

Pasadena Area Community College District

Adopted Budget Fiscal Year 2017-18

RECOMMENDED FOR ADOPTION BY THE BOARD OF TRUSTEES

PRESENTED BY: DR. RICHARD STORTI,
ASSISTANT SUPERINTENDENT & VICE PRESIDENT
BUSINESS & ADMINISTRATIVE SERVICES

SEPTEMBER 6, 2017

California Budget Highlights Community Colleges

Unrestricted Ongoing Funding Increases

- Access - \$57.8 million (1%) increase
 - PCC: \$1.2 million / 240 FTES
- General Operating Allocation - \$183.6 million increase
 - PCC: \$3.6 million
- Cost of Living Adjustment of 1.56% (COLA) - \$97.6 million
 - PCC: \$2.0 million

California Budget Highlights Community Colleges

Restricted One-time Funding

- \$150 million for Guided Pathways
 - PCC: tbd
- \$76.9 million for deferred maintenance / instructional equipment
 - PCC: \$1.6 million
- \$46.5 million for Proposition 39 (Funding for Clean Energy Projects)
 - Prop 39 provides funding for 5 years – last year is 2017/18
 - PCC: \$800K

Cautions and Concerns

- **Economic and political uncertainties**

- **STRS and PERS**

- **Increasing Employer Contribution Rates**

Year	STRS	PERS
2016/17	12.58%	13.89%
2017/18	14.43%	15.80%
2018/19	16.28%	18.70%
2019/20	18.13%	21.60%
2020/21	19.10%	24.90%

- Annual ongoing STRS / PERS expense will increase \$7.0 million by FY 2020/21

- **Other Postemployment Benefit (OPEB) Liability**

General Fund Budget FY 2017/18

Revenue	Tentative Budget		Adopted Budget		Tentative vs. Adopted
State Apportionment	\$133,832,950	86.3%	\$133,364,586	85.2%	\$(468,364)
Lottery	3,461,327	2.2%	3,681,828	2.4%	220,501
State Mandated Claims	375,050	0.2%	682,214	0.4%	307,164
Non-resident Tuition	9,373,000	6.0%	9,373,000	6.0%	0
CalSTRS On Behalf Payment	4,000,000	2.6%	5,000,000	3.2%	1,000,000
Categorical / Student Fees / Other	4,102,295	2.6%	4,413,335	2.8%	311,040
Total Revenue	\$155,144,622	100.0%	\$156,514,963	100.0%	\$1,370,341
Expenses					
Salaries and Benefits	\$132,651,670	85.5%	\$133,586,961	85.4%	\$935,291
Supplies and Materials	2,130,119	1.4%	2,139,796	1.4%	9,677
Operating Expenses and Services	16,164,107	10.4%	16,507,169	10.5%	343,062
Capital Outlay	657,321	0.4%	637,883	0.4%	-19,438
Other Outgoing / Transfers	3,541,405	2.3%	3,643,154	2.3%	101,749
Total Expenses and Transfers	\$155,144,622	100.0%	\$156,514,963	100.0%	\$1,370,341
Surplus (Deficit)	-0-		-0-		-0-

Budget Augmentation as a result of the Program Review Process

- * Total requests: 155 requests totaling nearly \$12 million were prioritized by the College
- * Of the 155 requests, 44 or 28% were approved and are included in the FY 2017/18 budget
- * Funding methodology used: The first ten items of the prioritized list and all requests equal to or below \$5,000 were funded.
- * Total funded \$403,196

Transfers

Fund	Transfers
01 General Fund	\$ (3,643,154)
33 Child Development Center Fund	52,750
41 Capital Outlay Fund	685,000
62 Property & Liability Self -Insurance Fund	1,411,016
64 OPEB Self-Insurance Fund	1,000,000
69 Other Internal Service Fund - PERS/STRS	494,388
Total	\$ -

Summary of Funds

2017/2018 Tentative Budget

Fund	Beginning Balance	Income	Expenditures	Transfers	Net Activity	Ending Balance
01 General Fund	\$26,502,806	\$156,514,963	\$(152,871,809)	\$ (3,643,154)	-	\$ 26,502,806
03 Restricted General Fund	2,048,420	41,882,486	(41,937,874)		(55,388)	1,993,032
29 Capital Servicing Fund	1,040,729	1,000	(929,884)		(928,884)	111,845
33 Child Development Center Fund	281,246	841,182	(893,932)	52,750	-	281,246
41 Capital Outlay Fund	5,583,649	5,119,011	(7,086,533)	685,000	(1,282,522)	4,301,127
42 Building Fund - Measure P	6,817,672	0	(6,817,672)		(6,817,672)	-
43 Scheduled Maintenance	2,625,598	2,972,663	(5,571,260)		(2,598,597)	27,001
59 Identity Services Fund	112,212	36,105	(53,920)		(17,815)	94,397
61 Workers Compensation Self- Insurance Fund	2,133,297	1,883,629	(1,883,629)		-	2,133,297
62 Property & Liability Self -Insurance Fund	498,430	0	(1,411,016)	1,411,016	-	498,430
63 Dental Coverage Self - Insurance Fund	2,658,060	1,350,000	(1,350,000)		-	2,658,060
64 OPEB Self-Insurance Fund	14,583,891	0	(1,800,000)	1,000,000	(800,000)	13,783,891
69 Other Internal Service Fund - PERS/STRS	5,314,522	0	0	494,388	494,388	5,808,910
74 Student Financial Aid Fund	760,389	42,398,230	(42,398,230)		-	760,389
Total	\$ 70,960,921	\$ 252,999,269	\$(265,005,759)	\$ -	\$ (12,006,490)	\$ 58,954,431

Questions

