

Board Budget Presentation

January 19, 2017

Summary of Topics

- PCC Budget Update.
- Enrollment.
- Tuition.
- PERS.
- Governor's Proposed Budget
- Additional Resources.
- Additional/Mandated Requirements.
- Other Probable Requirements
- Other Potential Resources.
- Equity Lens Efforts.
- Key Dates and Board Actions.

General Fund Revenues

Description	% of Budget
Property Tax	14.81%
State Funding	39.53%
Tuition and Fees	43.58%
Transfers from Other Funds	1.21%
Other	.88%
Total	100.00%

General Fund Expenditures

Description	% of Budget
Salaries and Benefits	84.20%
Materials/Supplies/Services	10.37%
Utilities	2.95%
Capital Outlay	.66%
Transfers to Other Funds	1.82%
Total	100.00%

Enrollment

- 2016-17 CCSF Cap 27,876
- 2016-17 CCSF Funded Enrollment 27,288
- 2015-16 Total Enrollment 28,019
- 2015-16 Reimbursable Enrollment 26,363
- 2016-17 enrollment has decreased from 2015-16 (summer term down 5.7%, fall term down 1.3%, winter term down 4.9%)
- We are currently being funded for more reimbursable students than we are serving so we should be rebuilding fund balance.

Total Public Resources Per Student

- Combination of Property Taxes and State Funding.
- PCC at bottom of Oregon Community Colleges at \$4,249 per reimbursable FTE.
- Average per FTE \$4,745.
- Would justify a higher than average tuition and fee rate.
- PCC utilizes efficiency and economy of scale to offset some of the difference.

Tuition and Fees Summary

	In-District Tuition Rate	International Tuition Rate	In-District Annualized Tuition and Fees	International Annualized Tuition and Fees
Low	\$80.00	\$115.00	\$4,230.00	\$5,670.00
High	\$102.5	\$346.00	\$5,670.00	\$15,540.00
Average	\$94.67	\$243.44	\$4,904.00	\$11,645.41
PCC	\$97.00	\$226.00	\$4,748.00	\$10,553.00
Rank	7 of 17	11 of 17	13 of 17	13 of 17

International Education

2015-16 In-State Tuition rate	\$96.00
2015-16 International Tuition Rate	\$224.00
Difference	\$128.00
Additional Tuition Revenue Generated Per FTE Based on 45 Credit Hours	\$5,760.00
2015-16 International FTE	743.25
2015-16 Cost of International Education	\$1,484,541
Cost of International Program per International FTE	\$1,997

International Education

Additional Tuition Revenue Generated per FTE	\$5,760.00
Less Cost of International Program per FTE	(1,997.00)
Net Additional Tuition Revenue per International FTE	\$3,763.00
Total Public Resources (Property Tax and State Funding) per Residential FTE for Fiscal Year 2016	\$4,249.00
Additional Funding Generated by Residential Students per FTE	\$486.
Difference per Credit Hour	\$10.81

PERS Employer Contribution Rate History

	2009-11	2011-13	2013-15	2015-17	2017-19
Tier 1/Tier 2	.29%	7.10%	8.32%	11.23%	14.99%
OPSRP	.19%	5.44%	6.42%	5.68%	8.41%

Projected Future PERS Rate Increases

- 2019-21 4.6%
- 2021-23 5.2%
- 2023-25 1.3%

Governor's Proposed Budget

- Maintained current CCWD funding level of \$550 million.
- Figure is somewhat soft as it is based, in part, on revenue sources that have not yet materialized.
- Better than earlier estimates of up to a 10% reduction.
- Still well below the 8.4% projected growth in state revenue for 2017-19.
- Next Oregon Economic and Revenue Forecast scheduled for release on February 22.

Additional Resources

\$8,189,195	\$3,750,00
Increase in State Funding	\$4,439,195
Total	\$8,189,195

Additional/Mandated Requirements

Faculty Step Movement	\$ 5,000,000
Minimum Wage Increase	\$ 1,600,000
Paid Sick Leave Changes	\$ 550,000
Title IX Compliance	\$ 900,000
PERS Rate Increases	\$ 8,500,000
Total	\$ 16,550,000
Shortfall of New Resources to Requirements	\$ 8,360,805

Other Probable Requirements

Health Insurance Cap Increase	\$ 2,250,000
Classified Step Movement	\$ 2,750,000
Administrative/Confidential Increases	\$ 2,000,000
FLSA Compliance	\$ 460,000
Staff Additions and Budget Deficiencies	\$ 1,500,000
OMIC Operating Costs	
Strategic Plan Implementation	
Capital Improvement Plan	
President's Contingency	
Enrollment Changes	
Other	

Other Potential Funding Sources

Tuition Increase-\$1 increase =\$800,000	
Bargained 1% Salary Reduction	\$2,000,000
PERS Reserve Fund Transfer	\$5,000,000
Other	
Total Other Sources	\$7,000,000

Summary

Additional Resources	\$ 8,189,195
Mandated Requirements	\$ 16,550,000
Other Probable Requirements	\$ 8,960,000
Other Potential Resources	\$ 7,000,000
Net Shortfall	\$ 10,302,805

Equity Lens Efforts

- Plan to add key demographic information on staffing to the budget document.
- Equity lens questions shared with BPAC and to be used in preparation of division budgets.
- Individual divisions will be asked to share highlights of their current efforts around equity/inclusion/diversity and plans for the future.
- Meeting with Multnomah County representatives on their equity lens model.

Key Dates and Board Actions

- 2/23/2017 Board receives any Budget Updates. Deadline for Board to approve tuition and fee resolutions.
- 3/16/2017 Board meets as Budget committee to receive a budget update, finalize assumptions, and provide input.
- 4/20/2017 Board meets as the Budget Committee to approve proposed budget and tax levies for submission to Multnomah Tax Supervising and Conservation Commission.

Key Dates and Board Actions

- 5/16/2017 Proposed date to meet with Multnomah Tax Supervising and Conservation Commission and hold public hearing.
- 5/18/2017 Board meeting and budget update if needed.
- 6/15/2017 Board meets as Budget Committee to hold public hearing on budget. Board adopts the budget and appropriations and approves a resolution to levy and categorize taxes. Board also meets to hold public hearing and consider proposed supplemental budget, if needed.