

New Multi-Year Resource Allocation Model

- Chancellor developed a task force to work on FTES distribution by college, keeping in mind the January 2014 College Brain Trust Resource Allocation and Utilization Report recommendations
- The task force developed an FTES distribution plan by college and submitted it to the District Budget Committee for consideration
- District Budget Committee accepted the recommendation and recommended a new Resource Allocation Model to the Chancellor's Cabinet
- Chancellor's Cabinet accepted the recommendation
- Summary of new Resource Allocation Model:
 - Provides clear multi-year goals and expectations for both colleges
 - Allows Valley College to continue growing
 - Valley is fully funded
 - Shifts the risk of unfunded FTES to Crafton Hills
 - Provides funding from the District to Crafton Hills for unfunded FTES for two years
 - Places the District in a position to capture additional FTES that other districts cannot
 - Provides a clear timeline of two years for the District to address the issues identified by the College Brain Trust report
- The District's state credit FTES allocation revenue shall be divided between the two colleges as follows for FY 2015-2016:

San Bernardino Valley College

- I. Valley College growth goal is 3.5%
- II. Projected actual FTES is 10,454 (10,100 + 3.5% growth)
- III. Projected funded FTES is 10,454
- IV. San Bernardino Valley College will carry any excess over 10,454 as unfunded FTES
- V. District office assessments are based on actual FTES of 10,454

Crafton Hills College

- I. Crafton Hills growth goal is 6.0%
- II. Projected actual FTES is 4,864 (4,589 + 6.0% growth)
- III. Projected funded FTES is 4,791
- IV. All District unfunded FTES will be carried by Crafton (projected to be 73 FTES)
- V. District to fund unfunded FTES from fund balance for two years
- VI. District office assessments are based on actual FTES of 4,864

Revised Growth Funding Formula

SB860 directed the State Chancellor's Office to develop a revised growth formula and specified primary factors be included as follows:

1. Number of people within a district's boundaries that do not have a college degree.
2. Number of people within a district's boundaries that are unemployed, have limited English skills, are in poverty, or exhibit other signs of being disadvantaged, as determined by the State Chancellor.

Based on preliminary results from this new Growth Funding Model, the State Chancellor's Office determined that SBCCD should be serving 2.12% of the State's entire community college population. Currently, however, we only receive funding to serve 1.28%. Based on this gap, SBCCD is expecting a one-time significant adjustment – approximately 7.44%.

This is expected to be a one-time adjustment to align the allocation of FTES among all districts based on the needs calculation. Beginning in 2016-17, it is anticipated that growth will be equally distributed among all districts.

State Budget Update

- COLA
 - Increase of 1.02%
 - This increases the rate we earn by Credit FTES to \$4,777.46
- Growth
 - Based on the new Growth Funding Formula
 - Constrained rate of 7.44%
- Basic Funding for Colleges
 - Increase of 4.65%
 - Valley's rate will be \$4,196,381
 - Crafton's rate will be \$3,595,898
- Full-Time Faculty Funding
 - \$810,438
 - This is an increase to our FON requirement by 10.13 positions
- Block Grant - \$1,934,283
 - This helps alleviate the Unrestricted General Fund as well as provide some funding for the very needed scheduled maintenance
- Prop 39 - \$427,006
 - Lighting projects
- SSSP
 - Reduced required match to 1.3 to 1
- Student Equity
 - No match required
- Other Categorical
 - 1.02% COLA increase for EOPS, CARE, DSPS & CALWORKS
- One-Time funding
 - Payoff all prior year mandates
 - Allocated by credit FTES
 - Funding will be distributed around April, 2016