

2010/11 SB 361 Revenue Allocation Simulation (4/8/10) -- Includes projected funding shortfall and expenditure increases -- Non-resident FTES adjusted

EXHIBIT I											
	CCC	DVC	LMC	TOTAL							
APPORTIONMENT REVENUE					FTES Targets:	Resident	Credit	Non-Cr	Int'l. N/R	Dom. N/R	Total
Base Allocation	\$ 3,321,545	\$ 3,875,136	\$ 3,321,545		CCC	6,199.02	5,999.02	200	167.43	-	6,366.45
Approved Centers		\$ 1,107,182			DVC	15,392.89	15,378.89	14	1,511.56	20.82	16,925.27
					LMC	8,245.39	8,215.39	30	52.56	30.22	8,328.17
FTES Base	\$ 27,933,480	\$ 70,240,427	\$ 37,584,202		Total	29,837.29	29,593.29	244	1,731.55	51.04	31,619.88
Subtotal	\$ 31,255,025	\$ 75,222,745	\$ 40,905,747		\$ 4,564.83 per credit FTES \$ 2,744.96 per non-credit FTES						
Negative COLA -0.38%	\$ (118,769)	\$ (285,846)	\$ (155,442)	\$ (560,057)							
TOTAL APPORTIONMENT REVENUE	\$ 31,136,256	\$ 74,936,899	\$ 40,750,305	\$ 146,823,459							
OTHER STATE AND LOCAL INCOME											
OTHER STATE REVENUE					Lottery, Part-time faculty (parity), Apprenticeship, Office Hours and Health Insurance						
Lottery, Unrestricted	\$ 706,675	\$ 1,878,704	\$ 924,427	\$ 3,509,807	\$111/FTES						
Apprenticeship	\$ 3,639	\$ 178,321	\$ -	\$ 181,960	as earned by colleges						
Office Hours	\$ 6,111	\$ 16,246	\$ 7,994	\$ 30,351	2009/10 P-1 apportionment Exhibit A, as a percentage of FTES (reduced \$28,217)						
P-T Faculty Health Benefits	\$ 30,252	\$ 80,426	\$ 39,574	\$ 150,253	2009/10 P-1 apportionment Exhibit A, as a percentage of FTES (reduced \$39,791)						
Subtotal, Other State Revenue	\$ 746,678	\$ 2,153,698	\$ 971,995	\$ 3,872,371							
LOCAL REVENUE											
Int. Ed. Revenue - Health Fee		\$ 551,720		\$ 551,720	International student insurance policy is offered only to DVC students						
Non Resident Tuition	\$ 776,065	\$ 7,802,850	\$ 296,983	\$ 8,875,898	Non-res tuition = 09-10 budget plus 50% of unbudgeted growth, adjusted for fee increase in 10/11						
Other Local (BP 3.03)	\$ 350,000	\$ 600,000	\$ 275,000	\$ 1,225,000							
2% Enrollment Fee	\$ 24,207	\$ 161,785	\$ 49,270	\$ 235,263	adjusted 09-10 budget (11/09)						
Subtotal, Local Revenue	\$ 1,150,272	\$ 9,116,355	\$ 621,253	\$ 10,887,880							
TOTAL REVENUE	\$ 33,033,206	\$ 86,206,951	\$ 42,343,553	\$ 161,583,710	Procedure 18.01	Total negative COLA / Total Revenue =				-0.3466%	
	20.443%	53.351%	26.205%	100.00%							
EXPENDITURES											
D.O. Central Services \$233.56 per FTES	\$ 1,486,922	\$ 3,952,999	\$ 1,945,094	\$ 7,385,015	Total = \$ 7,385,015						
Revenue Adjustment per BP 18.01	\$ (5,164)	\$ (13,727)	\$ (6,755)	\$ (25,645)	\$ 7,359,370						
District Wide Services \$334.11 per FTES	\$ 2,127,075	\$ 5,654,851	\$ 2,782,500	\$ 10,564,426	Includes sabbatical, faculty/class. senates, UF/ Local 1 release time, staff devel., CEEP, SUI exp. chrg. Total = \$ 10,564,426						
Select District Wide Services included above:					* = not previously included in DW U = previously in DW						
Unemployment experience charges	\$ 20,134	\$ 53,527	\$ 26,338	\$ 100,000	Distributed by FTES						
Local 1 Release Time	\$ 15,730	\$ 41,818	\$ 20,577	\$ 78,124	* Local 1 President, pay from DW, distribute by FTES, \$59,400 salary + \$18,724 benefits						
Faculty Sabbatical Replacements	\$ 113,549	\$ 301,872	\$ 148,538	\$ 563,959	* Formula= \$515,982 plus 9.2981% benefits, distributed by FTES \$ 563,959						
UF Release Time	\$ 17,282	\$ 45,945	\$ 22,607	\$ 85,834	* 2.0 release time @ c-hourly replacement, distributed by FTES (\$42,917 = 1 FTE including benefits) (currently in college PCBs & c-1						
DW Classified Senate Release Time	\$ 4,027	\$ 10,705	\$ 5,268	\$ 20,000	Districtwide classified senate stipend distributed by FTES						
Classified Senate Release Time	\$ 5,000	\$ 10,000	\$ 5,000	\$ 20,000	Allocation for local classified senate activities						
Faculty Senate	\$ 59,500	\$ 69,245	\$ 60,006	\$ 188,751	* Discretionary budget of \$60,000 based on Bus. Proc. 18.04 based on FTE F-T Faculty (+ 1.0 FTE release time per campus)						
Classified Enhancement Program (CEEP)	\$ 11,880	\$ 25,860	\$ 13,620	\$ 51,360	Distributed by % of full-time classified; \$60,000 total distributed to 3 colleges and DO						
Staff Development (locally funded)	\$ 56,208	\$ 132,967	\$ 65,825	\$ 255,000	\$100,000 distributed 25/50/25 CCC/DVC/LMC; balance distributed by FTES						
Less distribution of dept chair \$\$\$ in HR bgt	\$ (58,695)	\$ (156,042)	\$ (76,781)	\$ (291,519)	U \$270,000 plus budgeted benefits of \$21,519 -- reduce assessment; 100% cost goes to colleges						
Revenue Adjustment per BP 18.01	\$ (6,951)	\$ (18,479)	\$ (9,093)	\$ (34,523)	10,529,903						
D.W. International Education \$287.52 PER FTES	\$ 48,140	\$ 434,608	\$ 15,112	\$ 497,860	Distributed based on Int'l FTES targets				Total = \$	497,860	18,447,301
Regulatory Costs \$335.83 per FTES	\$ 2,138,051	\$ 5,684,033	\$ 2,796,859	\$ 10,618,943	Retiree Health (\$9,025,843); Insurance (\$1,387,500); Audit (\$205,600) =				Total = \$	10,618,943	
Utilities \$126.76 per FTES	\$ 807,007	\$ 2,145,436	\$ 1,055,673	\$ 4,008,116	✓ FTES used to allocate utilities since the "Basic Allocation" serves as an adequate proxy for the workload measure of Sq. Ft.						
2010/11 expenditure increases \$10.59 per FTES (on non-regulatory costs)	\$ 67,441	\$ 179,292	\$ 88,222	\$ 334,954	✓ Includes all step/column and benefit rate increases (exclusive of \$150,000 SUI experience increase), this amount is not included in college assessments						

2010/11 expenditure increases \$34.11 per FTES	\$ 216,905	\$ 576,644	\$ 283,741	\$ 1,077,289	✓ Includes only 8.5% of retiree benefits, \$150,000 SUI experience \$ 767,197 = 8.5% of retiree benefits
Subtotal, Assessed Costs	\$ 6,811,985	\$ 18,416,364	\$ 8,863,133	\$ 34,091,481	This subtotal does not include non-regulatory increases on row 50; DO/DW will reduce costs by this amount
COLLEGE OPERATING EXPENSE plus RESERVES	\$ 29,320,175	\$ 68,887,585	\$ 35,591,449	\$ 133,799,208	Includes Buildings & Grounds and Campus portion of Int. Ed. Expense; net of Oct. '09 2009-10 budget reductions;
Increases to college operating expenses	742,966	1,723,749	852,765	3,319,480	Step/column/benefits based on revised 2009/10 budget (incl. new SUI rate)
COLLEGE RESERVES	\$ -	\$ -	\$ -	\$ -	Fund 11-01 operating reserves held at campuses in 09-10 budget
TOTAL EXPENSE	\$ 36,875,126	\$ 89,027,697	\$ 45,307,347	\$ 171,210,169	
	21.54%	52.00%	26.46%	100%	
EXPENSES UNDER/(OVER) REVENUE	(\$3,841,920)	(\$2,820,746)	(\$2,963,794)	\$ (9,626,460)	

Summary of Revenue Reductions/Increased costs

	CCC	DVC	LMC	TOTAL	3-12-10 model	DO/DW	
Apportionment Revenues	31,255,025	75,222,745	40,905,747	147,383,516	147,383,516	33,417,303	Expenditures before -\$967,792 second phase of 2 year reduction
Decreases to Revenues (.38% negative COLA)	(118,769)	(285,846)	(155,442)	(560,057)	(560,057)	(967,792)	Second phase of two year reductions
Total Apportionment Revenue	31,136,256	74,936,899	40,750,305	146,823,459	146,823,459		
Total Other State and Local Revenue	1,896,950	11,270,053	1,593,248	14,760,251	14,451,926		
Total Revenue	33,033,206	86,206,951	42,343,553	161,583,710	161,275,385	32,449,511	
Assessments	6,607,195	17,871,926	8,595,239	33,074,360	32,449,211	33,074,360	
Decreases in Assessments	(12,114)	(32,206)	(15,847)	(60,168)	(60,210)	(60,168)	Decreases due to revenue reduction BP 18.01
Increases in Assessments	216,905	576,644	283,741	1,077,289	927,229	1,412,244	\$1,077,240 increase due to Regulatory, \$334,954 non-regulatory
Total Assessments	6,811,985	18,416,364	8,863,133	34,091,481	33,316,230		
College Operating Expense plus reserves	29,320,175	68,887,585	35,591,449	133,799,208	133,799,208		
College Operating Expense with Assessment	36,132,160	87,303,948	44,454,582	167,890,689	167,115,438		
Projected increases to College Operating Expense							
Projected Step/Column/Health/Welfare	742,966	1,723,749	852,765	3,319,480	3,319,480	(334,954)	DO/DW reduction due to additional costs
College Operating Expense	36,875,126	89,027,697	45,307,347	171,210,169	170,434,918		
Expenses under/over revenue	(3,841,920)	(2,820,746)	(2,963,794)	(9,626,460)	(9,159,533)		
Subsidy	1,789,857		464,423	2,254,280	2,254,280		From interest revenue, retiree health reserve contribution, reserves
Net Reductions	(2,052,063)	(2,820,746)	(2,499,371)	(7,372,180)	(6,905,253)	(1,362,914)	Total reductions
College Operating Expense with reserves revised	34,823,063	86,206,951	42,807,976	163,837,990	163,529,665		
College Operating Expense plus reserves	28,011,078	67,790,588	33,944,843	129,746,508	130,213,435	34,091,481	\$ 34,091,481 -
Deficit due to Subsidy				(2,254,280)	(2,254,280)		
Expenditures to Balance Budget						163,837,990	

Total District Budget Reduction

(8,735,094)

(466,927)

163,837,990

3579253

Difference between 3-12-10 simulation and 4-8-10 simulation due to distribution of unbudgeted districtwide expenses, e.g. sabbaticals, and revision of revenues such as non-resident