

RIVERSIDE COMMUNITY COLLEGE DISTRICT
District Budget Advisory Council Meeting

Friday, August 23, 2024

[Zoom Conference Link](#)

Phone: 1 (669) 444-9171 Meeting ID: 843 8773 4650

10:00 a.m. – 11:00 a.m.

AGENDA

- I. Welcome and Call to Order
- II. State Budget Update
 - FY 2024-2025 Final Budget Presentation
- III. Future Meetings

Friday, October 18, 2024



FINAL BUDGET

Fiscal Year 2024-2025

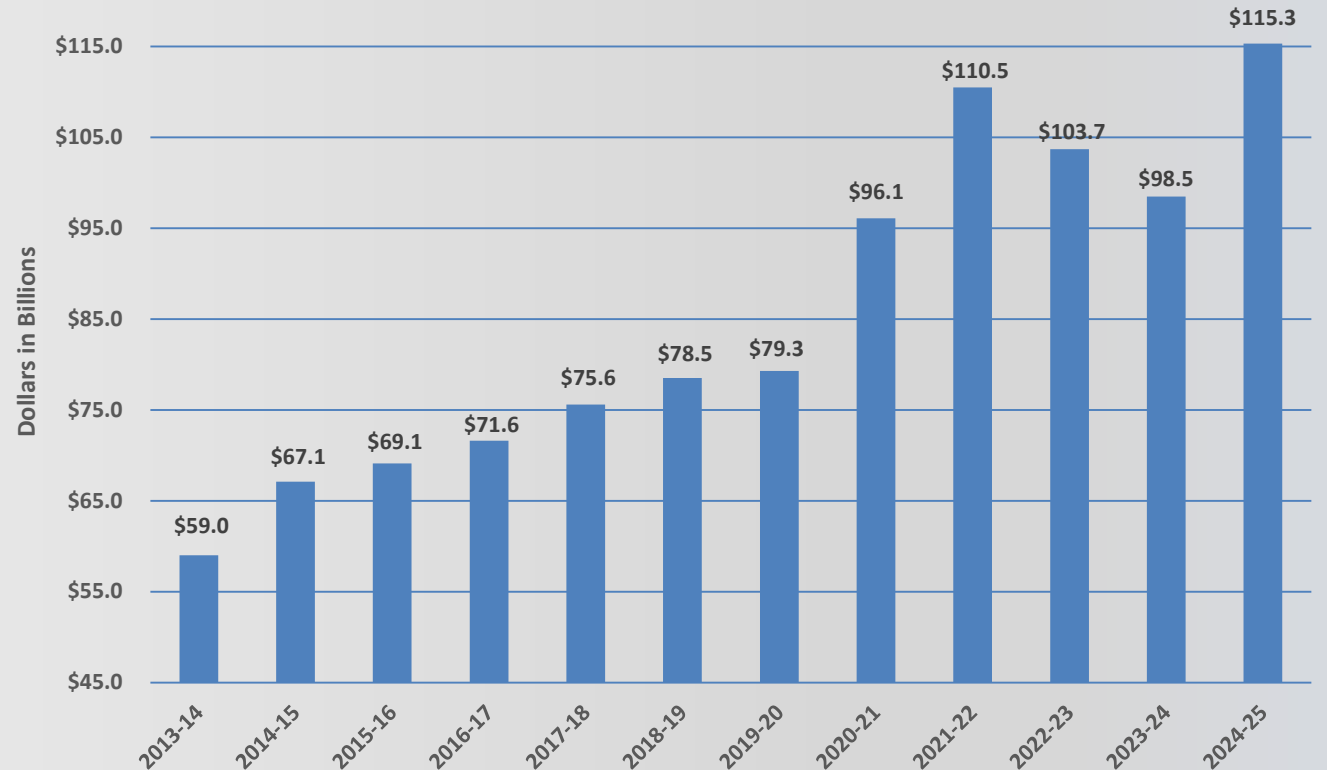
Board of Trustees Committee Meeting
September 3, 2024



**ADOPTED STATE BUDGET
COMMUNITY COLLEGE SYSTEM
AND
RIVERSIDE COMMUNITY COLLEGE DISTRICT**

Proposition 98 Minimum Guarantee

- FY 2022-23 approved budget set the K-14 minimum guarantee at \$106.9 billion...now revised to \$103.7 billion.
- FY 2023-24 –approved budget set the K-14 minimum guarantee at \$108.8 billion...now revised to \$98.5 billion.
- FY 2024-25 – Governor estimates the guarantee at \$115.3 billion.
 - Community College share of Proposition 98 – 10.93%





Base Changes
(In Millions)

Unrestricted Ongoing Revenues

Apportionment

Growth (.50%)*

COLA (1.07%)*

Total Apportionment/Unrestricted Ongoing Revenues

State

\$ 28.1

100.2

\$ 128.3

Unrestricted Ongoing Revenues

Total Unrestricted Revenues

\$ -

\$ 128.3

*These funding increases will be reflected in the rates for the Base, Supplemental, and Student Success allocations under the Student Centered Funding Formula.

Base Changes (In Millions)

Restricted Ongoing Revenues

COLA for Categorical Programs*

State

\$ 14.5

Total Restricted Ongoing Revenues

\$ 14.5

Restricted One-Time Revenues

Expand Nursing Program Capacity (Strong Workforce)

\$ 60.0

Expand eTranscript California

12.0

Strong Workforce - General Allocation

(65.0)

Mapping Pathways for Credit for Prior Learning

6.0

Pathways for Low-Income Workers (Strong Workforce)

5.0

Financial Aid for FAFSA Delays

20.0

Total Restricted One-Time Revenues

\$ 38.0

Total Restricted Revenues

\$ 52.5

*Categorical Programs to receive COLA are: DSP&S, EOP&S, CARE, CalWorks, and Adult Education, and Apprenticeship. Financial Aid Administration, Mandate Block Grants, and Childcare Tax Bailout. Large programs such as Student Equity & Achievement and Student Success Completion Grant were not included.



Base Changes
(In Millions)

Other

Physical Plant & Instructional Support

Prop 51 - State GO Bond (1 Continuing Project)

Total "Other" Restricted Revenues

<u>State</u>
\$ -
<u>29.3</u>
<u>\$ 29.3</u>



FY 2023-24

ENDING BALANCE

Base Changes
(In Millions)

FY 2023-24 Revenues

Adopted Budget	<u>\$ 291.12</u>
Estimated Revenue Adjustments	
FY 2023-24 Apportionment Adjustments	\$ 8.63
Lottery	1.29
Facility Rental	(1.03)
Interest Income/County Treasurer FMV Adjustment	4.79
Indirect Cost Recovery	(2.53)
Other	<u>(0.64)</u>
 Total Estimated Revenue Adjustments	 <u>\$ 10.51</u>
Net Revenues	<u><u>\$ 301.63</u></u>

Base Changes
(In Millions)

FY 2023-24 Ongoing Expenditures

Adopted Budget	<u>\$ 341.18</u>
Estimated Budget Savings:	
Salaries and Benefits	\$ 9.52
Supplies and Services	44.29
Capital Outlay and Other	0.81
Class/Comp Settlement	(10.08)
Retirement Incentive for June 30 Offer	<u>(3.02)</u>
Total Expenditure Budget	<u>\$ 41.52</u>
Net Expenditures	<u>\$ 299.66</u>
Net Current Year Estimated Deficit	\$ 1.97
Beginning Balance at July 1, 2023	<u>72.44</u>
Estimated Ending Balance at June 30, 2024	<u><u>\$ 74.41</u></u>



RCCD

**RIVERSIDE COMMUNITY
COLLEGE DISTRICT**

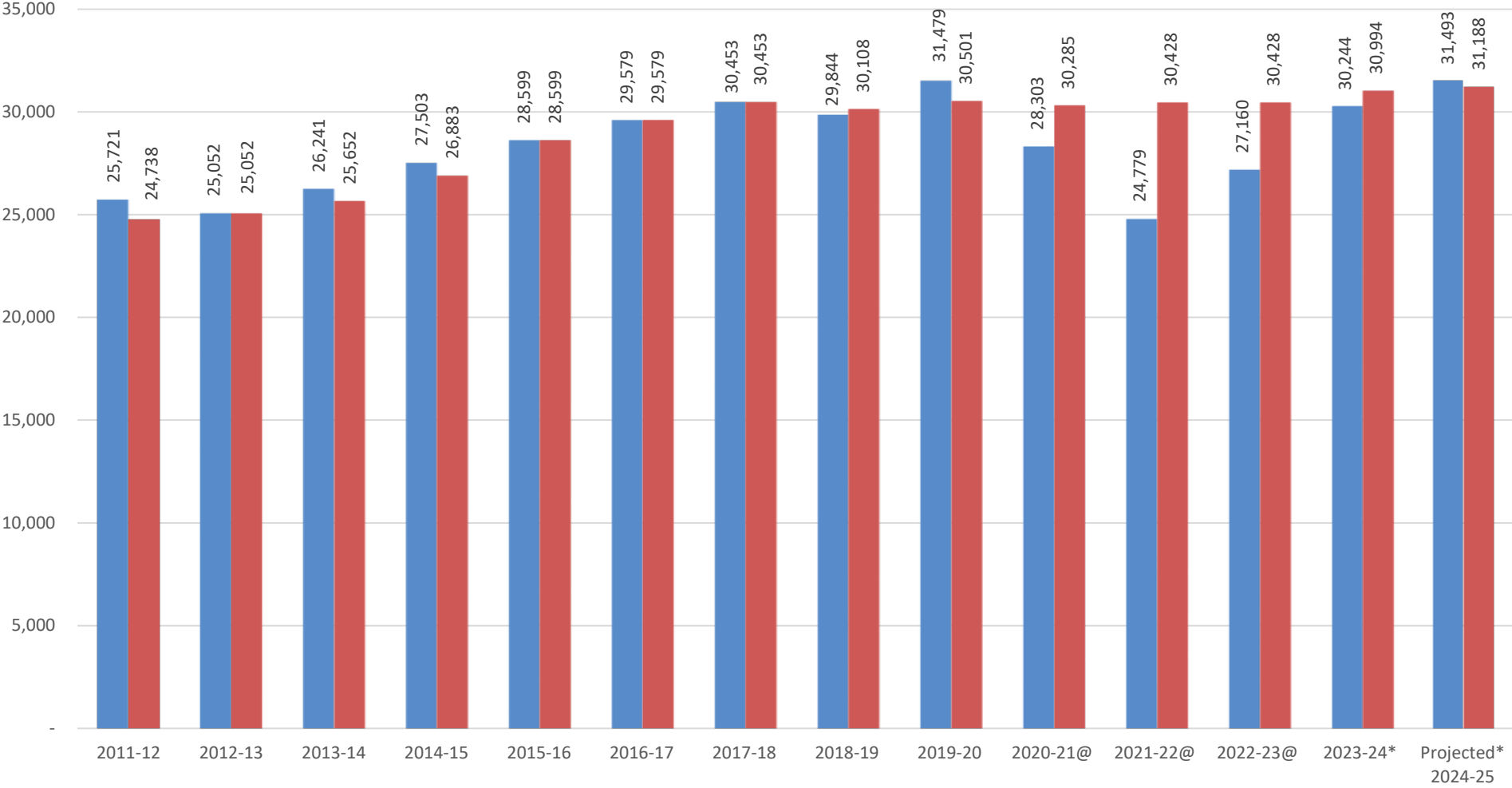
MORENO VALLEY COLLEGE | NORCO COLLEGE | RIVERSIDE CITY COLLEGE

FY 2024-25

FINAL BUDGET

Riverside Community College District FY 2024-25

Historical Resident Credit FTES Actual vs. State Funded



@ - Emergency Conditions Allowance (ECA) provided due to COVID-19

* - Actual FTES Totals are estimated

■ Actual ■ State Funded



Credit and Non-Credit FTES Targets

Credit FTES Target

Moreno Valley College
Norco College
Riverside City College
Total

FY 2024-25

6,973.66
7,230.42
17,288.92
31,493.00

Non-Credit FTES Target

Moreno Valley College
Norco College
Riverside City College
Total

FY 2024-25

21.25
65.15
192.03
278.43

Riverside Community College District FY 2024-25 Final Budget

Riverside Community College District
Estimated Apportionment Calculation Under the Student Centered Funding Formula
FY 2024-2025 Final Budget

Base Allocation: 70%

Base Credit/Special Admit/Non-Credit Rates with COLA	\$	5,294	\$	7,425	\$	4,465
				Funded FTES		Amount
Basic Allocation					\$	22,779,577
Credit FTES (Rolling 3 Year Avg. FY 22-23 - 29,269.68; FY 23-24 - 28,145.78; FY 24-25 - 28,145.78)				29,031.00	\$	153,702,432
85,561.24/3 = 28,520.41 + 510.59 Growth = 29,031.00				292.33	\$	2,170,415
Incarcerated Credit FTES 284.37 + 7.96 Growth = 292.33				1,865.06	\$	13,847,186
Special Admit Credit FTES 1,814.26 + 50.80 Growth = 1,865.06				108.84	\$	808,050
CDCP Credit FTES 96.82 + 12.02 Growth = 108.84				169.16	\$	755,219
Non-Credit FTES 150.48 + 18.67 Growth = 169.16				31,466.39	\$	171,283,301
Total FTES Allocation						
Total Base Allocation				31,466.39	\$	194,062,877

Supplemental Allocation: 20%

Supplemental Rate per Point	\$	1,252			
			Rate	Total Counts	Total Dollars
Supplemental Metric (Prior Year Counts)			(a)	(b)	(a) + (b)
AB 540 Students	\$	1,252	1,375	\$	1,721,980
Pell Grant	\$	1,252	14,177	\$	17,749,049
California Promise Grant Students (BOG Waivers)	\$	1,252	25,736	\$	32,219,979
Total Supplemental Allocation			41,288	\$	51,691,008
					100%

Riverside Community College District
Estimated Apportionment Calculation Under the Student Centered Funding Formula

FY 2024-2025 Final Budget

Student Success Incentive Allocation: 10%

Success Rate per Point (Success/Equity) \$ 738 \$ 279 \$ 186

Success Metrics	Rate (a)	Total Counts (b)	Total Dollars (a) + (b)	% to Total
Associate Degree for Transfer (ADT)	\$ 2,953	1,716	\$ 5,067,873	21.86%
Associate Degree	\$ 2,215	2,285	\$ 5,059,565	21.83%
Credit Certificates	\$ 1,476	675	\$ 997,355	4.30%
Transfer-Level Math and English	\$ 1,476	1,140	\$ 1,682,835	7.26%
Transfer to 4-Year Institutions	\$ 1,107	1,900	\$ 2,103,817	9.08%
CTE Units	\$ 738	4,937	\$ 3,644,458	15.72%
Regional Living Wage	\$ 738	6,265	\$ 4,625,286	19.95%
Total Success Metrics Allocation		<u>18,918</u>	<u>\$ 23,181,188</u>	<u>100.00%</u>
Success Equity Metrics - Pell Students				
	Rate (a)	Total Counts (b)	Total Dollars (a) + (b)	% to Total
Associate Degree for Transfer (ADT)	\$ 1,117	1,045	\$ 1,167,217	26.07%
Associate Degree	\$ 838	1,311	\$ 1,098,892	24.54%
Credit Certificates	\$ 559	271	\$ 151,668	3.39%
Transfer-Level Math and English	\$ 559	491	\$ 274,117	6.12%
Transfer to 4-Year Institutions	\$ 419	961	\$ 402,819	9.00%
CTE Units	\$ 279	2,404	\$ 671,538	15.00%
Regional Living Wage	\$ 279	2,547	\$ 711,466	15.89%
Total Success Equity Metrics Allocation - BOG Waiver Students		<u>9,031</u>	<u>\$ 4,477,716</u>	<u>100.00%</u>
Success Equity Metrics - College Promise (BOG Students)				
	Rate (a)	Total Counts (b)	Total Dollars (a) + (b)	% to Total
Associate Degree for Transfer (ADT)	\$ 745	1,389	\$ 1,034,448	24.53%
Associate Degree	\$ 559	1,813	\$ 1,012,994	24.02%
Credit Certificates	\$ 372	401	\$ 149,489	3.54%
Transfer-Level Math and English	\$ 372	718	\$ 267,535	6.34%
Transfer to 4-Year Institutions	\$ 279	1,330	\$ 371,403	8.81%
CTE Units	\$ 186	3,445	\$ 641,567	15.21%
Regional Living Wage	\$ 186	3,972	\$ 739,625	17.54%
Total Success Equity Metrics Allocation - Pell Students		<u>13,069</u>	<u>\$ 4,217,062</u>	<u>100.00%</u>
Total Student Success Allocation		<u>41,018</u>	<u>\$ 31,875,967</u>	

Riverside Community College District
Estimated Apportionment Calculation Under the Student Centered Funding Formula
FY 2024-2025 Final Budget

Total Apportionment

	SCFF Total Computational Revenue (TCR) for FY 2023-24	\$ 277,629,853	
	Less, Estimated FY 2023-24 Deficit	\$ (2,776,299)	-1.00%
	Adjusted FY 2023-24 TCR	\$ 274,853,555	
	Total Computational Revenue in Adopted Base Budget for FY 2022-23	\$ 239,737,742	
	FY 2023-24 Increase/(Decrease) in Base Apportionment from Adopted FY 2022-23 Base Budget	\$ 35,115,812	14.65%

Riverside Community College District Historical Supplemental and Student Success Metrics

<u>Supplemental Metrics per Year</u>	<u>FY 2018-19</u>	<u>FY 2019-20</u>	<u>FY 2020-21</u>	<u>FY 2021-22</u>	<u>FY 2022-23</u>	<u>FY 2023-24*</u>
AB 540 Students	1,652	1,598	1,367	1,242	1,366	1,375
Pell Students	14,939	15,713	13,014	11,804	13,328	14,177
College Promise Grant (formerly BOG Waiver)	29,759	29,883	25,542	21,539	23,396	25,736
Totals	<u>46,350</u>	<u>47,194</u>	<u>39,923</u>	<u>34,585</u>	<u>38,090</u>	<u>41,288</u>

<u>Success Metrics per Year</u>	<u>FY 2018-19</u>	<u>FY 2019-20</u>	<u>FY 2020-21</u>	<u>FY 2021-22</u>	<u>FY 2022-23</u>	<u>FY 2023-24*</u>
<u>All Students</u>						
Associate Degree for Transfer (ADT)	1,061	1,491	1,833	1,804	1,664	1,681
Associate Degree	2,642	2,517	2,500	2,512	2,160	2,182
Credit Certificates	686	627	481	483	735	809
Transfer-Level Math and English	1,107	1,246	1,122	1,030	1,177	1,212
Transfer to 4-Year Institutions	1,685	1,785	1,946	2,141	1,753	1,806
CTE Units Completion of 9+ Units	5,194	5,066	4,852	4,514	5,072	5,224
Regional Living Wage Attainment	5,833	6,462	6,088	6,819	5,900	6,077
Total All Students	<u>18,208</u>	<u>19,194</u>	<u>18,822</u>	<u>19,303</u>	<u>18,461</u>	<u>18,991</u>
<u>Equity/Pell Students</u>						
Associate Degree for Transfer (ADT)	627	931	1,123	1,094	1,015	1,025
Associate Degree	1,569	1,497	1,441	1,472	1,225	1,237
Credit Certificates	289	271	235	174	305	336
Transfer-Level Math and English	460	584	440	451	503	518
Transfer to 4-Year Institutions	900	931	1,078	1,102	878	904
CTE Units Completion of 9+ Units	2,605	2,518	2,389	2,089	2,524	2,600
Regional Living Wage Attainment	2,337	2,531	2,367	2,731	2,419	2,492
Total Pell Students	<u>8,787</u>	<u>9,263</u>	<u>9,073</u>	<u>9,113</u>	<u>8,869</u>	<u>9,112</u>
<u>Equity/College Promise (BOG) Students</u>						
Associate Degree for Transfer (ADT)	841	1,246	1,508	1,459	1,347	1,360
Associate Degree	2,158	2,051	1,999	2,007	1,708	1,725
Credit Certificates Requiring 18+ Units	411	387	331	297	432	475
Year	683	880	740	659	737	759
Transfer to 4-Year Institutions	1,217	1,275	1,447	1,547	1,203	1,239
CTE Units Completion of 9+ Units	3,702	3,587	3,431	3,081	3,574	3,681
Completion	3,738	4,135	3,803	4,336	3,734	3,846
Total College Promise (BOG) Students	<u>12,750</u>	<u>13,561</u>	<u>13,259</u>	<u>13,386</u>	<u>12,735</u>	<u>13,085</u>
Total Success Metrics	<u>39,745</u>	<u>42,018</u>	<u>41,154</u>	<u>41,802</u>	<u>40,065</u>	<u>41,188</u>

* - FY 2023-24 Supplemental and Success Metrics are estimates until MIS Report is submitted to State Chancellor's Office in October 2024.

Assumptions

- FY 2024-25 Credit, Resident FTES Target is 31,493
- COLA at 1.07% has been included in apportionment and salaries
- Step/Column/Professional Growth has been included
- PERS and General Liability/Property increases have been included
- Adjustments to health insurance have been included
- Retirement Incentive for December 31, 2024 offer
- Measure CC Election Costs
- Marketing and Information Initiative
- Guided Pathways Standard of Care

Base Changes
(In Millions)

FY 2024-25 Ongoing Revenue Budget

Beginning Revenue Budget	<u>\$ 291.12</u>
FY 2024-25 Apportionment	\$ 14.31
Interest	2.29
Lottery	0.50
Non-Resident Tuition	(0.33)
Part-Time Faculty Health/Office Hours/Compensation	0.90
Indirect Cost Recovery	(1.95)
Other	<u>(0.67)</u>
Total Ongoing Revenue Budget Adjustments	<u>\$ 15.05</u>
Total Ongoing Revenue Budget	<u><u>\$ 306.17</u></u>

Base Changes
(In Millions)

FY 2024-25 Ongoing Expenditure Budget

Beginning Expenditure Budget	<u>\$ 295.76</u>
Compensation Adjustments:	
Full-Time Compensation (COLA @ 1.07%)	\$ 1.98
Part-Time Faculty Compensation (COLA @ 1.07%)	0.55
Class Comp Settlement-Ongoing	2.17
Guided Pathways Standard of Care	2.00
Step/Column/Placement/Growth/Classification	2.47
PERS (26.68% to 27.05%)/STRS (No Change @ 19.10%)	0.22
New Full-Time Faculty Positions (16)	3.18
Health Insurance (Kaiser 16.13%; HN 12.50%; PPO -0-%)	2.50
General Liability & Property Insurance (2.0 % to 3.0 %)	1.85
Election Costs - BOT	0.10
Other	0.51
Total Ongoing Expenditure Budget Adjustments	<u>\$ 17.53</u>
Total Ongoing Expenditure Budget	<u>\$ 313.29</u>
Net Ongoing Budget Shortfall	<u>\$ (7.12)</u>



Base Changes
(In Millions)

FY 2024-25 One-Time Revenue Budget

Beginning Revenue Budget \$ -

FY 2024-25 One-Time Expenditure Budget

Beginning Expenditure Budget	<u>\$ 45.42</u>
GO Bond Planning and Feasibility	\$ 0.37
Indirect Cost Reductions	(0.59)
Retirement Incentive for December 31 Offer - Estimate	5.00
2018 FTES Shift to FY 2017-18	(0.36)
Set Aside for FY 2018-2019 Budget Savings	(0.13)
Set Aside for Prior Year Budget Savings	0.83
Set Aside for Mandate Block Grant (Net)	(7.34)
Special Revenue Programs	(1.39)
Election Costs - Measure CC	0.50



Base Changes
(In Millions)

FY 2024-25 One-Time Expenditure Budget (continued)

Inter/Intrafund Transfers	1.96
College 1% Contingency	(0.51)
RCC Makers Space	(0.05)
RCC Football Field/Track Renovation	(4.52)
RCC Life Science/Physical Science Renovation	(2.19)
MVC Welcome Center	<u>(0.43)</u>
Total One-Time Expenditure Budget Adjustments	<u>\$ (8.85)</u>
Total One-Time Expenditure Budget	<u>\$ 36.57</u>
Net One-Time Budget	<u><u>\$ 36.57</u></u>



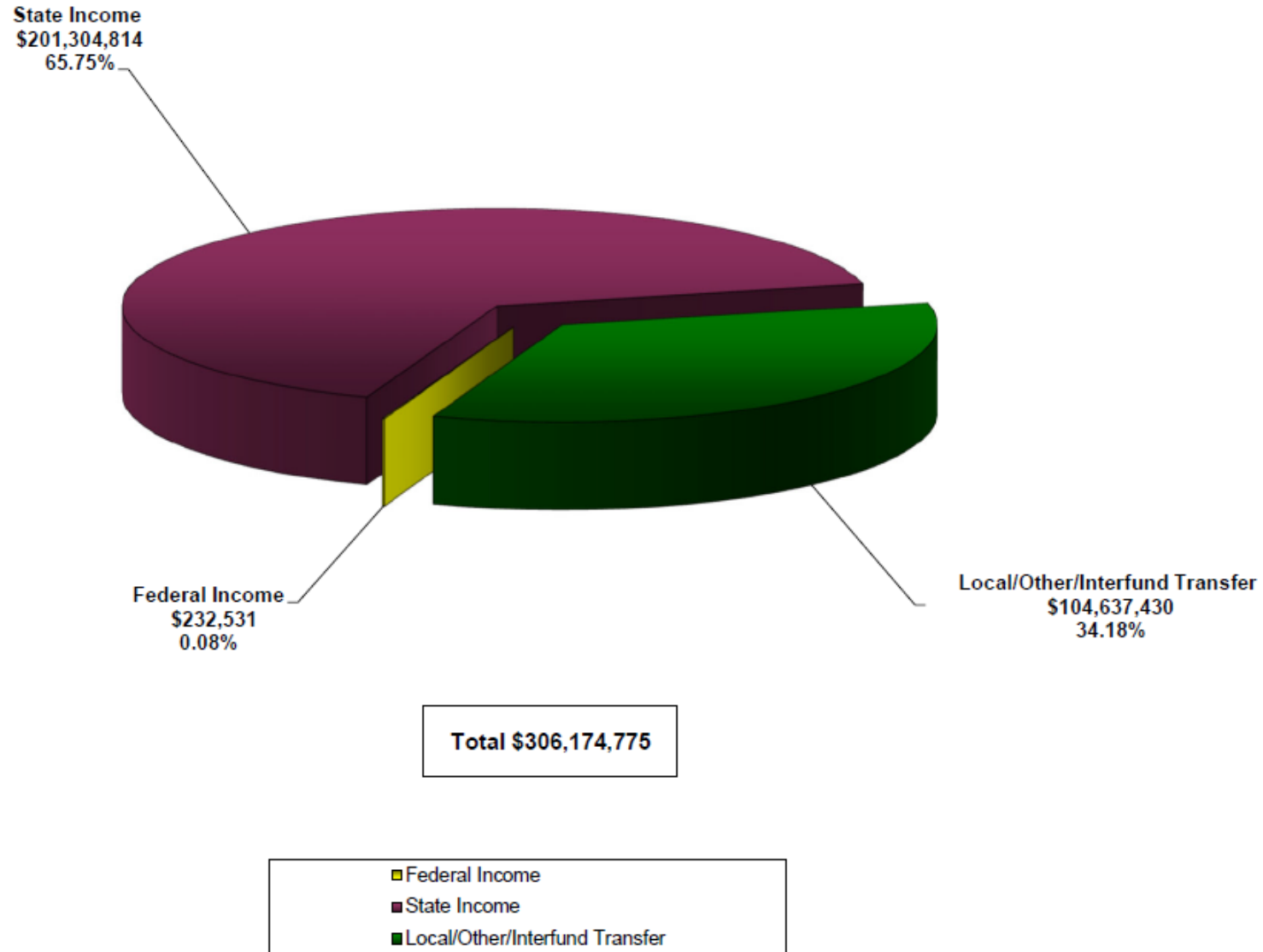
Base Changes
(In Millions)

Summary

Net Ongoing Budget Shortfall	\$ (7.12)
Net One-Time Budget Shortfall	<u>(36.57)</u>
Total Difference	\$ (43.69)
Estimated Beginning Balance at July 1, 2024	<u>74.41</u>
Total Available Funds	\$ 30.72
Less, Estimated Ending Balance Target	<u>(30.72)</u>
Estimated Budget (Shortfall) to Fund Reserve	<u><u>\$ -</u></u>

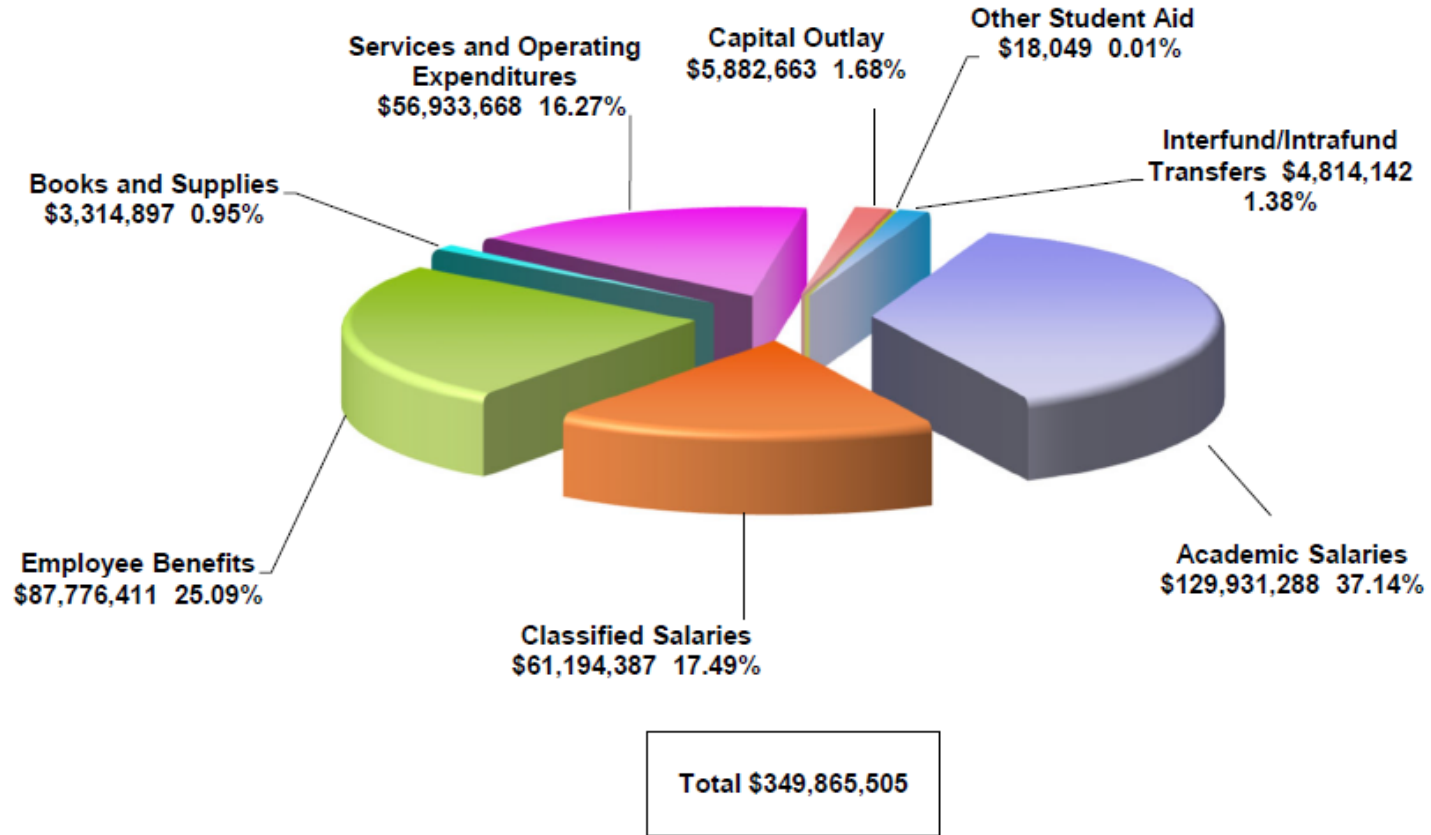
Riverside Community College District FY 2024-25 Final Budget

Revenue 2024-25



Riverside Community College District FY 2024-25 Final Budget

Expenditures 2024-25



■ Academic Salaries	■ Classified Salaries	■ Employee Benefits
■ Books and Supplies	■ Services and Operating Expenditures	■ Capital Outlay
■ Other Student Aid	■ Interfund/Intrafund Transfers	



RCCD

**RIVERSIDE COMMUNITY
COLLEGE DISTRICT**

MORENO VALLEY COLLEGE | NORCO COLLEGE | RIVERSIDE CITY COLLEGE

LOOKING AHEAD

Challenges and Opportunities

- Full recovery of COVID-19 Enrollment Decline and Sunsetting of ECA
- Economic Recession/Inflation/Reduction in State Apportionment (Prop 98)
- Multi-Year Rate Increases for STRS and PERS
- Impact of Retirement Incentive

Multi-Year Ongoing Budget Base Changes

(In Millions)

	<u>FY 2024-25</u>	<u>FY 2025-26</u>	<u>FY 2026-27</u>	<u>FY 2027-28</u>
Revenues	15.05	10.19	15.18	16.71
Expenditures	(17.53)	(13.38)	(17.08)	(15.17)
Net Budget Difference	(2.48)	(3.19)	(1.90)	1.54
Beginning Balance	74.41	71.93	68.74	66.84
Ending Balance	<u>71.93</u>	<u>68.74</u>	<u>66.84</u>	<u>68.38</u>

Assumptions:

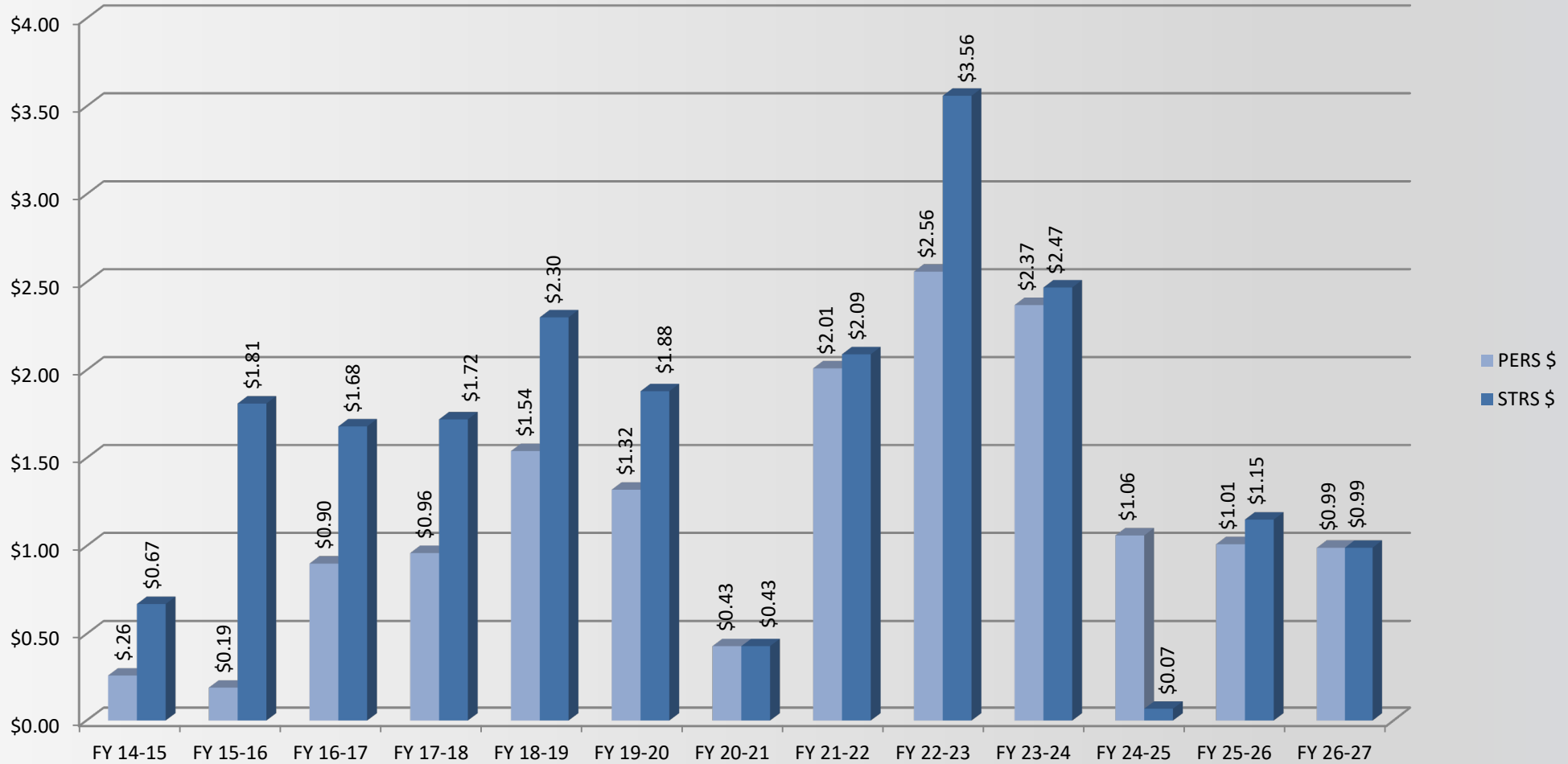
- Enrollment Growth (Avg. 3.00%)
- Equity/Student Success Metrics Growth (3.00%)
- COLA (Avg. 3.10%)
- Employee Benefit Increase (5.00%)
- Compensation Increases (COLA Only)
- New Faculty Priorities – 16 per year
- Required Reserve Increase per Board Policy through FY 2026-27



HISTORICAL BUDGET INFORMATION

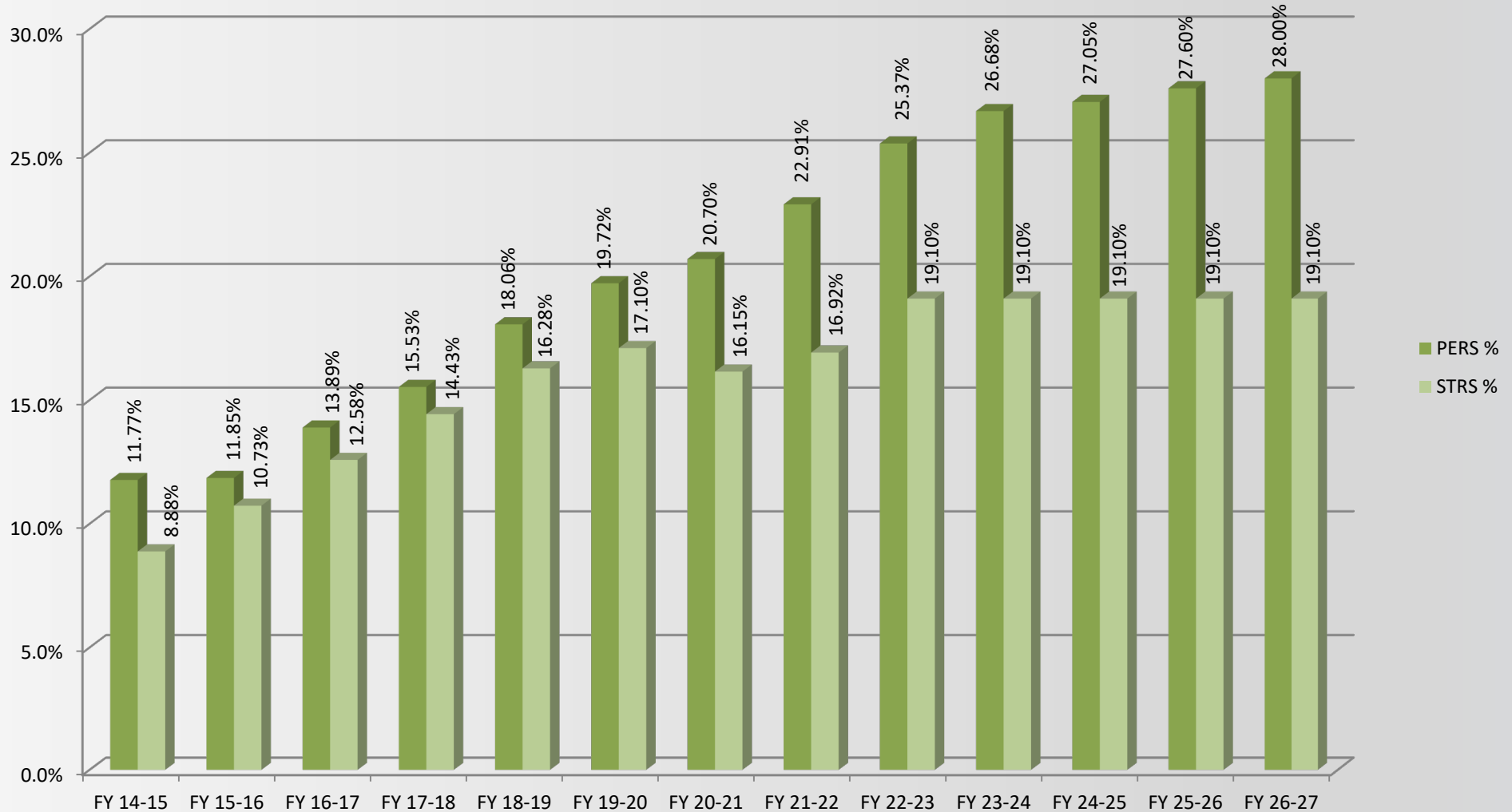
Riverside Community College District FY 2024-25 Final Budget

PERS and STRS Projected \$ Annual Budget Increases



Riverside Community College District FY 2024-25 Final Budget

PERS and STRS Projected % Rate Annual Increases



Unrestricted General Fund Contingency History

FY	Adopted Contingency Balance	% of Avaliable Funds	Actual Ending Fund Balance	% of Avaliable Funds
2023-24	\$ 22,376,831	6.15%	\$ 74,408,484 *	19.44%
2022-23	\$ 15,949,824	4.82%	\$ 72,442,232	21.38%
2021-22	\$ 15,141,796	5.00%	\$ 65,848,038	21.78%
2020-21	\$ 12,968,469	5.00%	\$ 56,007,914	20.14%
2019-20	\$ 14,941,743	5.50%	\$ 41,620,247	14.76%
2018-19	\$ 13,645,688	5.50%	\$ 53,189,474	20.37%
2017-18	\$ 13,577,277	5.91%	\$ 45,030,810	19.31%
2016-17	\$ 11,987,323	5.60%	\$ 42,944,508	19.60%
2015-16	\$ 10,447,116	5.38%	\$ 36,136,212	17.97%
2014-15	\$ 7,801,811	4.85%	\$ 13,836,227	8.43%
2013-14	\$ 6,358,532	4.16%	\$ 11,734,055	7.65%
2012-13	\$ 4,560,030	3.18%	\$ 10,926,705	7.52%
2011-12	\$ 5,840,447	3.87%	\$ 6,616,948	4.54%
2010-11	\$ 8,729,056	5.53%	\$ 12,450,649	7.90%
2009-10	\$ 8,391,878	5.43%	\$ 10,594,722	6.86%
2008-09	\$ 12,566,801	7.55%	\$ 13,253,848	8.21%
2007-08	\$ 9,423,484	6.02%	\$ 18,801,018	11.88%

*Includes \$36.07 million of one-time funds set-aside for the benefit of various college projects and purposes and a set-aside to augment the District's contingency balance.

Riverside Community College District
FY 2024-25 Final Budget

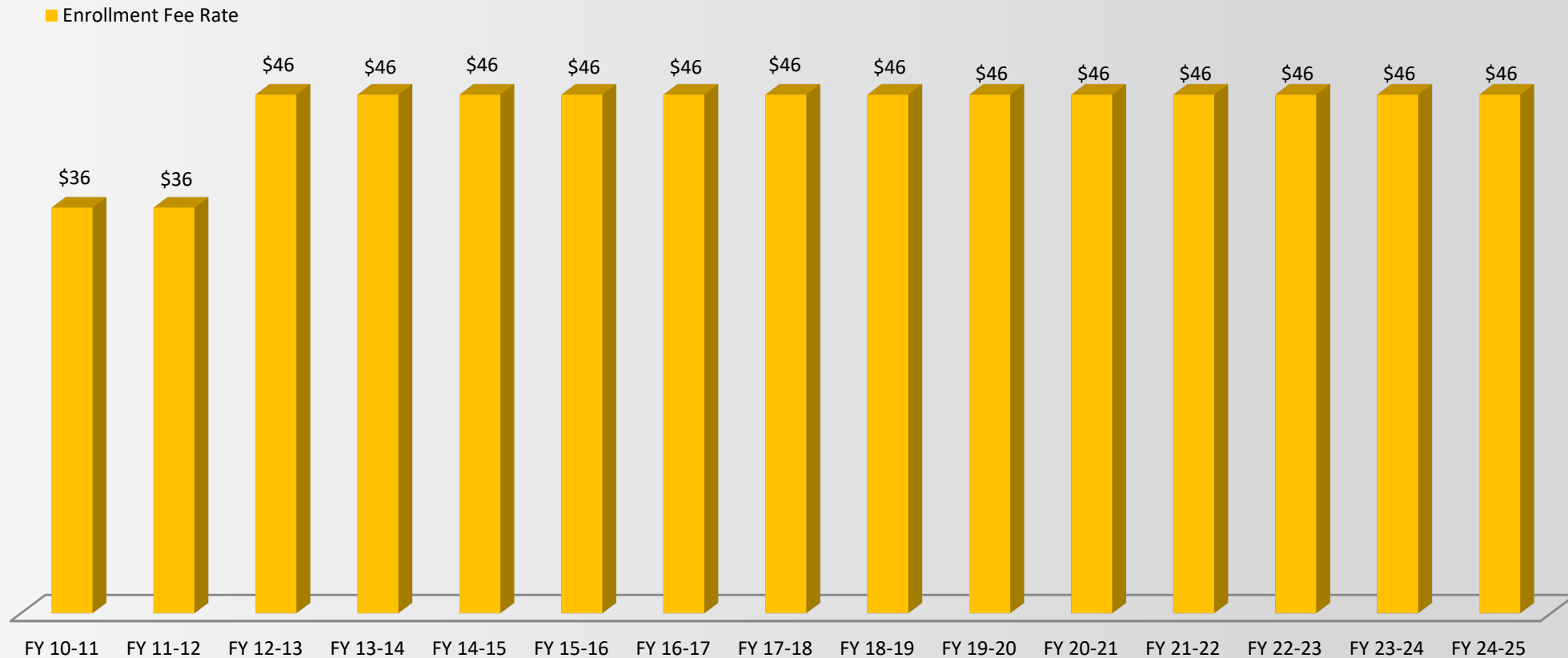
General Apportionment – SCFF

(In Millions)



Riverside Community College District FY 2024-25 Final Budget

Enrollment Fee Rate Per Unit



Riverside Community College District FY 2024-25 Final Budget

Funding Rate Per Credit FTES



*Credit FTES Funding Rate per the Student Centered Funding Formula.