

Projected Ending Balance

Projected Revenue	\$670.2 million
Projected Expenditures	<u>\$633.4 million</u>
Projected Revenue vs Expenditures	\$ 36.8 million
Balances Carried Forward for 2014-15	<u>\$ 76.3 million</u>
Projected Ending Balance	\$113.1 million
Percent of Projected Expenditures	17.9%

Projected Reserves

General Reserve (6.5%)	41,478,716
Contingency Reserve (3.5%)	23,416,080
Deferred Maintenance (assumes full expenditure)	0
College Reserve	17,665,935
Prop 30 Reserve	8,500,000
STRS/PERS Reserve	<u>22,000,000</u>
Total Projected Reserves as of June 30, 2016	113,060,731

FTES

- 2015-16 Funded Base = 104,358
- 2015-16 Budget Year Target = 109,180
 - Planning Growth Target = 4.62%
 - State Funded Enrollment Growth = 3.0%

- **Revenue Assumptions:**

- Base Revenue is projected at \$477.8 million, excluding the Education Protection Act (EPA).
- EPA fund is projected at \$90.8 million.
- COLA is estimated at 0.47% or \$2.67 million.
- Funded growth revenue is estimated 2% or \$10.7 million.
- Nonresident tuition is estimated at \$14.65 million.
- Lottery revenue is estimated at \$13.8 million.
- Part-time faculty compensation is estimated at \$2.2 million.
- State Mandate block grant is estimated at \$2.9 million
- Interest revenue is estimated at \$1.6 million.
- Dedicated revenue is estimated at \$6.99 million projected by colleges.
- Other state revenue is estimated at \$1.66 million.
- Projected ending balances are projected at \$62.4 million and have not been distributed to colleges at this time.

- **Allocation Assumptions:**

- Total budget allocations are \$728.9 million.
- Total college allocations are at \$482.5 million.
- General Reserve remains at 6.5 percent of total projected Unrestricted General Fund, or \$40.7 million
- Contingency Reserve is established at 3.5 percent of total projected Unrestricted General Fund revenue, or \$21.9 million. Colleges are required to set aside in their budgets a 1% reserve. The reserve should only be used for unanticipated emergency events upon the Chancellor's approval.
- Deferred Maintenance Reserve is established at 2 percent of projected Unrestricted General Fund or \$12.5 million.
- ESC allocation (excluding Information Technology) is at \$26.3 million.
- Information Technology is at \$11.0 million.
- No distribution of the projected balances at this time.

- **Centralized Account Allocation:**

- Centralized Services are funded at \$55.9 million.

2016-17 PROPOSED PRELIMINARY BUDGET
 Funds Available for 2016-2017
 Unrestricted General Fund

	2014-15	2015-2016	2016-2017	DIFFERENCE
	FINAL BUDGET (COLA@0.85%, Gr@2.75%)	ADOPTED FINAL BUDGET (COLA@1.02%, Gr@3.00%)	PROP PRELIMINARY BUDGET (COLA@0.47%, Gr@2.00%)	
Base (excluding EPA Funds)				
Base Allocation Increase	408,411,979	422,865,136	477,810,364	54,945,228
EPA Funds	0	25,548,513	0	(25,548,513)
COLA	79,514,924	94,506,345	90,758,298	(3,748,047)
Growth	4,147,379	5,277,189	2,672,273	(2,604,916)
Lottery	12,596,390	14,656,981	10,732,056	(3,924,925)
Non-Resident	12,300,000	13,500,000	13,800,000	300,000
Apprenticeship	12,000,000	13,500,000	14,650,000	1,150,000
Part-time Faculty Compensation	83,709	83,709	83,709	0
On-Going State Mandate Block Grant	2,203,448	2,203,448	2,203,448	0
One-Time State Mandate Reimbursement	0	2,919,963	2,919,963	0
Full-Time Faculty Hiring	0	57,669,052	0	(57,669,052)
Other State	0	5,756,401	0	(5,756,401)
Local	5,664,245	1,664,245	1,664,245	0
Interest	1,609,500	1,609,500	1,609,500	0
Dedicated Revenue	6,774,730	7,270,379	6,999,764	(270,615)
TOTAL INCOME	545,306,304	669,030,861	625,903,620	(43,127,241)
Transfer From Retirement Benefits Reserve	0	0	0	
Fund Balances				
Open Orders	5,527,573	8,848,725	0	(8,848,725)
General Reserve (Carryforward Balance from prior year)	33,916,876	34,440,765	40,594,342	6,153,577
Other Fund Balance	33,866,466	32,858,065	62,466,389	29,608,324
Total Fund Balance	73,310,915	76,147,555	103,060,731	26,913,176
TOTAL PROJ FUNDS AVAILABLE	618,617,219	745,178,416	728,964,351	(16,214,065)