

## Grossmont-Cuyamaca Community College District

### 2023-2024 Tentative Budget Assumption

- **Revenue Assumptions:**

- State Apportionment includes 6% projected COLA
- COLA included in the Final State budget will be included in Adoption Budget
- Projected to be in Hold Harmless Provision
- Other State revenue is projected to be the same as prior fiscal year Adoption Budget
- Local revenue is increased by \$265,000 mainly due to increase in projected interest

- **Expenditures Assumptions:**

- Mandated Benefits:
  - STRS & PERS Employer Contribution rates are per the Governors' January Budget Joint Analysis (Page 22)
    - STRS = 19.10% same as last fiscal year
    - PERS = 25.2% compared to 25.37% for last fiscal year
- All other payroll taxes stayed same as last year
- Health Benefits:
  - 2024 rates include 5% projected increase
  - Actual renewal rates will be incorporated at Adoption Budget
  - Projected cost includes active employees, budgeted vacant positions, retirees and opt out stipends
  - Adjunct Health Benefits include projecting 50% reimbursement from the State
- Total Health & Welfare TB increased by \$1.3 million compared to 2022-23 Adoption Budget
- Step, Column & Longevity increases are included in TB
- All vacant positions that are not defunded or frozen (including SERP) are included in TB

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### 2023-2024 Tentative Budget Assumption

- **Estimated Ending Balance:**

- Includes increasing Contingency Reserve by 10% of estimated ending balance
  - Increased by \$1.3 million
  - Contingency Reserve = \$15,776,539
  - Equates to about 1.5 months of total operating expenditures
  - Goal of 2 months of total operating expenditures
- Includes setting aside funds per AP6250 – Budget Management
  - 10% of estimated ending balance to fund buildings maintenance, repairs & total cost of ownership - \$1.3 million
  - 10% of estimated ending balance to fund each college's technology needs - \$1.3 million
  - 5% of estimated ending balance to fund STRS/PERS increases - \$664 K
- Estimated net ending balance = \$10.6 million due to HEERF offsets and protracting hiring time line to fill vacant positions.

- **Income Allocation Model (IAM):**

- Based on the feedback from the Budget Allocation Taskforce (BAT) and agreement from both presidents
- For the FY 2023-2024 Budget:
  - Resident FTES percentage is based on the prior five year average
    - Resident FTES is used to allocate the State SCFF FTES Allocation
    - GC = 66.95%
    - CC = 33.05%
  - Total FTES percentage is based on the prior five year average for resident and non-resident FTES
    - Total FTES is used to allocate Districtwide commitments and District Services cost to the colleges
    - GC = 67.69%
    - CC = 32.31%
- Going forward, the percentage will be recalculated every year based on the prior 3-Year average FTES