

Savings/Carryover/Deficit

Savings for the sites is calculated as 100% of the unexpended budget for a fiscal year, excluding institutional costs for Central Services.

Of this 100% calculation, the colleges will be able to retain and carry forward 75% of the savings generated from its site and 25% will revert back to the District to be included in the unrestricted general fund balance. The 75% carryover funds held by each college will be allocated and spent in accordance with the college's spending priorities.

Carry forward for ~~the Central Services Departments~~ will be calculated at the same rate as the colleges, with 75% retained in in Central Services ~~the respective department~~ and 25% reverting back to the unrestricted general fund balance. The use of the carry forward will be made in consultation with the colleges.

If any of the three locations exceeds their budget for a fiscal year, the subsequent fiscal years' budget for that location will be adjusted to cover the shortfall.

Fiscal year budget shortfalls for Institutional Costs will be covered by the undesignated fund balance as long as the projected total fund balance remains above 15%. Subsequent fiscal year budget planning will take into consideration adjustments to Institutional Costs.

District Reserves

The carryover funds for all three sites will be identified as a reserve within the District's total fund balance.

Any state mandated budget cuts or unanticipated emergency expenditures* for a fiscal year will be covered by reserves for the current fiscal year as long as the projected total fund balance remains above 15%. Future year budget planning may incorporate necessary budget reductions or, at the discretion of Executive Cabinet, reserves will be accessed to maintain the integrity of the budget.

If the District needs to increase or replenish the Board designated reserve, it would first come from one-time revenue, then reallocation of current reserves within the fund balance (i.e. PERS/STRS, TCOs, etc.), use of the PRSP, the undesignated fund balance and then the college and Central Services reserves, based on the resource allocation model.

One-Time and Dedicated Revenues

One-time revenue received during a fiscal year will be included in the ending fund balance during the year in which it is received. If the one-time funds are not needed to replenish the District's reserves or fund balance, it will be reallocated through the Resource Allocation Model in the subsequent fiscal year.

Dedicated revenues that go to the colleges, such as nonresident tuition, will be reviewed and variances between budget and actual will be accounted for in the fiscal year subsequent to receipt of the revenue.

*Examples of emergency expenditures could include onetime allocations for enrollment needs; to meet CAP or growth opportunities, confronting layoffs, emergencies such as fire, pandemic or security issues, reduction in state revenue or changes in state funding structure requiring time to adapt

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