

**2017-18 OPERATING BUDGET DEVELOPMENT ASSUMPTIONS**  
**Key Budget Variables: 1.56% COLA; \$4.13M Base Increase; 0.0% FTES Adjustment; ≈ 8% H/W Premium Increase**  
**Unrestricted General Fund**

| <b>FTES</b>                  | <b>15/16 Actuals</b> | <b>16/17 Budget</b> | <b>17/18 Adoption Budget Assumptions</b> |
|------------------------------|----------------------|---------------------|--|
| Resident Credit rate         | \$ 5,004.25          | \$ 5,004.25         | \$ 5,151.23                              |
| Resident Non-Credit rate     | \$ 3,009.20          | \$ 3,009.20         | \$ 3,097.58                              |
| 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                                |

| <b>Revenue Assumptions</b>                         | <b>15/16 Actuals</b> | <b>16/17 Budget</b>     | <b>17/18 Adoption Budget Assumptions</b> |
|--|----------------------|-------------------------|--|
| <b>1. FTES (Resident)</b>                          | 28,366.17            | 28,668.00               | 28,668.00                                |
| <b>2. FTES (Non-Resident)</b>                      | 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                             |
| <b>3. COLA</b>                                     | 1.02%                | 0.00%                   | 1.56%                                    |
| Incremental Revenue                                | \$1,293,687          | -                       | \$2,324,263                              |
| <b>4. Lottery, unrestricted</b>                    | \$140                | \$144                   | \$146                                    |
| Total Revenue                                      | \$4,379,165          | \$4,663,787             | \$3,871,336                              |
| <b>5. Lottery, Prop 20 Restricted</b>              | \$48                 | \$48                    | \$48                                     |
| Total Revenue                                      | \$1,494,650          | \$1,489,548             | \$1,272,768                              |
| <b>6. Deficit (property taxes/enrollment fees)</b> | 0.0%                 | 0.5%                    | 0.5%                                     |
| Reduction in Revenue                               | -                    | (\$785,556)             | (\$797,811)                              |
| <b>7. FTES Adjustment</b>                          | 0.00%                | 1.06%; 301 net increase | 0.00%                                    |
| Incremental Revenue                                | -                    | \$1,509,037             | -  |
| <b>8. Base Allocation Increase</b>                 | \$7,024,596          | \$2,014,473             | \$4,131,000                              |

| <b>Expenditure Assumptions</b>                        | <b>15/16 Actuals</b> | <b>16/17 Budget</b> | <b>17/18 Adoption Budget Assumptions</b> |
|---|----------------------|---------------------|--|
| <b>1. Salary Increase</b>                             | 5%                   | 0%                  | 0% <sup>1</sup>                          |
| <b>2. Step/Column Annual Average Increase</b>         | 1.2%                 | 1.2%                | 1.2%                                     |
| <b>3. Health and Welfare (H&amp;W)</b>                | 8.91%                | 5.02%               | 8.05%                                    |
| Active Employees                                      | \$19,299,337         | \$19,938,937        | \$ 21,544,021                            |
| Retirees  | \$11,178,084         | \$11,538,017        | \$12,334,020                             |
|   | \$ 30,477,421        | \$ 31,476,954       | \$ 33,878,041                            |
| <b>4. Payroll Taxes</b>                               |                      |                     |  |
| PERS Rate   | 11.847%              | 13.888%             | 15.531%                                  |
| 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%              | 1.123%                                   |
| State Unemployment Insurance (SUI) Rate               | 0.050%               | 0.050%              | 0.050%                                   |
| <b>5. Districtwide Assessments and Other Expenses</b> |                      |                     |  |
| Utilities   | \$ 3,712,826         | \$ 4,193,609        | \$ 4,403,289                             |
| 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            | 1,643,932           | 1,450,000                                |
| 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  | -                    | 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                                  |

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