

2019-20 BUDGET UPDATE

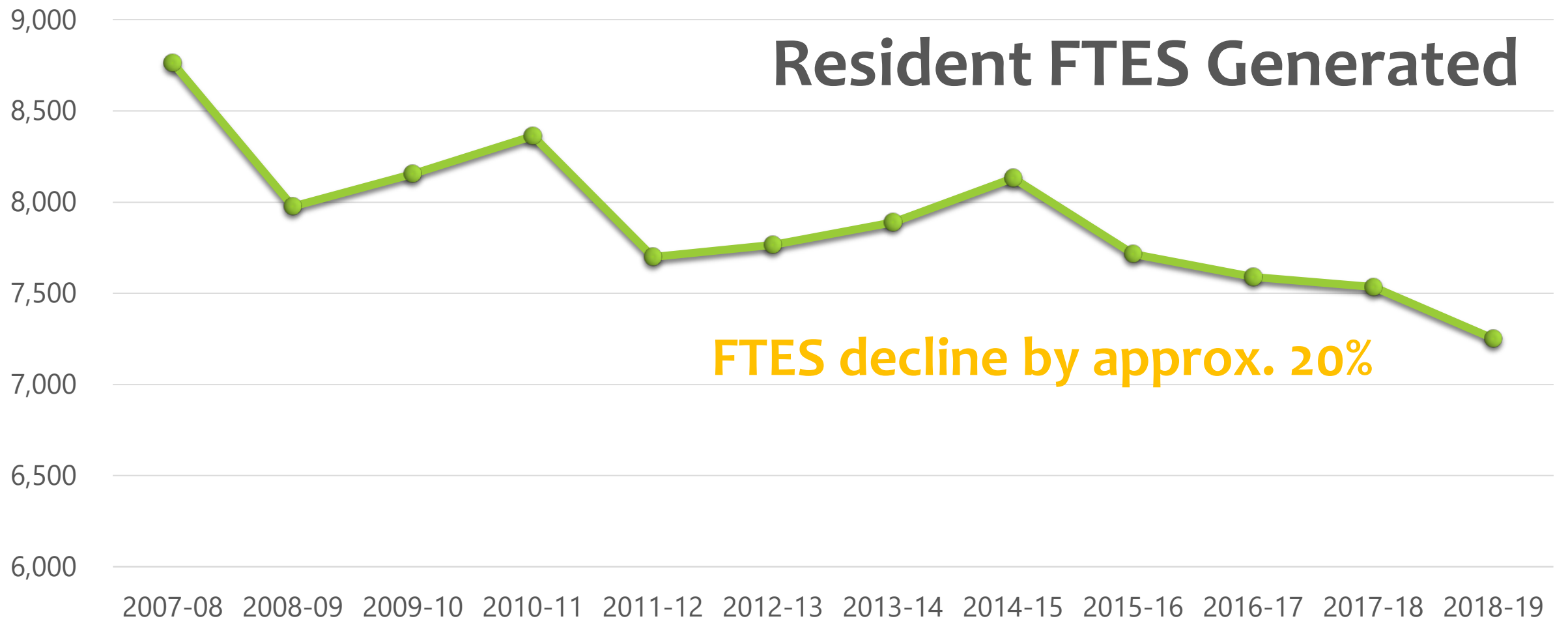
Presented to Budget Committee

April 2, 2019

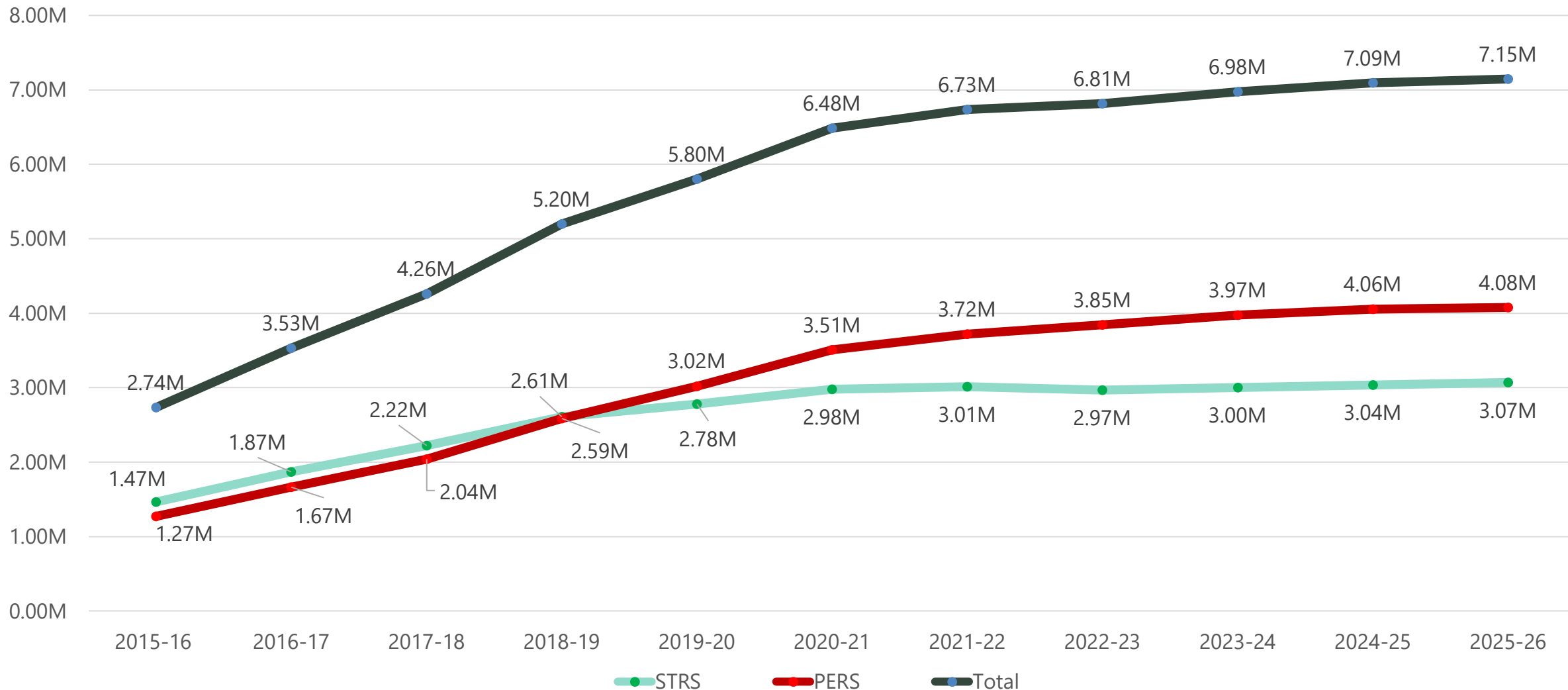
AGENDA

- FTES History
- STRS/PERS Cost Analysis
- Major Expenditures Breakdown
- Average Employees Salaries and Benefits per Group
- Growth Assumptions
- Proposed Expenditures Reductions
- Three-Year Budget Scenarios

FT EQUIVALENT STUDENTS (FTES)

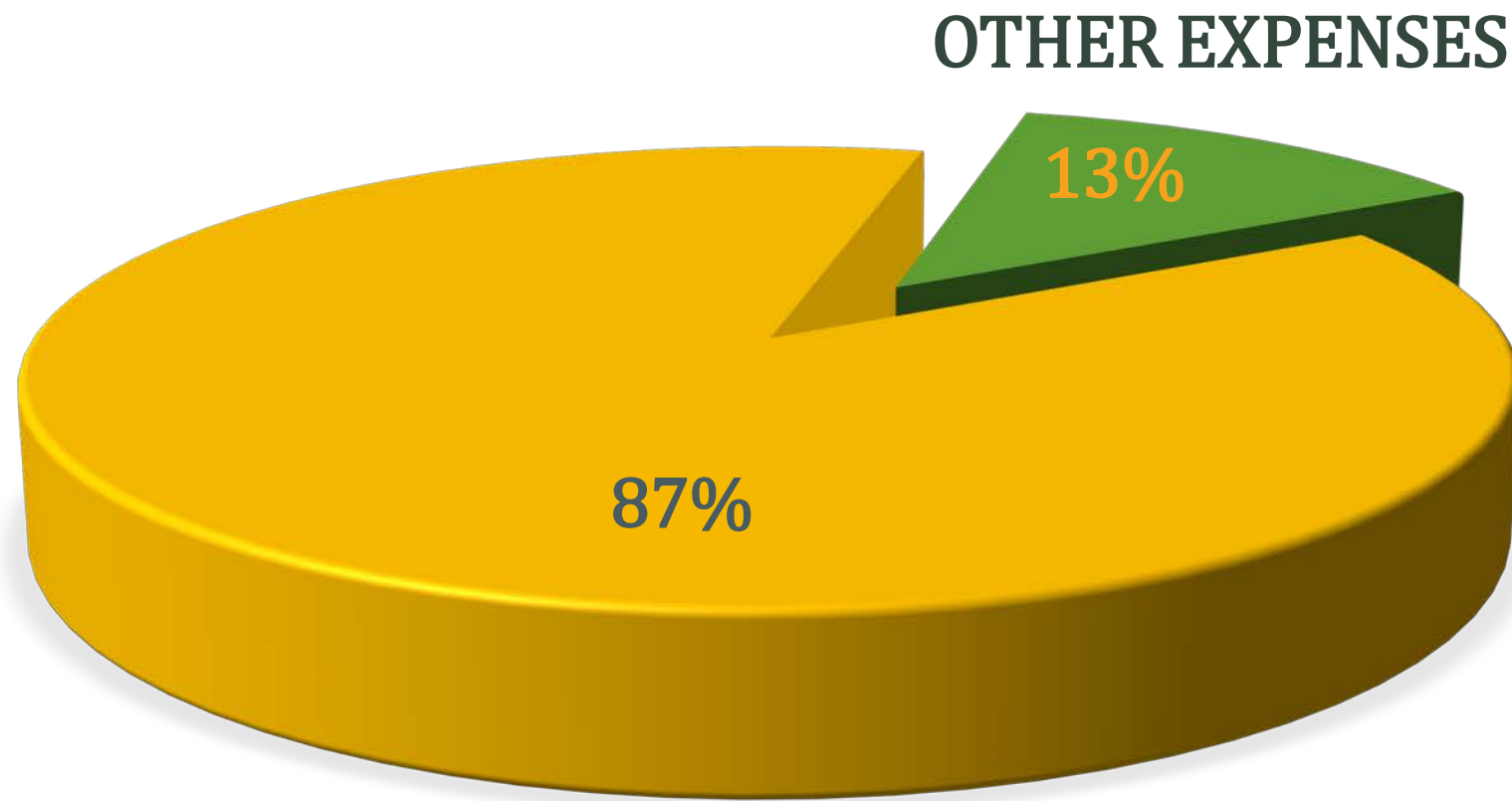


RETIREMENT CONTRIBUTIONS (STRS/PERS)



*Based on 2018/19 staffing levels and annual step/column increases. Amounts subject to change.

EXPENDITURE BUDGET – MAJOR BREAKDOWN



SALARIES AND BENEFITS

OTHER EXPENSES

- ✓ *Utilities*
- ✓ *Software Licensing*
- ✓ *Insurance*
- ✓ *Service Contracts*
- ✓ *Telephone & Internet*
- ✓ *Legal/Capital Outlay*
- ✓ *Office Supplies*
- ✓ *Training/Conferences*

AVERAGE SALARIES AND BENEFITS PER GROUP

Group	2007/08		2012/13		2018/19	
	FTE	Average Salary (Including Benefits)	FTE	Average Salary (Including Benefits)	FTE	Average Salary (Including Benefits)
Full-time faculty (includes Full Time Faculty, Counselors, Librarians)	143.50	112,026	114.00	115,392	132.00	\$149,837
CSEA	136.70	88,558	124.50	92,109	126.90	\$108,887
SEIU	41.00	79,671	36.00	83,774	39.00	\$101,935
Academic Management (Deans, and Ex. Deans)	11.50	153,125	11.75	150,970	13.00	\$202,855
Non-Instructional Management (Directors, Supervisors, Mgrs.)	23.00	125,363	20.25	132,245	30.00	\$175,228
VPs and AVPs	4.00	192,627	6.00	197,990	4.00	\$269,255
Confidential	8.00	100,382	7.50	101,989	6.00	\$131,523
Total FTE	367.70		320.00		350.90	

*Based on Budgeted Position Control

**2007/08 and 2012/13 data are based on information available

***Positions are funded through both unrestricted and restricted funds

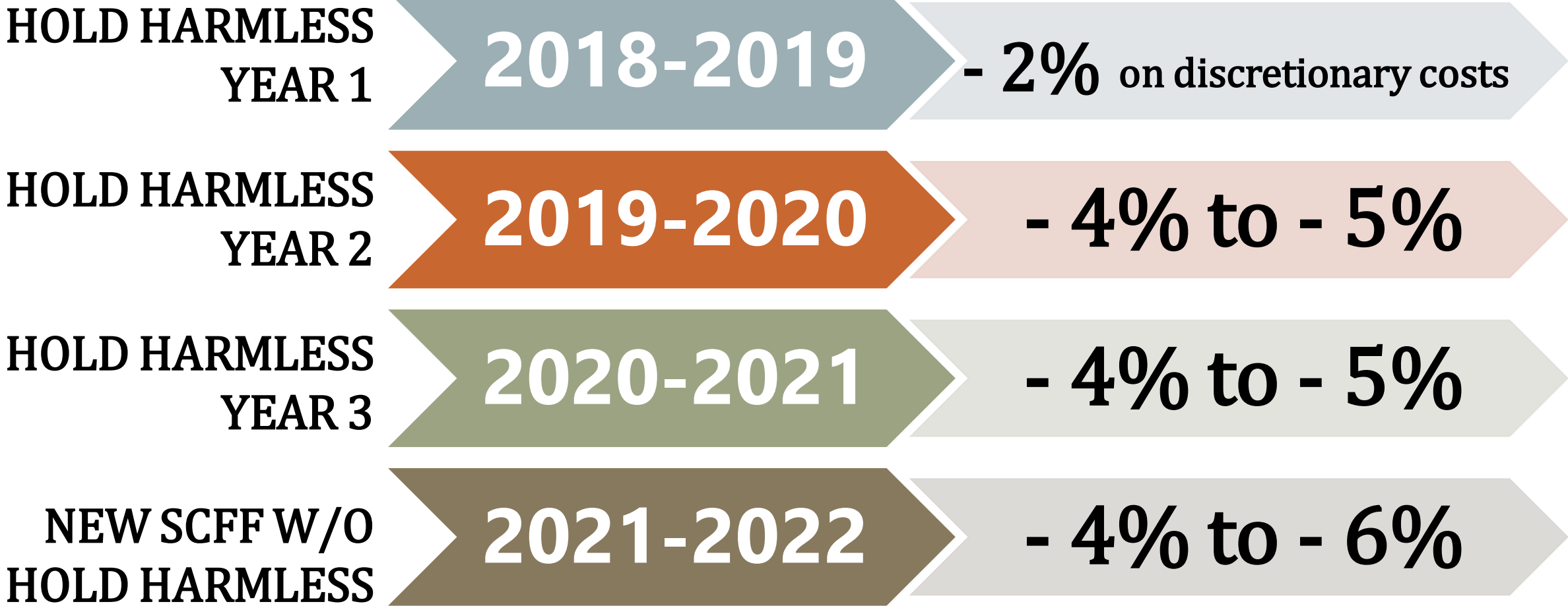
THREE-PRONGED APPROACH



GROWTH ASSUMPTIONS

	DO NOTHING			OPTIMISTIC			REALISTIC		
	19/20	20/21	21/22	19/20	20/21	21/22	19/20	20/21	21/22
<i>FTES</i>	7,300	7,300	7,300	8,260	8,260	8,260	7,303	7,527	7,682
<i>Base Allocation</i>	0%	0%	0%	0.25%	0%	0%	0%	3%	2%
<i>Supplemental</i>	0%	0%	0%	0%	3%	2%	(20%)	3%	2%
<i>Student Success All Students</i>	0%	0%	0%	0%	3%	2%	5-10%	3%	2%
<i>Student Success Bonus</i>	0%	0%	0%	0%	3%	2%	0%	3%	2%

TARGETED EXPENDITURES REDUCTIONS



BETWEEN 12% TO 16% CUMULATIVE REDUCTION

TARGETED EXPENDITURES REDUCTIONS

PROPOSED TEMPORARY REDUCTION

Position Type	2019/2020	2020/2021	2021/2022
Management	(\$239,336)	-	-
Full Time Faculty	(\$1,631,410)	(\$1,631,410)	-
Sub-total Temporary Reductions	(\$1,870,746)	(\$1,631,410)	-

PROPOSED ON-GOING REDUCTION

Position Type	2019/2020	2020/2021	2021/2022
Classified Positions	(\$269,098)	(\$1,127,461)	(\$1,127,461)
Management	-	(\$789,856)	(\$789,856)
Full Time Faculty	-	-	(\$1,631,410)
Temporary Employees	(\$210,000)	(\$210,000)	(\$210,000)
Additional Cost to the District	\$224,815	\$224,815	\$224,815
Sub-total Ongoing Reductions	(\$254,283)	(\$1,902,502)	(\$3,533,912)
Total Reduction	(\$2,125,029)	(\$3,533,912)	(\$3,533,912)

UNRESTRICTED GENERAL FUND (FUND 10)

MULTI YEAR PROJECTION – DO NOTHING SCENARIO

	2019-2020 Projected	2020-2021 Projected	2021-2022 Projected
Revenue			
Apportionment per SCFF	45,552,654	46,872,680	47,506,250
Hold Harmless Funds	6,265,904	6,427,889	0
Other Sources	7,663,688	7,669,966	7,739,229
Est. Total Revenue	59,482,246	60,970,535	55,245,479
Est. Total Expenditures	60,069,356	61,381,969	61,913,181
Est. Total Net Activity	(587,109)	(411,434)	(6,667,702)
Beginning Fund Balance	9,555,073	8,967,964	8,556,530
Est. Ending Fund Balance	8,967,964	8,556,530	1,888,827
Fund Balance (% Expense)	14.93%	13.94%	3.05%

***Above numbers are subject to change**

UNRESTRICTED GENERAL FUND (FUND 10)

MULTI YEAR PROJECTION – OPTIMISTIC SCENARIO

	2019-2020 Projected	2020-2021 Projected	2021-2022 Projected
Revenue			
Apportionment per SCFF	46,859,920	48,947,396	51,195,237
Hold Harmless Funds	4,958,638	4,353,173	0
Other Sources	7,837,659	7,844,763	7,852,279
Est. Total Revenue	59,656,217	61,145,332	59,047,516
Est. Total Expenditures	60,069,356	61,381,969	61,913,181
Proposed Temporary reduction	(1,870,746)	(1,631,410)	-
Proposed On-going reduction	(254,283)	(1,902,502)	(3,533,912)
Est. Total Expenditures after reduction	57,944,327	57,848,057	58,379,269
Est. Total Net Activity	1,711,890	3,297,275	668,247
Beginning Fund Balance	9,555,073	11,266,964	14,564,238
Est. Ending Fund Balance	11,266,964	14,564,238	15,232,485
Fund Balance (% Expense)	19.44%	25.18%	26.09%

*Above numbers are subject to change

UNRESTRICTED GENERAL FUND (FUND 10)

MULTI YEAR PROJECTION – REALISTIC SCENARIO

	2019-2020 Projected	2020-2021 Projected	2021-2022 Projected
Revenue			
Apportionment per SCFF	45,120,100	47,008,903	48,557,062
Hold Harmless Funds	6,698,459	6,291,666	0
Other Sources	7,664,237	7,711,293	7,746,568
Est. Total Revenue	59,482,795	61,011,862	56,303,630
Est. Total Expenditures	60,069,356	61,381,969	61,913,181
Proposed Temporary reduction	(1,870,746)	(1,631,410)	-
Proposed On-going reduction	(254,283)	(1,902,502)	(3,533,912)
Est. Total Expenditures after reduction	57,944,327	57,848,057	58,379,269
Est. Total Net Activity	1,538,468	3,163,805	(2,075,639)
Beginning Fund Balance	9,555,103	11,093,571	14,257,376
Est. Ending Fund Balance	11,093,571	14,257,376	12,181,737
Fund Balance (% Expense)	19.15%	24.65%	20.87%

***Above numbers are subject to change**

Next Step...

- Budget Managers Meetings in March/April
- PIOs/HIOs
- May Revise
- Ohlone Tentative Budget in June
- Enacted State Budget in June
- Ohlone Final Budget in September

Thank you!