

**Update on
Planning Assumptions
for 2009-10 Budget
May 19, 2009**



2009-10 Planning Assumptions

Revenue:

- Assume a 4.0% increase in credit enrollment for 2009-10 for an estimated \$2.2 million in additional net income
- Assume an additional \$1.1 million in net tuition income for tuition increase from fall 2008 to fall 2009
- Assume a 4.7% **decrease** in property valuation, without adjustment in tax rate, could cause **decrease** in tax revenue of **\$6,035,000**
- Assume no increase in tuition rate for 2009-10
- Assume state funding increase of 3.8% for an estimated increase of \$3.4 million



2009-10 Planning Assumptions – “Not Bad” Scenario

Expenditures:

- Increase funding for new facilities - \$4.4 million in Budget Allocation
- Increase funding for community campuses - \$1.3 million in Budget Allocation
- Continue Visiting Scholar provision – \$1.4 million in the Budget Allocation and \$669K in reserve
- Continue Retention Initiatives provision - \$1 million in reserve
- Market Stipends will be continued at same level - \$441K in Budget Allocation



2009-10 Planning Assumptions “Not Bad” Scenario

Expenditures:

- Fund provision for Professional Support Staff job evaluation and reclassification - \$250,000 in reserves
- Provision for Technology Upgrades - \$500,000 in reserves
- No increase in Transfer to Student/Auxiliary Fund
- Potential for Election Expense - \$350,000 in reserve
- **DISCONTINUED**: Provision of \$10 million for planned maintenance from fund balance
- **No enrollment growth provision**



Estimated Revenue 2009 - 2010

	<u>FY 2009</u>	<u>FY 2010</u> <u>“Not Bad”</u>	<u>FY 2010</u> <u>“Not Good”</u>
State Revenue	89,646,724	93,046,724	93,046,724
Federal Funds	887,169	887,169	887,169
Tuition	70,494,177	74,140,645	74,140,645
Taxes	126,851,795	126,851,795	120,816,795
Investment Revenue	5,990,572	5,400,000	5,400,000
Other Revenue	2,759,379	2,627,346	2,627,346
Transfer In – Other Funds	2,616,651	0	0
Use of Fund Balance	<u>30,255,317</u>	<u>0</u>	<u>0</u>
Total	329,501,784	302,953,679	296,918,679



Estimated Expenditures 2009 - 2010

	<u>FY 2009</u>	<u>FY 2010</u> <u>“Not Bad”</u>	<u>FY 2010</u> <u>“Not Good”</u>
College Operations:			
Allocation	263,397,564	245,930,230	240,285,356
Community Campuses	5,647,404	6,907,578	6,907,578
Expanded Facilities	0	4,400,000	4,400,000
Less Use of Fund Balance	<u>(16,415,643)</u>	<u>0</u>	<u>0</u>
Total College Operations	252,629,325	257,237,808	251,592,934
Percent of Change from FY09		1.8%	-0.4%
District Operations	28,917,446	28,789,157	28,606,726
“Belt Tightening”		<u>(500,000)</u>	<u>(500,000)</u>
Total District Operations	28,917,446	28,289,157	28,106,726
Percent of Change from FY 09		-2.2%	-2.8%
Virtual College Operations	3,947,305	3,181,000	3,181,000
Reserves and Transfers	<u>27,592,065</u>	<u>14,245,714</u>	<u>14,038,019</u>
Total	313,086,141	302,953,679	296,918,679



Highlights - Changes to Allocation: 2009-10: Both Scenarios

- Calendar Year 2008 Contact Hours
- Square Footage Updated in Base
- Added new line “Sq Ft Alloc – New Fac/Expansion” \$4.4 million allocated based on new square feet, prorated on estimated opening date
- Charge-Back subsidy continued and increased for new 2009/10 costs



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Highlights - Changes to Allocation: 2009-10: Scenario Specific

- “new” \$2 million added into “top” of allocation (only in “Not Bad” Scenario)
- “new” \$849,714 for 2009/10 hold harmless (only in “Not Bad” Scenario)
- \$2.8 million taken out of “Not Good” Scenario



Never The End



Dallas County
Community College District

IT ALL BEGINS HERE.