



CHABOT-LAS POSITAS | *Community College District*

# **Board of Trustees Study Meeting**

## **State Funding Formula Update**

**March 5, 2019**

**Interim Chancellor Ronald P. Gerhard**

**Institutional Researchers:**

**Dr. Cynthia Gordon da Cruz, Chabot College & Mr. Rajinder Samra, M.S., Las Positas College** 1



# Agenda

- 2018-19 Budget Update
  - FTES Rollback Revenue
- Student Centered Funding Formula (SCFF) Update
  - Projections
  - Funding Formula Committee (FFC) Update
  - Planning and Budget Committee (PBC) Update



# 2018-19 Budget Update – Unrestricted General Fund

Account	Account Description	ADJUSTED BUDGE	YTD ACTIVIT	ENCUMBRANC	AVAILABLE BALANC	% AVAILABL
	TOTAL ACADEMIC SALARIES	52,417,585	33,049,995	0	19,367,590	36.95%
	TOTAL CLASSIFIED SALARIES	25,545,892	13,886,920	-	11,658,972.25	45.64%
	TOTAL BENEFITS	32,687,333	17,472,309	0	15,215,024	46.55%
	TOTAL SUPPLIES	1,408,335	657,868	654,388	96,080	6.82%
	TOTAL OTHER OPERATING	18,538,626	9,771,184	9,162,920	(395,479)	-2.13%
	TOTAL CAPITAL	360,362	129,260	161,641	69,460	19.28%
	TOTAL TRANSFERS	253,757	0	0	253,757	100.00%
	<b>GRAND TOTAL</b>	<b>131,211,890</b>	<b>74,967,536</b>	<b>9,978,949</b>	<b>46,265,405</b>	<b>35.26%</b>

- Budget is balanced and within projections
- Includes Districtwide budgets for Unrestricted General Fund





# 2018-19 Budget Update – Unrestricted General Fund

Account	Account Description	ADJUSTED_BUDGE	YTD_ACTIVIT	ENCUMBRANC	AVAILABLE BALANC	% AVAILABL
TOTAL ACADEMIC SALARIES		555,308	500,556	-	54,752	9.86%
TOTAL CLASSIFIED SALARIES		11,996,299	6,393,539	0	5,602,760	46.70%
TOTAL BENEFITS		11,673,741	4,425,461	0	7,248,280	62.09%
TOTAL SUPPLIES		959,215	542,425	588,679	(171,889)	-17.92%
TOTAL OTHER OPERATING		15,773,701	8,436,947	8,703,167	(1,366,412)	-8.66%
TOTAL CAPITAL		194,327	110,569	52,735	31,023	15.96%
<b>GRAND TOTAL</b>		<b>41,152,592</b>	<b>20,409,497</b>	<b>9,344,581.17</b>	<b>11,398,514</b>	<b>27.70%</b>

- Includes budgets for District Departments (Business Office, Chancellor’s Office, Educational Services, Facilities Planning & Management, Human Resources, Information Technology, Maintenance & Operations, and Public Relations & Governmental Affairs)







# 2018-19 Budget Update – Unrestricted General Fund

Account	Account Description	ADJUSTED_BUDGE	YTD_ACTIVIT	ENCUMBRANC	AVAILABLE BALANC	% AVAILABL
TOTAL ACADEMIC SALARIES		30,361,668	19,439,541	-	10,922,127	35.97%
TOTAL CLASSIFIED SALARIES		7,368,347	4,148,746	0	3,219,600	43.70%
TOTAL BENEFITS		11,972,364	7,649,573	0	4,322,791	36.11%
TOTAL SUPPLIES		267,029	52,830	45,723	168,476	63.09%
TOTAL OTHER OPERATING		1,675,567	802,662	338,954	533,952	31.87%
TOTAL CAPITAL		151,248	17,890	108,906	24,452	16.17%
TOTAL TRANSFERS		50,000	0	0	50,000	100.00%
<b>GRAND TOTAL</b>		<b>51,846,223</b>	<b>32,111,242</b>	<b>493,583</b>	<b>19,241,398</b>	<b>37.11%</b>

- Includes budgets for all Chabot College Departments & Programs



# 2018-19 Budget Update – Unrestricted General Fund

Account	Account Description	ADJUSTED_BUDGE	YTD_ACTIVIT	ENCUMBRANC	AVAILABLE BALANC	% AVAILABL
TOTAL ACADEMIC SALARIES		21,500,609	13,109,898	-	8,390,710.81	39.03%
TOTAL CLASSIFIED SALARIES		6,181,246	3,344,635	-	2,836,611.53	45.89%
TOTAL BENEFITS		9,041,228	5,397,275	0	3,643,953	40.30%
TOTAL SUPPLIES		182,091	62,612	19,986	99,493	54.64%
TOTAL OTHER OPERATING		1,089,357	531,126	117,755	440,476	40.43%
TOTAL CAPITAL		14,787	802	0	13,985	94.58%
TOTAL TRANSFERS		203,757	0	0	203,757	100.00%
<b>GRAND TOTAL</b>		<b>38,213,075</b>	<b>22,446,347</b>	<b>137,741</b>	<b>15,628,987</b>	<b>40.90%</b>

Includes budgets for all Las Positas College Departments & Programs





# FTES Rollback Revenue

- In light of State's implementation of SCFF, in 2017-18 District rolled back approximately 1,700 FTES
  - One-time opportunity to increase revenue over next 3 years
- Recommended by Planning and Budget Committee
- Has resulted in additional revenue to District over next 3 years of approximately \$22 million
  - One-time funds to be used to support efforts related to adjusting to SCFF



# SCFF Update & Projection

- **NEW MODEL:**
  - Base Allocation (FTES) - 60%
  - Supplemental Allocation (Promise and Pell Grants) - 20%
  - Student Success Allocation (Certificates, Degrees, Transfers, CTE, Wages) - 20%
- Projections as of 9/4/2018 projected revenue reduction of more than \$6 million





# Implementation and Moving Forward (from 9/4/18 Presentation)

- Increase communications and engagement of key stakeholders
  - Through established governance structure, engage stakeholders to forward recommendations and solutions for implementation
- Maximize programs that help increase FTES/non FTES revenue
  - Increase financial aid participation rates
  - Maximize completion and degrees
  - Maintain FTES goals
- Align our district-wide processes
  - Align data collection and ensure accuracy
  - Resource allocation model needs to be discussed/revisited
  - College program reviews and planning processes may need further review



# Funding Formula Committee Update

- Committee’s charge is to “serve as the focal point for districtwide discussion, create initiatives, and planning processes to allow the district to adjust to the new funding formula.”
- Recommending committee to the Planning and Budget Committee for districtwide support for educational initiatives at the colleges.
- Tri-chair structure: Vice Chancellor of Business Services and the two institutional researchers.



# Funding Formula Committee Update

- Some of the topics, initiatives and/or proposals reviewed include:
  - Components of the Student Centered Funding Formula
  - AB 540 data collection and reporting practices
  - Potential Auto awarding of degrees and certificates
  - Degree Audit software use
  - Proposed Financial Aid software to streamline the student financial aid experience
  - Development of request for resources application with rubric



# Planning and Budget Committee Update

- Some of the topics, initiatives and/or proposals reviewed include:
  - SCFF simulations and projections
  - Review of Budget Allocation Model (BAM)
    - At March 1<sup>st</sup> meeting consultant brought in to facilitate process in reviewing and evaluating BAM
    - Process to conclude with possible recommendations to Chancellor where revisions are deemed necessary





# Next Steps

- Continue to encourage districtwide dialogue
- Using committee structure (FFC & PBC) evaluate and recommend proposals that will eliminate potential deficit because of SCFF
- Evaluate BAM and consider recommendations from PBC on how the district allocation model may need to be adjusted because of SCFF
- Continue monitoring how SCFF is implemented & communicate