

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	17/18 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	28,288.84	28,589.97	28,589.97
Resident Non-Credit - funded	77.33	78.03	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

Revenue 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. FTES (Non-Resident)	2,750.00	2,750.00	2,750.00
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)	0.0%	0.5%	0.5%
Reduction in Revenue	-	(\$785,556)	(\$808,981)
7. FTES Adjustment	0.00%	1.06%; 301 net increase	0.00%
Incremental Revenue	-	\$1,509,037	-
8. Base Allocation Increase	\$7,024,596	\$2,014,473	\$519,200

Expenditure Assumptions	15/16 Actuals	16/17 Budget	17/18 Tentative Budget Assumptions
1. Salary Increase	5%	0%	0% ¹
2. Step/Column Annual Average Increase	1.2%	1.2%	1.2%
3. Health and Welfare (H&W)	8.91%	5.02%	6.78%
Active Employees	\$19,299,337	\$20,156,221	\$ 21,522,813
Retirees	\$11,178,084	\$11,538,017	12,119,530
	\$ 30,477,421	\$ 31,694,238	\$ 33,642,343
4. Payroll Taxes			
PERS Rate	11.847%	13.888%	15.800%
PERS Safety Rate (Police)	26.650%	26.650%	25.610%
STRS Rate	10.730%	12.580%	14.430%
Worker's Compensation Rate	1.410%	1.283%	1.283%
State Unemployment Insurance (SUI) Rate	0.050%	0.050%	0.050%
5. Districtwide Assessments and Other Expenses			
Utilities (5% Increase over CY projections)	\$ 3,712,826	\$ 3,898,466	\$ 4,042,500
Property & Liability Insurance	1,275,095	1,350,000	1,350,000
Student Accident Insurance/Student Assistance Program	322,453	330,000	330,000
IT Maintenance Agreements	1,421,428	1,450,000	1,160,000
Retiree Health Benefit Annual Contribution	1,000,000	1,000,000	1,000,000
Faculty Sabbaticals	419,471	471,529	480,960
Legal Costs	388,254	400,000	400,000
Election Costs (Two local elections)	-	350,000	100,000
Audit	167,400	192,000	175,000
SUI Experience Charges	146,977	150,000	150,000
Self-Insurance Annual Contribution	100,000	100,000	100,000

¹ 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
Year-Over-Year Increase	\$ -	\$ 752,157	\$ 1,316,522	\$ 2,016,225	\$ 2,054,311	\$ 2,471,588	\$ 2,564,701	\$ 2,222,088

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