

GLENDALE COMMUNITY COLLEGE 2013-14 FINAL BUDGET

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OVERVIEW

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- ENROLLMENT
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2013-14 STATE BUDGET



State Budget Highlights

- Governor signed budget on June 27, 2013.
- Third year in a row state had an approved budget by June 30th
- State has addressed its structural budget deficit
- First time in last five years that community colleges are not faced with state budget cuts

Effect on Community Colleges

- Additional \$295m of programmatic funding
 - \$87.3m COLA (1.57%)
 - \$89.4m enrollment restoration (1.63%)
 - \$50m for Student Success and Support Program
 - \$30m scheduled maintenance/Instructional Equipment (One time)
 - \$15m EOP&S
 - \$15m DSP&S
 - \$8m CalWORKs
 - \$150k Academic Senate

Effect on Glendale Community College

- 1.57% COLA - \$1.1m
- 1.63% enrollment restoration - \$1.0m
- Student Success and Support Program - \$450K
- Scheduled maintenance/Instructional Equipment (One time) - \$192K for each program
- EOP&S - \$250K
- DSP&S - \$170K
- CalWORKs - \$230K

ENROLLMENT



Enrollment Trends

Enrollment Categories	2009-10	2010-11	2011-12	2012-13
Funded Credit FTEs	12,696	13,185	12,194	12,276
Funded Non-Credit FTEs	410	394	364	343
Funded Career Dev/College Prep	2,537	2,376	2,194	2,331
Total Funded FTEs	15,643	15,955	14,752	14,950
Unfunded Credit FTEs	2,268	209	298	5
Unfunded Non-Credit FTEs	847	0	0	0
Unfunded Career Dev/College Prep	504	0	0	0
Total Unfunded FTEs	3,619	209	298	5
Non-Resident	795	616	623	640
Total FTEs	20,057	16,780	15,673	15,595

Enrollment

- Declined over 4,400 FTEs from peak in 2009-10
- Met base enrollment numbers in 2012-13
 - Only 5 unfunded FTES
 - Required the reporting of 165 FTE's from Summer 2013
- Additional 220 classes added for 2013-14
 - Additional classes should enable college to meet 1.63% growth target without having to shift enrollment from Summer 2014
 - Most new classes will be offered in Winter intersession
- Non-Resident enrollment starting to increase again

COLLEGE BUDGET

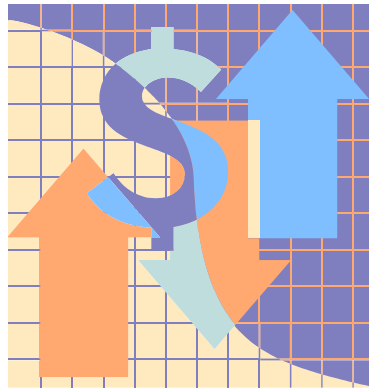


COLLEGE BUDGET DEVELOPMENT

Unrestricted General Fund

- Final Budget is balanced
- 2012-13 ending balance \$65K more than 2011-12
- Includes 5% General Reserve
 - \$4.00 million reserve established (\$375K increase)
- One Percent deferred pay raise funded
- Required the budgeting of 2013-14 growth revenues
- 220 additional classes funded to meet 1.63% enrollment target

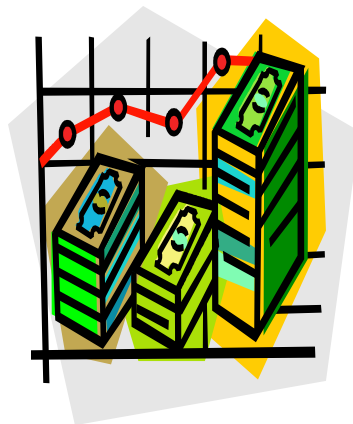
REVENUE ADJUSTMENTS



Revenue Adjustments

Category	Tent.	Final	Total
2012-13 Growth	\$0.570M	-	\$0.570M
2013-14 COLA (1.57%)	\$1.097M	-	\$1.097M
2013-14 Growth (1.63%)	-	\$1.098	\$1.098M
Other State	\$0.167M	-	\$0.167M
Non-Resident Tuition	\$0.200M	-	\$0.200M
Interest	(\$0.125M)	-	(\$0.125M)
Other Fees	(\$0.020M)	-	(\$0.020M)
Blue Shield Rebate	(\$0.353M)	-	(\$0.353M)
Total Revenue Adjustments	\$1.576M	\$1.098	\$2.674M

EXPENDITURE ADJUSTMENTS



Exempt Cost Adjustments

Line Item	Tent.	Final	Total
Step & Column	\$665K	-	\$665K
Six Full Time Faculty	\$200K	-	\$200K
Health Insurance	(\$103K)	-	(\$103K)
State Unemployment Insurance	(\$483K)	-	(\$483K)
Retiree Benefits	(\$35K)	(\$15K)	(\$50K)
Utilities	\$20K	-	\$20K
Postage	(\$20K)	-	(\$20K)
Insurance	\$55K	-	\$55K
Audit	\$10K	-	\$10K
Reallocation Reserve	\$50K	(\$100K)	(\$50K)
Total Expenditure Adj.	\$359K	(\$115K)	\$244K

Budget Actions Taken

Budget Action	Tent.	Final	Total
Rollover Budget Deficit	(\$1.900M)		(\$1.900M)
Retirement Incentive	\$0.534M	\$0.050M	\$0.584M
Budget Reallocation Sub-Comm.	\$1.215M	(\$0.017M)	\$1.198M
Matriculation backfill	\$0.401M		\$0.401M
Restore one month reduction	(\$0.266M)	(\$0.100M)	(\$0.366M)
1% Deferred pay Raise		(\$0.517M)	(\$0.517M)
2013-14 Growth Revenues		\$1.098M	\$1.098M
220 classes		(\$0.990M)	(\$0.990M)
Vacancies/Retirees		\$0.327M	\$0.327M
Reallocation Reserve		\$0.100M	\$0.100M
2012-13 Ending Balance		\$0.065M	\$0.065M
Total Budget Adjustments	\$1.884M	\$0.016M	\$1.900M

2013-14 “Must Do” Requests

Augmentation	Tent.	Final	Pending
Business Division Computers*	-	-	\$35K
Universal Interface Boxes*	-	-	\$11K
CDC Playground repair*			\$2K
Oracle/PeopleSoft License	-	-	\$72K
Athletic student transportation	-	-	\$14K
Total “Must Do”	-	-	\$134K

*One-time funding

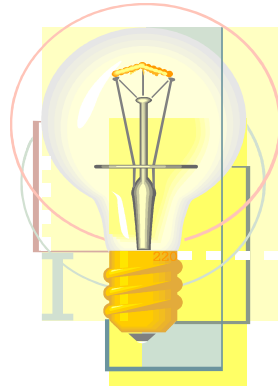
RESERVES



2012-13 COLLEGE UNRESTRICTED GENERAL FUND RESERVES

Reserve	On-Going	One-Time	Total
General Reserve (5.04%)		\$4,000,000	\$4,000,000
Contingency Reserve (0.54%)	\$400,000		400,000
Subtotal Mandatory (5.54%)	\$400,000	\$4,000,000	\$4,400,000
Reallocation Reserve	-	-	-
Total Reserves	<u>\$400,000</u>	<u>\$4,000,000</u>	<u>\$4,400,000</u>

PENDING ISSUES



PENDING BUDGET ACTIONS

- 2014 Health Plan Renewal Rates
 - Blue Shield PPO – 4.88%
 - Blue Shield HMO – 0%
 - Kaiser – 2.06%
- 2013-14 Collective Bargaining
 - Health Plan Changes
 - 2012 Blue Shield Rebate (\$716K)
- 2013-14 Budget Requests

BUDGET RISKS

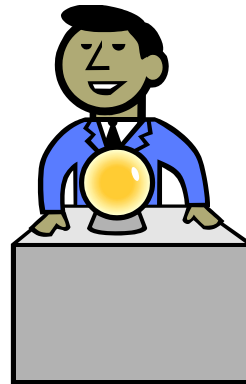




BUDGET RISKS

- 2012-13 STATEWIDE DEFICIT
 - Redevelopment Agency Shortfall
- 2013-14 GROWTH TARGET (1.63%)

BUDGET FORECAST



Budget Forecast

- State economy is improving and with Prop 30, additional funding should be available for community colleges
- Prop 30 is in effect for a limited time so economy must improve for continued funding in the future
- Enrollment may become an issue in meeting growth targets
- College will have to invest its new funding wisely to prepare for next decline in the economy