

2016-17 Tentative Budget

The San Bernardino CCD adopted its [2016-17 Tentative Budget](#) on June 9, 2016. The Tentative Budget is adopted prior to July 1, so that expenditures can be made after June 30 of the current fiscal year. It is a preliminary projection of income and expenses based on the most up-to-date information available. The Final Budget will be submitted to the Board of Trustees in September per the budget calendar approved November 12, 2015 and the California Budget and Accounting Manual. There will be many changes between now and then based on year-end activity and the final budget approved by the State. Hopefully, this communication will answer some common questions about the Tentative Budget and promote transparency and understanding.

How much COLA is SBCCD receiving from the State?

None – this year's state budget contains 0% COLA.

Will SBCCD meet its Faculty Obligation Number (FON)?

Yes. We are projecting 11.84 positions over our required FON. SBVC will be over 7.69 positions and CHC will be over 4.15 positions.

How many new full-time faculty will be hired?

We committed to add 11 new positions with the funding received from the state in 2015-16. In addition, we will convert four part-time positions to full-time from the Early Retirement Incentive Plan savings. (SBVC will convert three and CHC will convert one.)

How much full-time faculty funding will we receive from the State for 2016-17?

The Governor's current May Revise budget does not contain any additional funding for full-time faculty.

How are we going to address the increases to STRS and PERS?

Based on our estimates, retirement costs are expected to increase more than \$4.3 million over the next five years. The State

Chancellor's Office continues to caution that California is "nearing the point when a normal economic expansion period should end". It is important, therefore, that SBCCD use its 2016-17 resources to position itself for the future. For these reasons, we have set aside \$4 million to cover these anticipated costs.

What is this Facilities Assessment Plan that we've heard about?

SBCCD recently underwent an assessment of all its facilities at both colleges, as well as the district offices. The results showed over \$31 million in deferred maintenance. The Board of Trustees took action and added a 2016-17 budget directive to start addressing these needs. The 2016-17 tentative budget contains \$2.3 million for this purpose.

How much growth are we receiving from the State and how much are we going to grow?

- The May Revise contains a 2% statewide growth figure; however, it is expected that growth will continue to be distributed to districts based on need. SBCCD is projecting overall district growth of 4.25%.
- The tentative budget contains 2% growth for both colleges. We will continue working with the District Enrollment Management Committee to develop recommendations for final goals for both colleges.

Is there funding for the colleges to meet their growth goals?

Yes. The tentative budget contains \$600,000 to support growth goals for both colleges. Fiscal Services will continue working with the District Enrollment Management and District Budget committees to develop recommendations for final growth goals and distribution of funding amounts for each college.

How much does SBCCD get paid per FTES?

Each FTES generates \$4,943.24. This is up \$220 from 2014-15.

Is fiscal support for EDCT and KVCR being assessed to the Colleges?

- The tentative budget contains \$730,000 to support 100% the following positions:
 - KVCR General Manager
 - KVCR Educational Foundation Director
 - EDCT Associate Vice Chancellor
 - EDCT Foundation Director
 - EDCT Foundation Administrative Support
- This amount is not currently being assessed to the colleges; however, we will continue working with the District Budget Committee to develop recommendations regarding this funding source.



Is there funding for Program Review needs?

The tentative budget contains \$400,000 to support program review for both colleges and district services. We will continue working with the District Budget Committee to determine recommendations for the final funding of these needs.

Did the Board of Trustees lower the 15% fund balance?

Yes. The new board directive is 12%; the tentative budget projects a 12.47% fund balance.

Are the colleges paying for salary increases?

For two years the increases will be funded by SBCCD's fund balance. Beginning with fiscal year 2019, however, the costs will be absorbed into the college budgets.

Where can I find additional information?

- [SBCCD 2016-17 Tentative Budget](http://www.sbccd.org/bfs/2016-17-tentative)
(www.sbccd.org/bfs/2016-17-tentative)
- [SBCCD Fiscal Services](http://www.sbccd.org/bfs/fiscal-services)
(www.sbccd.org/bfs/fiscal-services)
- [District Budget Committee](http://www.sbccd.org/bfs/DBC)
(www.sbccd.org/bfs/DBC)
- [District Enrollment Management Committee](http://www.sbccd.org/bfs/DEMC)
(www.sbccd.org/bfs/DEMC)



Still have questions? Email kgoodric@sbccd.cc.ca.us and we'll do our best to answer them.