## 2017-18 OPERATING BUDGET DEVELOPMENT ASSUMPTIONS Key Budget Assumptions: 1.48% COLA; \$519,200 Base Increase; 0.0% FTES Adjustment; 6.78% H/W Increase Unrestricted General Fund

Updated: 1/27/2017

FTES			15/16 Actuals		16/17 Budget	17/1	8 Tentative Budget Assumptions	
	Resident Credit rate	\$	5,004.25	\$	5,004.25	\$	5,078.32	
	Resident Non-Credit rate	\$	3,009.20	\$	3,009.20	\$	3,053.73	
	Resident Credit target		28,288.84		28,589.97		28,589.97	
	Resident Non-Credit target		77.33		78.03		78.03	
	Resident Credit - funded Resident Non-Credit - funded		28,288.84 77.33		28,589.97 78.03		28,589.97 78.03	
	Non-Resident Target		2,750.00		2,750.00		2,750.00	
	Resident Unit Fee	\$	46.00	\$	46.00	\$	46.00	
	Non-Resident Unit Fee	\$	205.00	\$	211.00		228.00	
Revenu	• Assumptions		15/16 Actuals	16/17 Budget			17/18 Tentative Budget Assumptions	
1.	FTES (Resident)		28,366.17		28,668.00		28,668.00	
2.			2,750.00		2,750.00		2,750.00	
۷.	FTES (Non-Resident) Revenue (8.1% rate increase in 2017-18)		\$13,270,577		\$13,659,405		\$14,759,926	
3.	COLA		1.02%		0.00%		1.48%	
	Incremental Revenue		\$1,293,687		-		\$2,120,932	
4.	Lottery, unrestricted		\$140		\$144		\$144	
	Total Revenue		\$4,379,165		\$4,663,787		\$4,151,663	
5.	Lottery, Prop 20 Restricted		\$48		\$48		\$48	
	Total Revenue		\$1,494,650		\$1,489,548		\$1,383,888	
6.	Deficit (property taxes/enrollment fees) Reduction in Revenue		0.0%		0.5% (\$785,556)		0.5% (\$808,981)	
7.	FTES Adjustment		0.00%	1	.06%; 301 net increase		0.00%	
	Incremental Revenue		_		\$1 500 037			
8.	Incremental Revenue  Base Allocation Increase		\$7,024,596		\$1,509,037 \$2,014,473		\$519,200	
			\$7,024,596  15/16 Actuals			17/1	\$519,200  8 Tentative Budget Assumptions	
	Base Allocation Increase				\$2,014,473	17/1	8 Tentative Budget	
Expend 1.	Base Allocation Increase  diture Assumptions  Salary Increase		<b>15/16 Actuals</b> 5%		\$2,014,473  16/17 Budget	17/1	8 Tentative Budget Assumptions	
1. 2.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase		15/16 Actuals 5% 1.2%		\$2,014,473  16/17 Budget  0% 1.2%	17/1	8 Tentative Budget Assumptions  0% <sup>1</sup> 1.2%	
Expend 1.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase Health and Welfare (H&W)		15/16 Actuals 5% 1.2% 8.91%		\$2,014,473  16/17 Budget  0%  1.2% 5.02%		8 Tentative Budget Assumptions  0%  1.2% 6.78%	
1. 2.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase		15/16 Actuals 5% 1.2%		\$2,014,473  16/17 Budget  0% 1.2%	17/18	8 Tentative Budget Assumptions  0% <sup>1</sup> 1.2%	
1. 2.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)  Active Employees	\$	15/16 Actuals 5% 1.2% 8.91% \$19,299,337	\$	\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221		8 Tentative Budget Assumptions 0% <sup>1</sup> 1.2% 6.78% 21,522,813 12,119,530	
1. 2. 3.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)  Active Employees Retirees	\$	15/16 Actuals 5% 1.2% 8.91% \$19,299,337 \$11,178,084	\$	\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221 \$11,538,017	\$	8 Tentative Budget Assumptions 0% <sup>1</sup> 1.2% 6.78% 21,522,813 12,119,530	
1. 2.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)  Active Employees	\$	15/16 Actuals 5% 1.2% 8.91% \$19,299,337 \$11,178,084 30,477,421	\$	\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221 \$11,538,017	\$	8 Tentative Budget Assumptions  0%1  1.2% 6.78% 21,522,813 12,119,530 33,642,343	
1. 2. 3.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)  Active Employees Retirees  Payroll Taxes PERS Rate	\$	15/16 Actuals 5% 1.2% 8.91% \$19,299,337 \$11,178,084	\$	\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221 \$11,538,017  31,694,238	\$	8 Tentative Budget Assumptions  0% <sup>1</sup> 1.2%  6.78%  21,522,813  12,119,530  33,642,343  15.800%	
1. 2. 3.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)  Active Employees Retirees  Payroll Taxes	\$	15/16 Actuals 5% 1.2% 8.91% \$19,299,337 \$11,178,084 30,477,421 11.847%	\$	\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221 \$11,538,017  31,694,238  13.888%	\$	8 Tentative Budget Assumptions 0% <sup>1</sup> 1.2% 6.78% 21,522,813 12,119,530 33,642,343 15.800% 25.610%	
1. 2. 3.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)  Active Employees Retirees  Payroll Taxes PERS Rate PERS Safety Rate (Police)	\$	15/16 Actuals 5% 1.2% 8.91% \$19,299,337 \$11,178,084 30,477,421 11.847% 26.650%	\$	\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221  \$11,538,017  31,694,238  13.888% 26.650%	\$	8 Tentative Budget Assumptions  0%  1.2% 6.78% 21,522,813 12,119,530 33,642,343  15.800% 25.610% 14.430%	
1. 2. 3.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)  Active Employees Retirees  Payroll Taxes PERS Rate PERS Safety Rate (Police) STRS Rate	\$	15/16 Actuals  5%  1.2%  8.91% \$19,299,337 \$11,178,084  30,477,421  11.847% 26.650% 10.730%	\$	\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221  \$11,538,017  31,694,238  13.888%  26.650%  12.580%	\$	8 Tentative Budget Assumptions  0%1  1.2% 6.78% 21,522,813 12,119,530 33,642,343  15.800% 25.610% 14.430% 1.283%	
1. 2. 3.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)     Active Employees     Retirees  Payroll Taxes     PERS Rate     PERS Safety Rate (Police)     STRS Rate     Worker's Compensation Rate	\$	15/16 Actuals  5%  1.2%  8.91%  \$19,299,337  \$11,178,084  30,477,421  11.847%  26.650%  10.730%  1.410%	\$	\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221  \$11,538,017  31,694,238  13.888%  26.650%  12.580%  1.283%	\$	8 Tentative Budget Assumptions  0%1  1.2% 6.78% 21,522,813 12,119,530 33,642,343  15.800% 25.610% 14.430% 1.283%	
1. 2. 3.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)  Active Employees Retirees  Payroll Taxes PERS Rate PERS Safety Rate (Police) STRS Rate Worker's Compensation Rate State Unemployment Insurance (SUI) Rate	\$	15/16 Actuals  5%  1.2%  8.91%  \$19,299,337  \$11,178,084  30,477,421  11.847%  26.650%  10.730%  1.410%		\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221  \$11,538,017  31,694,238  13.888%  26.650%  12.580%  1.283%	\$	8 Tentative Budget Assumptions  0%1  1.2% 6.78% 21,522,813 12,119,530 33,642,343  15.800% 25.610% 14.430% 1.283%	
1. 2. 3.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)    Active Employees    Retirees  Payroll Taxes    PERS Rate    PERS Safety Rate (Police)    STRS Rate    Worker's Compensation Rate    State Unemployment Insurance (SUI) Rate  Districtwide Assessments and Other Expenses    Utilities (5% Increase over CY projections)    Property & Liability Insurance		5% 1.2% 8.91% \$19,299,337 \$11,178,084 30,477,421 11.847% 26.650% 10.730% 1.410% 0.050% 3,712,826 1,275,095		\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221  \$11,538,017  31,694,238  13.888%  26.650%  12.580%  1.283%  0.050%	\$	8 Tentative Budget Assumptions  0%  1.2% 6.78% 21,522,813 12,119,530 33,642,343  15.800% 25.610% 14.430% 1.283% 0.050%	
1. 2. 3.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)    Active Employees    Retirees  Payroll Taxes    PERS Rate    PERS Safety Rate (Police)    STRS Rate    Worker's Compensation Rate    State Unemployment Insurance (SUI) Rate  Districtwide Assessments and Other Expenses    Utilities (5% Increase over CY projections)    Property & Liability Insurance    Student Accident Insurance/Student Assistance Program		5% 1.2% 8.91% \$19,299,337 \$11,178,084 30,477,421 11.847% 26.650% 10.730% 1.410% 0.050% 3,712,826 1,275,095 322,453		\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221  \$11,538,017  31,694,238  13.888%  26.650%  12.580%  1.283%  0.050%  3,898,466 1,350,000 330,000	\$	8 Tentative Budget Assumptions  0%1  1.2% 6.78% 21,522,813 12,119,530 33,642,343  15.800% 25.610% 14.430% 1.283% 0.050%  4,042,500 1,350,000 330,000	
1. 2. 3.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)    Active Employees    Retirees  Payroll Taxes    PERS Rate    PERS Safety Rate (Police)    STRS Rate    Worker's Compensation Rate    State Unemployment Insurance (SUI) Rate  Districtwide Assessments and Other Expenses    Utilities (5% Increase over CY projections)    Property & Liability Insurance    Student Accident Insurance/Student Assistance Program    IT Maintenance Agreements		5% 1.2% 8.91% \$19,299,337 \$11,178,084 30,477,421 11.847% 26.650% 10.730% 1.410% 0.050% 3,712,826 1,275,095 322,453 1,421,428		\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221 \$11,538,017  31,694,238  13.888% 26.650% 12.580% 1.283% 0.050%  3,898,466 1,350,000 330,000 1,450,000	\$	8 Tentative Budget Assumptions  0%1  1.2% 6.78% 21,522,813 12,119,530 33,642,343  15.800% 25.610% 14.430% 1.283% 0.050%  4,042,500 1,350,000 330,000 1,160,000	
1. 2. 3.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)    Active Employees    Retirees  Payroll Taxes    PERS Rate    PERS Safety Rate (Police)    STRS Rate    Worker's Compensation Rate    State Unemployment Insurance (SUI) Rate  Districtwide Assessments and Other Expenses    Utilities (5% Increase over CY projections)    Property & Liability Insurance    Student Accident Insurance/Student Assistance Program    IT Maintenance Agreements    Retiree Health Benefit Annual Contribution		5% 1.2% 8.91% \$19,299,337 \$11,178,084 30,477,421 11.847% 26.650% 10.730% 1.410% 0.050% 3,712,826 1,275,095 322,453 1,421,428 1,000,000		\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221 \$11,538,017  31,694,238  13.888% 26.650% 12.580% 1.283% 0.050%  3,898,466 1,350,000 330,000 1,450,000 1,000,000	\$	8 Tentative Budget Assumptions  0%1  1.2% 6.78% 21,522,813 12,119,530 33,642,343  15.800% 25.610% 14.430% 1.283% 0.050%  4,042,500 1,350,000 330,000 1,160,000 1,000,000	
1. 2. 3.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)    Active Employees    Retirees  Payroll Taxes    PERS Rate    PERS Safety Rate (Police)    STRS Rate    Worker's Compensation Rate    State Unemployment Insurance (SUI) Rate  Districtwide Assessments and Other Expenses    Utilities (5% Increase over CY projections)    Property & Liability Insurance    Student Accident Insurance/Student Assistance Program    IT Maintenance Agreements    Retiree Health Benefit Annual Contribution    Faculty Sabbaticals		15/16 Actuals  5%  1.2%  8.91% \$19,299,337 \$11,178,084  30,477,421  11.847% 26.650% 10.730% 1.410% 0.050%  3,712,826 1,275,095 322,453 1,421,428 1,000,000 419,471		\$2,014,473  16/17 Budget  0%  1.2%  5.02% \$20,156,221 \$11,538,017  31,694,238  13.888% 26.650% 12.580% 1.283% 0.050%  3,898,466 1,350,000 330,000 1,450,000 1,000,000 471,529	\$	8 Tentative Budget Assumptions  0%1  1.2% 6.78% 21,522,813 12,119,530 33,642,343  15.800% 25.610% 14.430% 1.283% 0.050%  4,042,500 1,350,000 330,000 1,160,000 1,000,000 480,960	
1. 2. 3.	Base Allocation Increase  diture Assumptions  Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)    Active Employees    Retirees  Payroll Taxes    PERS Rate    PERS Safety Rate (Police)    STRS Rate    Worker's Compensation Rate    State Unemployment Insurance (SUI) Rate  Districtwide Assessments and Other Expenses    Utilities (5% Increase over CY projections)    Property & Liability Insurance    Student Accident Insurance/Student Assistance Program    IT Maintenance Agreements    Retiree Health Benefit Annual Contribution    Faculty Sabbaticals    Legal Costs		5% 1.2% 8.91% \$19,299,337 \$11,178,084 30,477,421 11.847% 26.650% 10.730% 1.410% 0.050% 3,712,826 1,275,095 322,453 1,421,428 1,000,000		\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221  \$11,538,017  31,694,238  13.888%  26.650%  12.580%  1.283%  0.050%  3,898,466 1,350,000 330,000 1,450,000 1,000,000 471,529 400,000	\$	8 Tentative Budget Assumptions  0%1  1.2% 6.78% 21,522,813 12,119,530 33,642,343  15.800% 25.610% 14.430% 1.283% 0.050%  4,042,500 1,350,000 330,000 1,160,000 1,000,000 480,960 400,000	
1. 2. 3.	Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)     Active Employees     Retirees  Payroll Taxes     PERS Rate     PERS Safety Rate (Police)     STRS Rate     Worker's Compensation Rate     State Unemployment Insurance (SUI) Rate  Districtwide Assessments and Other Expenses     Utilities (5% Increase over CY projections)     Property & Liability Insurance     Student Accident Insurance/Student Assistance Program     IT Maintenance Agreements     Retiree Health Benefit Annual Contribution     Faculty Sabbaticals     Legal Costs     Election Costs (Two local elections)		15/16 Actuals  5%  1.2% 8.91% \$19,299,337 \$11,178,084  30,477,421  11.847% 26.650% 10.730% 1.410% 0.050%  3,712,826 1,275,095 322,453 1,421,428 1,000,000 419,471 388,254 -		\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221  \$11,538,017  31,694,238  13.888%  26.650%  12.580%  1.283%  0.050%  3,898,466 1,350,000 330,000 1,450,000 1,000,000 471,529 400,000 350,000	\$	8 Tentative Budget Assumptions  0%1  1.2% 6.78% 21,522,813 12,119,530 33,642,343  15.800% 25.610% 14.430% 1.283% 0.050%  4,042,500 1,350,000 330,000 1,160,000 1,000,000 480,960 400,000 100,000	
1. 2. 3.	Salary Increase Step/Column Annual Average Increase Health and Welfare (H&W) Active Employees Retirees  Payroll Taxes PERS Rate PERS Safety Rate (Police) STRS Rate Worker's Compensation Rate State Unemployment Insurance (SUI) Rate Districtwide Assessments and Other Expenses Utilities (5% Increase over CY projections) Property & Liability Insurance Student Accident Insurance/Student Assistance Program IT Maintenance Agreements Retiree Health Benefit Annual Contribution Faculty Sabbaticals Legal Costs Election Costs (Two local elections) Audit		15/16 Actuals  5%  1.2%  8.91% \$19,299,337 \$11,178,084  30,477,421  11.847% 26.650% 10.730% 1.410% 0.050%  3,712,826 1,275,095 322,453 1,421,428 1,000,000 419,471 388,254 - 167,400		\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221 \$11,538,017  31,694,238  13.888% 26.650% 12.580% 1.283% 0.050%  3,898,466 1,350,000 330,000 1,450,000 1,000,000 471,529 400,000 350,000 192,000	\$	8 Tentative Budget Assumptions  0%1  1.2% 6.78% 21,522,813 12,119,530 33,642,343  15.800% 25.610% 14.430% 1.283% 0.050%  4,042,500 1,350,000 330,000 1,160,000 1,000,000 480,960 400,000 100,000 175,000	
1. 2. 3.	Salary Increase  Step/Column Annual Average Increase  Health and Welfare (H&W)     Active Employees     Retirees  Payroll Taxes     PERS Rate     PERS Safety Rate (Police)     STRS Rate     Worker's Compensation Rate     State Unemployment Insurance (SUI) Rate  Districtwide Assessments and Other Expenses     Utilities (5% Increase over CY projections)     Property & Liability Insurance     Student Accident Insurance/Student Assistance Program     IT Maintenance Agreements     Retiree Health Benefit Annual Contribution     Faculty Sabbaticals     Legal Costs     Election Costs (Two local elections)		15/16 Actuals  5%  1.2% 8.91% \$19,299,337 \$11,178,084  30,477,421  11.847% 26.650% 10.730% 1.410% 0.050%  3,712,826 1,275,095 322,453 1,421,428 1,000,000 419,471 388,254 -		\$2,014,473  16/17 Budget  0%  1.2%  5.02%  \$20,156,221  \$11,538,017  31,694,238  13.888%  26.650%  12.580%  1.283%  0.050%  3,898,466 1,350,000 330,000 1,450,000 1,000,000 471,529 400,000 350,000	\$	8 Tentative Budget Assumptions  0%1  1.2% 6.78% 21,522,813 12,119,530 33,642,343  15.800% 25.610% 14.430% 1.283% 0.050%  4,042,500 1,350,000 330,000 1,160,000 1,000,000 480,960 400,000 100,000	

<sup>&</sup>lt;sup>1</sup> Any salary increases for FY 2017-18 will be determined through the collective bargaining process

## Future District STRS/PERS Contribution Estimates (Operating Budget only)

STRS	13-14	14-15	15-16	16-17	17-18	18-19	19-20	20-21
STRS Payroll *	56,955,758	58,801,340	59,989,739	61,189,534	62,413,325	63,661,592	64,934,824	66,233,520
Contribution rate	8.25%	8.88%	10.73%	12.58%	14.43%	16.28%	18.13%	19.10%
Contribution required	\$4,698,850	\$5,221,559	\$ 6,436,899	\$ 7,697,643	\$ 9,006,243	\$10,364,107	\$11,772,684	\$12,650,602
PERS	13-14	14-15	15-16	16-17	17-18	18-19	19-20	20-21
PERS Payroll *	30,964,001	32,047,821	32,696,303	33,350,229	34,017,234	34,697,579	35,391,531	36,099,362
Contribution rate	11.44%	11.77%	11.85%	13.88%	15.80%	18.70%	21.60%	24.90%
Contribution required	\$3,542,901	\$3,772,349	\$ 3,873,531	\$ 4,629,012	\$ 5,374,723	\$ 6,488,447	\$ 7,644,571	\$ 8,988,741
Total Contributions	\$ 8,241,751	\$8,993,908	\$10,310,430	\$ 12,326,655	\$ 14,380,966	\$ 16,852,554	\$ 19,417,255	\$ 21,639,343
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Year-Over-Year Increase	\$ -	\$ 752,157	\$ 1,316,522	\$ 2,016,225	\$ 2,054,311	\$ 2,471,588	\$ 2,564,701	\$ 2,222,088

<sup>\*</sup> Payroll is assumed to increase 2.00% each year beginning in FY 2016-17, compounded. Past fiscal years show actual figures.