

Spring Budget Revision

April 24, 2007



Dallas County
Community College District

IT ALL BEGINS HERE.

Current Funds

Unrestricted Revenue

- Credit tuition projected to increase \$1,000,000
- Continuing education tuition projected to decrease \$510,889
- Use of fund balance projected to increase \$4,715,281
 - \$1,022,722 for CVC encumbrance/requisition carryforwards
 - \$3,692,559 for various campus projects

Unrestricted Expenditures

- Functional areas mainly increased by the amount of use of fund balance



Current Funds

Auxiliary Revenue

- LCET national sales are down by \$632,868
- Use of fund balance increased by \$235,032 for special projects

Auxiliary Expenditures

- Sales and Services are reduced due to reduced revenue
- Student Activities increase mainly reflects increased use of fund balance



Restricted Fund

Restricted Revenue

- Grant revenue has increased \$4,253,241 including
 - Four Dallas County Local Workforce Board grants
 - Three Texas Workforce Commission grants
 - Three US Department of Education grants

Restricted Expenditures

- 63% of the budget line of Grants and Contracts relate directly to instruction



Current Funds

	Current Budget	Proposed Change	Spring Revision
Unrestricted	\$ 275,058,347	\$ 5,278,095	\$ 280,336,442
Auxiliary	11,963,311	(366,083)	11,597,228
Restricted	98,231,525	4,253,241	102,484,766
Subtotal	\$ 385,253,183	\$ 9,165,253	\$ 394,418,436
RCHS ¹	\$ 1,117,127	\$ (136,707)	980,420
Grand Total	<u>\$ 386,370,310</u>	<u>\$ 9,028,546</u>	<u>\$ 395,398,856</u>

¹ Richland Collegiate High School



Unrestricted Fund

Revenues & Additions

	<u>Current Budget</u>	<u>Proposed Change</u>	<u>Spring Revision</u>
State Appropriations	\$ 84,752,747	\$ -	\$ 84,752,747
Tuition	60,814,917	489,111	61,304,028
Taxes for Current Operations	110,791,496	-	110,791,496
Federal Grants & Contracts	1,133,870	-	1,133,870
State Grants & Contracts	131,292	13,350	144,642
Investment Income	4,925,543	152,000	5,077,543
General Revenue	2,256,630	(91,647)	2,164,983
Use of Fund Balance	<u>10,251,852</u>	<u>4,715,281</u>	<u>14,967,133</u>
Total	<u>\$275,058,347</u>	<u>\$ 5,278,095</u>	<u>\$ 280,336,442</u>



Unrestricted Fund

Expenditures & Uses

	Current Budget	Proposed Change	Spring Revision
Instruction	\$ 119,358,286	\$ (1,019,104)	\$ 118,339,182
Public Service	5,621,001	30,346	5,651,347
Academic Support	16,587,463	347,102	16,934,565
Student Services	25,389,830	(216,425)	25,173,405
Institutional Support	49,492,311	1,725,778	51,218,089
Staff Benefits	10,106,751	64,468	10,171,219
Plant Operations & Maintenance	27,147,376	91,609	27,238,985
Repairs & Rehabilitation	7,106,956	2,358,602	9,465,558
Reserve - Campus	736,058	932,130	1,668,188
Reserve - Compensation	-	-	-
Reserve - Operating	1,382,500	(219,000)	1,163,500
Reserve - New Campuses	500,000	-	500,000
Reserve - Non-operating	658,910	(428,794)	230,116
Mandatory Transfers	2,165,670	81,184	2,246,854
Non-mandatory Transfers	8,805,235	1,530,199	10,335,434
Total	<u>\$ 275,058,347</u>	<u>\$ 5,278,095</u>	<u>\$ 280,336,442</u>



Campus Fund Balances

Unrestricted ¹

	Beg Balance 9/1/06	Proposed Change	Projected Balance 8/31/07
BHC	\$ 3,786,961	\$ (1,714,297)	\$ 2,072,664
CVC	2,060,214	(1,097,994)	962,220
EFC	5,265,257	(576,902)	4,688,355
ECC	2,211,883	(866,086)	1,345,797
MVC	4,238,573	(2,159,452)	2,079,121
NLC	9,854,819	(2,448,550)	7,406,269
RLC	9,925,215	(4,206,467)	5,718,748
BJP	1,820,669	(991,982)	828,687
VC ²	407,186	(250,000)	157,186
DISTRICT	63,875,725	(655,403)	63,220,322
Total	\$ 103,446,502	\$ (14,967,133)	\$ 88,479,369

¹ Unaudited

² Virtual College



Auxiliary Fund

Revenues & Additions

	<u>Current Budget</u>	<u>Proposed Change</u>	<u>Spring Revision</u>
Sales & Services	\$ 7,227,730	\$ (605,757)	\$ 6,621,973
Investment Income	385,322	-	385,322
Transfers-in	3,998,797	4,642	4,003,439
Use of Fund Balance	<u>351,462</u>	<u>235,032</u>	<u>586,494</u>
Total	<u>\$11,963,311</u>	<u>\$ (366,083)</u>	<u>\$ 11,597,228</u>



Auxiliary Fund

Expenditures & Uses

	Current Budget	Proposed Change	Spring Revision
Student Activities	\$ 6,054,509	\$ 278,202	\$ 6,332,711
Sales & Services	5,317,752	(650,789)	4,666,963
Reserve - Campus	158,234	(29,296)	128,938
Reserve - District	327,816	-	327,816
Transfers-out	105,000	35,800	140,800
Total	<u>\$ 11,963,311</u>	<u>\$ (366,083)</u>	<u>\$ 11,597,228</u>



Campus Fund Balances

Auxiliary ¹

	Beg Balance 9/1/06	Proposed Change	Projected Balance 8/31/07
BHC	\$ 637,742	\$ (303,245)	\$ 334,497
CVC	(9,691)	-	(9,691)
EFC	540,023	(25,329)	514,694
ECC	180,731	(7,502)	173,229
MVC	106,935	(89,189)	17,746
NLC	479,498	(5,936)	473,562
RLC	380,148	(116,768)	263,380
BJP	143,317	-	143,317
LCET	7,180,048	(38,525)	7,141,523
DISTRICT	7,240,167	-	7,240,167
Total	<u>\$ 16,878,918</u>	<u>\$ (586,494)</u>	<u>\$ 16,292,424</u>

¹ Unaudited



Restricted Fund

Revenues & Additions

	<u>Current Budget</u>	<u>Proposed Change</u>	<u>Spring Revision</u>
Insurance/Retirement Match	\$ 20,959,931	\$ -	\$ 20,959,931
SBDC State Match	<u>1,365,210</u>	<u>-</u>	<u>1,365,210</u>
Subtotal State Appropriations	22,325,141	-	22,325,141
Grants & Contracts			
Federal	63,652,450	1,621,315	65,273,765
State	5,770,763	1,437,682	7,208,445
Local	5,425,565	1,062,616	6,488,181
Transfers-in	<u>903,745</u>	<u>-</u>	<u>903,745</u>
Total	98,077,664	4,121,613	102,199,277
Richland Collegiate High School ¹	<u>153,861</u>	<u>131,628</u>	<u>285,489</u>
Grand Total	<u>\$ 98,231,525</u>	<u>\$ 4,253,241</u>	<u>\$ 102,484,766</u>

¹ Richland Collegiate High School



Restricted Fund

Expenditures & Uses

	<u>Current Budget</u>	<u>Proposed Change</u>	<u>Spring Revision</u>
Insurance/Retirement Match	\$ 20,959,931	\$ -	\$ 20,959,931
Grants & Contracts	31,201,719	4,121,613	35,323,332
Scholarships	<u>45,916,014</u>	<u>-</u>	<u>45,916,014</u>
Subtotal	\$ 98,077,664	\$ 4,121,613	\$ 102,199,277
RCHS ¹	<u>\$ 153,861</u>	<u>\$ 131,628</u>	<u>285,489</u>
Grand Total	<u>\$ 98,231,525</u>	<u>\$ 4,253,241</u>	<u>\$ 102,484,766</u>

¹ Richland Collegiate High School



Richland Collegiate High School

Revenues and Additions

	Current Budget	Proposed Change	Spring Revision
State Funding	\$ 1,117,127	\$ (136,707)	\$ 980,420

Expenditures and Uses

	Current Budget	Proposed Change	Spring Revision
Instruction	\$ 376,003	\$ 53,036	\$ 429,039
Academic Support	276,056	(168,554)	107,502
Student Services	120,767	(14,538)	106,229
Institutional Support	344,301	(6,651)	337,650
Total	<u>\$ 1,117,127</u>	<u>\$ (136,707)</u>	<u>\$ 980,420</u>



Non-operating Funds

	<u>Current Budget</u>	<u>Proposed Change</u>	<u>Spring Revision</u>
Unexpended Plant	\$ 84,521,660	\$ 2,102,763	\$ 86,624,423
Debt Service	17,209,051	(977,206)	16,231,845
Quasi-endowment	591,726	-	591,726



Unexpended Plant Fund

Unexpended Plant Revenue

- Financing requirements for the remainder of the year will be through commercial paper rather than bonds
- Additional support of \$2,502,763 is being provided by the campuses for capital projects

Unexpended Plant Expenditures

- Additional support is reflected in increased construction expenditures
- Savings in cost of issuance of commercial paper over bonds is reflected



Unexpended Plant Fund

Revenues and Additions

	Current Budget	Proposed Change	Spring Revision
Investment Revenue	\$ 2,149,867	\$ -	\$ 2,149,867
General Obligation Bonds	27,000,000	(27,000,000)	-
Commercial Paper	-	27,000,000	27,000,000
Transfers-in	1,250,000	2,502,763	3,752,763
Use of Fund Balance	54,121,793	(400,000)	53,721,793
Total	<u>\$ 84,521,660</u>	<u>\$ 2,102,763</u>	<u>\$ 86,624,423</u>



Unexpended Plant Fund

Expenditures and Uses

	Current Budget	Proposed Change	Spring Revision
Bldg & Physical Plant Repairs	\$ 9,491,479	\$ -	\$ 9,491,479
Construction & Land Purchases	53,462,722	1,984,147	55,446,869
Architects	17,430,423	(198,059)	17,232,364
Furniture & Equipment	3,337,036	716,675	4,053,711
Bond Cost of Issuance	800,000	(800,000)	-
Commercial Paper Cost of Issuance	-	400,000	400,000
Non-mandatory Transfers	-	-	-
Total	\$ 84,521,660	\$ 2,102,763	\$ 86,624,423



Debt Service

The sale of the Series 2006 refunding revenue bonds decreased the support required from other funds because of reduced interest expense.



Debt Service

Revenues and Additions

	Current Budget	Proposed Change	Spring Revision
Investment Revenue	\$ 91,478	\$ -	\$ 91,478
Taxes (Maintenance Tax Notes)	6,007,460	-	6,007,460
Taxes (General Obligation Bonds)	5,451,005	-	5,451,005
Transfer-in (Tuition)	1,894,389	-	1,894,389
Transfer-in (Auxiliary Fund)	-	-	-
Transfer-in (Unrestricted)	3,764,719	(977,206)	2,787,513
Total	<u>\$ 17,209,051</u>	<u>\$ (977,206)</u>	<u>\$ 16,231,845</u>



Debt Service

Expenditures and Uses

	Current Budget	Proposed Change	Spring Revision
G.O. Bond Principal & Interest	\$ 5,304,125	\$ -	\$ 5,304,125
G.O. Bond Debt Service	1,000	-	1,000
Revenue Bonds Principal & Interest	5,541,580	(977,556)	4,564,024
Revenue Bonds Debt Service Expense	725	350	1,075
MTN Principal & Interest	5,846,088	-	5,846,088
MTN Debt Service Expenses	600	-	600
Uncollectible Tax Expense	79,064	-	79,064
Lone Star Notes (State of TX)	208,281	-	208,281
Tax Collection Fees	227,588	-	227,588
Total	<u>\$ 17,209,051</u>	<u>\$ (977,206)</u>	<u>\$ 16,231,845</u>



Update on
Planning Assumptions
for 2007-08 Budget
April 24, 2007



Update on 2007-08 Planning Assumptions

Revenue:

- Assume flat funding from the State
 - Outlook is better
- Assume 5% increase in property valuation for an estimated increase of \$5,339,308
- Assume no increase in tuition rate for 2007-08
 - However, tuition revenue will increase from
 - 1) full year of current tuition rate and
 - 2) initial projected enrollment increase of 2%
 - Estimated increase from tuition = \$2.5 million



Update on 2007-08 Planning Assumptions

Expenditures: (p. 1 of 3)

- Consideration of \$1 million for New Program Development
- Consideration of increase to faculty minimum salaries to remain competitive and correction of resulting salary compression issues
 - Study underway for current faculty – cost T.B.D.
 - Market Disparity Subsidy – cost T.B.D.
 - Cost of Living Allowance (COLA) increase – 2.5%
 - Approximate cost would be \$4.25 million
 - Regular Job Evaluation – cost T.B.D.



Update on 2007-08 Planning Assumptions

Expenditures: *(p. 2 of 3)*

- Consideration of financial plan to provide for major facility rehabilitation and repair
 - Provision each year for planned maintenance amount for each college: minimum target for 2007-08 is \$5,000,000
- Consideration of budget provision to support colleges with enrollment increases
 - Additional \$883,000 put into base allocation
 - Consideration of additional support for base allocation



Update on 2007-08 Planning Assumptions

Expenditures: *(p. 3 of 3)*

- Continue to assess distance learning infrastructure capacity relative to growth; on-going, however an initial \$545,000 need has been identified for new servers, software and technical support



The End

