



GROSSMONT-CUYAMACA
COMMUNITY COLLEGE DISTRICT

MEMORANDUM

TO: Sue Rearic
FROM: Sahar Abushaban
DATE: September 11, 2012
SUBJECT: 2012/2013 Income Allocation Formula Criteria

The Formula

The District's Income Allocation Model includes critical criteria in order for the Declining Economy of Scale (EOS) Formula to advance, thereby reducing the EOS. For the 2012/2013 Adoption Budget, the following are the criteria for reduction of the EOS and the status:

<u>Criteria</u>	<u>Status</u>
All four criteria must be met	
2% COLA	Not met The State budget includes zero COLA
2% Growth	Not Met The State budget includes zero Growth
Adequate Growth dollars in Cuyamaca to earn more additional Growth-related income than the year's reduction related to the Economy of Scale factor	Not applicable Overall FTES split will not change
Minimum 1% FTES growth at Grossmont	Not applicable Overall FTES split will not change

Outline of Strategy for 2012/2013 Adoption Budget:

- FTES goals were based on the State 2012/2013 CAP at Tentative Budget as agreed upon at the March 12, 2012, Districtwide Strategic Planning & Budget Council (DSP&BC) meeting.
- Hold FTES split same as 2011/2012.
- Maintain the prior-year level Declining Economy of Scale factor.