

Peralta Community College District 2014-15 Budget Assumptions

2014-15 Budget Assumptions

These assumptions are for use in development of the 2014-15 district and college adopted budgets. As more detailed information is received in the coming months from the Office of the Governor and the State Chancellor, the assumptions will be adjusted accordingly.

General Assumptions

1. The 2014-15 Adopted Budget will be balanced
2. The 2014-15 Adopted Budget will have a contingency reserve of no less than 5%
3. The District and colleges will use plans, planning documents, and planning processes as a basis for the development of their expenditure budgets
4. The District does not intend to issue a Tax Revenue Anticipation Note (TRANS) for the 2014-15 Fiscal Year
5. All State Apportionment deferrals will be eliminated

Revenue Assumptions

6. General apportionment deficit factor 2% for 2014-15
7. Access Money formally referred to as enrollment growth funds for PCCD of 2.5% for 2014-15, estimated 374 FTES
 - \$2 million for PCCD
8. The Cost of Living Adjustment (COLA) of .86% for 2014-15
 - \$860,665 for PCCD
9. Full Time Equivalent Student (FTES) base of 19,393; funded base credit FTES of 19,093.
 - 2.5% increase from 2013-14 P1 Certified FTES
10. Funded base non-credit FTES of 91.48
11. Anticipated property tax receipts of \$28,645,643
 - Increase of \$561,679 or 2% from 2013-14 estimated
12. Unrestricted lottery at \$126.00 per funded FTES
13. Mandated Cost Block Grant budgeted at \$503,771
 - Same as Prior Year
14. Third Year of Parcel Tax estimated to be \$7,682,155

Expenditure Assumptions

15. The District will meet all negotiated contractual obligations
16. Step and column salary increases will be included
 - Amount to be determined based on salary load
17. Projected Public Employee Retirement System contribution increase to 11.771%, an increase of .329% estimated to be \$73,563
18. Maintain District contribution to DSPS of \$1.15 million
19. Any restricted funding cuts or cost increases must be borne by the respective program
20. Increase in Medical premiums up to District cap, estimated increase cost of \$979,893;
 - Kaiser 0% increase from prior year
 - Traditional PPO (PFT, Admin, SEIU) – 26% increase
 - Lite PPO (PFT, Admin, SEIU) – 24.9% increase
 - Traditional PPO (Local 39) – 22.1% increase
 - Lit PPO (Local 39) – 17.5% increase
21. No increase to OPEB required contribution
22. Allocation of new faculty positions will be based on achieving parity within the Colleges
23. Utilities to be budgeted at the campus level at the prior year rates plus 2% for inflation.

- Increase in site discretionary and decrease in Department of General Services budgets for this purpose - \$71,801 increase
24. 1% Salary Schedule decrease to PFT salary schedules based on 2013-14 negotiations; estimated cost to be \$299,859
 25. Increase in Workers Compensation rate of .1% to 1.3% of payroll, estimated cost to be \$54,500

Revisions:

February 28, 2014 – (7) Changed Access from 3% to 2.5% based on Cabinet discussions and uncertainty of allocation of Growth by the Governors Budget

(9) Full time equivalent students – updated to reflect 2.5% Access and adjusted base from the P1 certification at the State Chancellors office. Prior year unfunded FTES, funded and part of the prior year base.

May 9, 2014 – Updated item (9) with the P1 certified figures from the State Chancellors office; updated item (17) with the new PERS rate and added the estimated dollar amount; Updated item (20) with actual increase in cost and the estimated amount based on current employee enrollment; Added items (24) and (25).