost | One-time Cost |
|-------------------|--------------|---------------|
| Business Services | \$ 1,612,336 | |
| P & C Recruitment | \$ 50,000 | |
- M. Seventh contribution of Santiago Canyon College ADA Settlement expenses of \$2 million from available one-time funds.

Rancho Santiago Community College District
Unrestricted General Fund Summary
2023/24 Tentative Budget Assumptions
May 15, 2023



*	<u>New Revenues</u>	Ongoing Only	One-Time
A	Student Centered Funding Formula		
B	Projected COLA of 8.22%	\$16,090,921	
B	Projected SCFF Base Increase	\$0	
B	Projected Growth/Restoration	\$5,783,744	
B	Deficit Factor (2%) - additional	(\$421,170)	
D	Unrestricted Lottery	\$165,140	
H	Mandates Block Grant	\$0	
I	Non-Resident Tuition	\$500,000	
J	Interest Earnings	\$0	
L	Apprenticeship - SCC	\$0	
EGK	Misc Income	\$0	
N	Full-time Faculty Allocation	\$958,303	
	Total	\$23,076,938	
	<u>New Expenditures</u>		
B	Salary Schedule Increases/Collective Bargaining **	\$7,669,263	
C	Step/Column	\$1,774,516	
D	Health and Welfare/Benefits Est. Increase 3.5% - Active	\$601,137	
D	Health and Welfare/Benefits Est. Increase 3.5% - Retirees	\$288,637	
D	CalSTRS Increase	\$0	
D	CalPERS Increase	\$682,853	
D	State Unemployment (.50% to .20%)	(\$354,680)	
E	Full Time Faculty Obligation Hires	\$3,259,219	
E	Non-Credit Faculty (Non FON)	\$880,870	
E/F	Hourly Faculty Budgets (Match Budget to Actual Expense)	\$0	
G	Cost of Retiree Health Benefit (OPEB Cost)	\$0	
H	Capital Outlay/Scheduled Maintenance Contribution	\$0	
I	Utilities Increase	\$100,000	
J	ITS Licensing/Contract Escalation Cost	\$150,000	
K	Property, Liability and All Risks Insurance	\$0	
L	Apprenticeship - SCC	\$0	
III.L	Other Additional DS/Institutional Costs	\$1,662,336	
M	SCC ADA Settlement Costs	\$0	\$2,000,000
	Total	\$16,714,151	\$2,000,000
	2023/24 Budget Year Unallocated (Deficit)	\$6,362,788	
	2022/23 Structural Unallocated (Deficit)	(\$2,388,864)	
	Total Est. Unallocated (Deficit)	\$3,973,924	
	Vacancies & Other Adjustments	\$760,904	
		\$4,734,828	

SRP Savings/Rightsizing Recap

Beginning Balance 7/1/22 SRP Savings	\$14,655,522
Est SRP Savings FY 2022/23	\$9,745,467
FON Penalty (17.8 x \$97,151)	(\$1,551,288)
SRP Cost for FY 2023/24	(\$1,979,622)
SRP Cost for FY 2024/25	(\$1,979,622)
SRP Cost for FY 2025/26	(\$765,062)
Ending Balance	\$17,125,395

* Reference to budget assumption number

** 5.00% for FARSCCD/CSEA/CEFA/Management set aside

RSCCD 2023-24 Tentative Budget



Santa Ana College	Fund 11 Unrestricted	%	Fund 13 One-Time	%	Fund 11/13 Unrestricted	%	Fund 12 Restricted	%	Fund 11/12/13 Combined	%
Academic Salaries	56,379,735		160,642		56,540,377		9,828,393		66,368,770	
Classified Salaries	16,315,624		65,233		16,380,857		14,482,320		30,863,177	
Employee Benefits	29,573,634		106,549		29,680,183		9,767,121		39,447,304	
Supplies & Materials	434,776		206,563		641,339		2,294,320		2,935,659	
Other Operating Exp & Services	4,451,536		5,285,849		9,737,385		18,539,185		28,276,570	
Capital Outlay	16,312		0		16,312		1,402,179		1,418,491	
Other Outgo	0		313,682		313,682		1,489,083		1,802,765	
Grand Total	\$107,171,617	52.40%	\$6,138,518	57.54%	\$113,310,135	52.65%	\$57,802,601	38.41%	\$171,112,736	46.79%
Santiago Canyon College										
	Fund 11 Unrestricted	%	Fund 13 One-Time	%	Fund 11/13 Unrestricted	%	Fund 12 Restricted	%	Fund 11/12/13 Combined	%
Academic Salaries	26,329,914		700,000		27,029,914		5,037,792		32,067,706	
Classified Salaries	8,496,276		43,546		8,539,822		8,195,768		16,735,590	
Employee Benefits	14,576,541		164,431		14,740,972		5,761,692		20,502,664	
Supplies & Materials	0		317,830		317,830		1,013,754		1,331,584	
Other Operating Exp & Services	5,277,903		2,156,006		7,433,909		10,086,772		17,520,681	
Capital Outlay	2,674		58,650		61,324		937,811		999,135	
Other Outgo	0		0		0		1,278,554		1,278,554	
Grand Total	\$54,683,308	26.74%	\$3,440,463	32.25%	\$58,123,771	27.01%	\$32,312,143	21.47%	\$90,435,914	24.73%
District Services										
	Fund 11 Unrestricted	%	Fund 13 One-Time	%	Fund 11/13 Unrestricted	%	Fund 12 Restricted	%	Fund 11/12/13 Combined	%
Academic Salaries	378,526		0		378,526		0		378,526	
Classified Salaries	20,089,905		16,945		20,106,850		5,260,286		25,367,136	
Employee Benefits	11,645,877		837		11,646,714		2,726,499		14,373,213	
Supplies & Materials	288,936		93,158		382,094		135,404		517,498	
Other Operating Exp & Services	9,787,246		978,166		10,765,412		51,942,624		62,708,036	
Capital Outlay	359,505		750		360,255		224,495		584,750	
Other Outgo	120,000		0		120,000		80,100		200,100	
Grand Total	\$42,669,995	20.86%	\$1,089,856	10.22%	\$43,759,851	20.34%	\$60,369,408	40.12%	\$104,129,259	28.48%
Total Expenditures-excludes Institutional Costs	\$204,524,920	100.00%	\$10,668,837	100.00%	\$215,193,757	100.00%	\$150,484,152	100.00%	\$365,677,909	100.00%
Institutional Costs										
	Fund 11 Unrestricted		Fund 13 One-Time		Fund 11/13 Unrestricted		Fund 12 Restricted		Fund 11/12/13 Combined	
Employee Benefits-retiree benefits/ local experience charge/STRS & PERS on behalf	9,452,766		7,584,025		17,036,791		1,210,000		18,246,791	
Election	125,000		125,000		250,000		0		250,000	
Other Operating Exp & Services-prop&liability ins	1,970,000		0		1,970,000		0		1,970,000	
Other Operating - SCC-ADA settlement expense	0		2,000,000		2,000,000		0		2,000,000	
Other Outgo-Interfund Transfers	1,500,000		0		1,500,000		0		1,500,000	
Other Outgo-Board Policy Contingency	0		29,004,058		29,004,058		0		29,004,058	
Other Outgo-Reserves SRP savings/exp	11,220,922		21,400,989		32,621,911		0		32,621,911	
Other Outgo-Reserves	4,734,828		2,995,584		7,730,412		0		7,730,412	
Grand Total	\$29,003,516		\$63,109,656		\$92,113,172		\$1,210,000		\$93,323,172	
Total Expenditures-includes Institutional Costs	\$233,528,436		\$73,778,493		\$307,306,929		\$151,694,152		\$459,001,081	

RSCCD - Estimate 2023/24 Revenue Allocation Simulation for Unrestricted General Fund -- FD 11
Based on Student Centered Funding Formula - Calculation 2022/23 TCR + COLA



	SAC/CEC	SAC	CEC	SCC/OEC	SCC	OEC	District Services	Institutional Cost	TOTAL
APPORTIONMENT REVENUE									
Basic Allocation	\$ 8,925,635	\$ 6,942,161	\$ 1,983,474	\$ 7,933,895	\$ 5,950,421	\$ 1,983,474			\$ 16,859,530
FTEs - 22/23 @ P2 split with est College's projected Growth	\$ 97,510,557	\$ 66,334,177	\$ 31,176,380	\$ 43,640,679	\$ 27,728,259	\$ 15,912,420			\$ 141,151,236
SCFF - Supplemental Allocation	\$ 17,708,411	\$ 17,708,411	\$ -	\$ 5,973,769	\$ 5,973,769	\$ -			\$ 23,682,180
SCFF - Student Success Allocation	\$ 13,454,789	\$ 13,454,789	\$ -	\$ 7,205,510	\$ 7,205,510	\$ -			\$ 20,660,299
Stabilization	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			\$ -
Subtotal	\$ 137,599,392	\$ 104,439,538	\$ 33,159,854	\$ 64,753,853	\$ 46,857,959	\$ 17,895,894			\$ 202,353,245
23/24 COLA - 8.23%	\$ 10,941,761	\$ 8,304,924	\$ 2,636,837	\$ 5,149,160	\$ 3,726,096	\$ 1,423,063			\$ 16,090,921
Deficit Coefficient	\$ (2,959,723)	\$ (2,246,464)	\$ (713,259)	\$ (1,392,837)	\$ (1,007,901)	\$ (384,936)			\$ (4,352,560)
TOTAL ESTIMATED APPORTIONMENT REVENUE	\$ 145,581,430	\$ 110,497,998	\$ 35,083,432	\$ 68,510,176	\$ 49,576,154	\$ 18,934,022			\$ 214,091,606
Percentages:	68.00%	51.61%	16.39%	32.00%	23.16%	8.84%			
OTHER STATE REVENUE									
Lottery, Unrestricted	\$ 3,100,317	\$ 2,228,162	\$ 872,155	\$ 1,349,545	\$ 902,207	\$ 447,338			\$ 4,449,862
State Mandate	\$ 575,163	\$ 575,163	\$ -	\$ 250,076	\$ 250,076	\$ -			\$ 825,239
Full-Time Faculty Hiring Allocation	\$ 2,217,074	\$ 2,217,074	\$ -	\$ 1,108,370	\$ 1,108,370	\$ -			\$ 3,325,444
Part-Time Faculty Compensation	\$ 396,453	\$ 282,701	\$ 113,753	\$ 172,375	\$ 114,209	\$ 58,345			\$ 568,828
Subtotal, Other State Revenue	\$ 6,289,007	\$ 5,303,100	\$ 985,908	\$ 2,880,366	\$ 2,374,683	\$ 505,683			\$ 9,169,373
TOTAL ESTIMATED REVENUE	\$ 151,870,437	\$ 115,801,097	\$ 36,069,340	\$ 71,390,542	\$ 51,950,837	\$ 19,439,705			\$ 223,260,979
Percentages:	68.02%	51.87%	16.16%	31.98%	23.27%	8.71%			
Less Institutional Cost Expenditures									\$ 13,047,766
Less Net District Services Expenditures									\$ 42,173,660
									\$ 168,039,553
ESTIMATED REVENUE	\$ 114,306,766	\$ 87,158,825	\$ 27,147,941	\$ 53,732,787	\$ 39,101,304	\$ 14,631,483			\$ 168,039,553
BUDGET EXPENDITURES FOR FY 2023/24									
SAC/CEC Expenses - F/T & Ongoing	\$ 107,171,617	\$ 94,901,528	\$ 12,270,089						\$ 107,171,617
SCC/OEC Expenses - F/T & Ongoing				\$ 54,683,308	\$ 46,724,382	\$ 7,958,926			\$ 54,683,308
District Services Expenses - F/T & Ongoing							\$ 42,669,995		\$ 42,669,995
SRP Expenses	\$ 921,384	\$ 921,384		\$ 582,066	\$ 582,066		\$ 476,175		\$ 1,979,625
Est SRP Savings	\$ 4,811,231	\$ 4,811,231		\$ 3,535,953	\$ 3,535,953		\$ 894,113		\$ 9,241,297
Institutional Cost								\$ 4,104,556	\$ 4,104,556
Retirees Instructional-local experience charge								\$ 5,348,210	\$ 5,348,210
Retirees Non-Instructional-local experience charge								\$ 1,970,000	\$ 1,970,000
Property & Liability								\$ 125,000	\$ 125,000
Election								\$ 1,500,000	\$ 1,500,000
Interfund Transfer								\$ 13,047,766	\$ 13,047,766
TOTAL ESTIMATED EXPENDITURES	\$ 112,904,232	\$ 100,634,143	\$ 12,270,089	\$ 58,801,327	\$ 50,842,401	\$ 7,958,926	\$ 44,040,283	\$ 13,047,766	\$ 228,793,608
Percent of Total Estimated Expenditures	49.35%	43.98%	5.36%	25.70%	22.22%	3.48%	19.25%	5.70%	
ESTIMATED EXPENSES UNDER/(OVER) REVENUE	\$ 1,402,534	\$ (13,475,318)	\$ 14,877,862	\$ (5,068,540)	\$ (11,741,097)	\$ 6,672,557			\$ (3,666,006)
OTHER STATE REVENUE									
Apprenticeship				\$ 5,227,354	\$ 5,227,354				\$ 5,227,354
Enrollment Fees 2%								\$ 232,423	\$ 232,423
LOCAL REVENUE									
Non Resident Tuition	\$ 2,000,000	\$ 2,000,000		\$ 1,000,000	\$ 1,000,000				\$ 3,000,000
Interest/Investments								\$ 900,000	\$ 900,000
Rents/Leases	\$ 8,480	\$ 8,480		\$ 125,000	\$ 125,000		\$ 205,000		\$ 338,480
Proceeds-Sale of Equipment								\$ 5,000	\$ 5,000
Other Local	\$ 40,000	\$ 40,000						\$ 524,200	\$ 564,200
Subtotal, Other Local Revenue	\$ 2,048,480	\$ 2,048,480	\$ -	\$ 6,352,354	\$ 6,352,354	\$ -	\$ 205,000	\$ 1,661,623	\$ 10,267,457
ESTIMATED ENDING BALANCE FOR 6/30/24	\$ 3,451,014	\$ (11,426,838)	\$ 14,877,862	\$ 1,283,814	\$ (5,388,743)	\$ 6,672,557			\$ 4,734,828

Budget Allocation Model
FTES Credit vs. Non-Credit Breakdown

<u>Full-Time Equivalent Students</u>	Santa Ana College		Santiago Canyon College		Total FTES
	FTES	%	FTES	%	
2022/23 Estimated Annual @ P2					
Credit	12,724	71.25%	5,133	28.75%	17,857
CDCP	3,858	66.41%	1,951	33.59%	5,809
Non-Credit	1,262	65.15%	675	34.85%	1,937
Total	17,844	69.69%	7,759	30.31%	25,603
2023/24 Projected	target at 5.67%		target at 5.35%		
Credit	13,445	71.32%	5,408	28.68%	18,853
CDCP	4,077	66.48%	2,055	33.52%	6,132
Non-Credit	1,334	65.22%	711	34.78%	2,045
Total	18,856	69.76%	8,174	30.24%	27,030

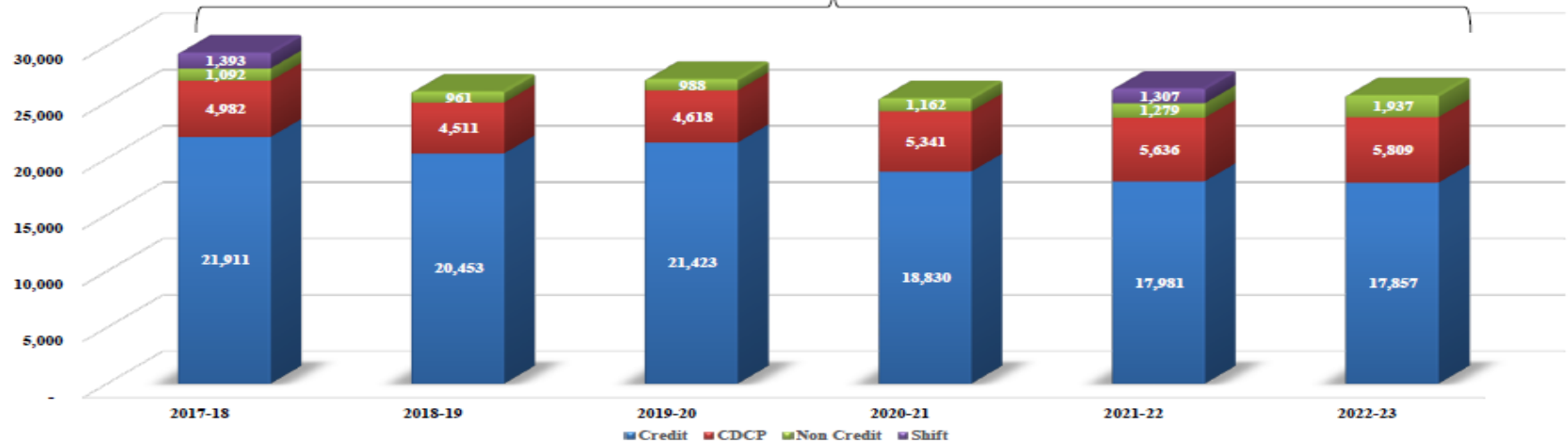
Expenditures by Major Object (2 Colleges Only) (Fund 11)

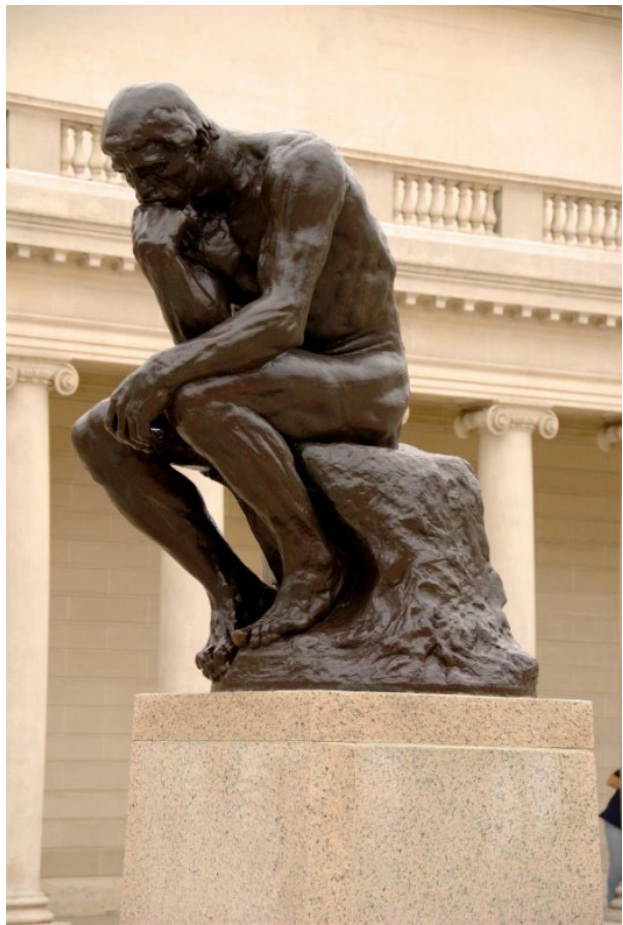
<u>Expenditures by Object</u>		Santa Ana College		Santiago Canyon College		Tentative Budget
		\$	%	\$	%	
1000	Academic Salaries	\$56,379,735	68.17%	\$26,329,914	31.83%	\$82,709,649
2000	Classified Salaries	16,315,624	65.76%	8,496,276	34.24%	24,811,900
3000	Employee Benefits	29,573,634	66.98%	14,576,541	33.02%	44,150,175
4000	Books and Supplies	434,776	100.00%	-	0.00%	434,776
5000	Services and Other Operating Expenses	4,451,536	45.75%	5,277,903	54.25%	9,729,439
6000	Sites, Buildings, Books, and Equipment	16,312	85.92%	2,674	14.08%	18,986
7000	Other Outgo and Contingencies	-	0.00%	-	0.00%	-
Total Expenditures		\$107,171,617	66.21%	\$54,683,308	33.79%	\$161,854,925

Recap of Full-Time Equivalent Students

	2017-18 Actual w/ borrowing	change FIES	2018-19 Actual	change FIES	2019-20 Actual	change FIES	2020-21 Actual	change FIES	2021-22 Actual w/ borrowing	change FIES	2022-23 Est. Actual	change FIES	
SAC													
Credit	16,238		14,247		14,779		12,864		13,605		12,724		
CDCP	3,538		3,183		3,161		3,580		3,689		3,858		
Non-Credit	666		594		578		558		640		1,262		
Total	20,442	69.58%	18,024	69.52%	18,518	68.51%	17,002	67.11%	17,934	68.44%	17,844	69.69%	-0.50%
SCC													
Credit	7,066		6,206		6,644		5,966		5,683		5,133		
CDCP	1,444		1,328		1,457		1,761		1,947		1,951		
Non-Credit	426		367		410		604		639		675		
Total	8,936	30.42%	7,901	30.48%	8,511	31.49%	8,331	32.89%	8,269	31.56%	7,759	30.31%	-6.17%
Total													
Credit	23,304		20,453		21,423		18,830		19,288		17,857		
CDCP	4,982		4,511		4,618		5,341		5,636		5,809		
Non-Credit	1,092		961		988		1,162		1,279		1,937		
Total	29,378	100.00%	25,925	100.00%	27,029	100.00%	25,333	100.00%	26,203	100.00%	25,603	100.00%	-2.29%

8.51% ESTIMATED OVERALL DECREASE excluding borrowed amount





Questions?