

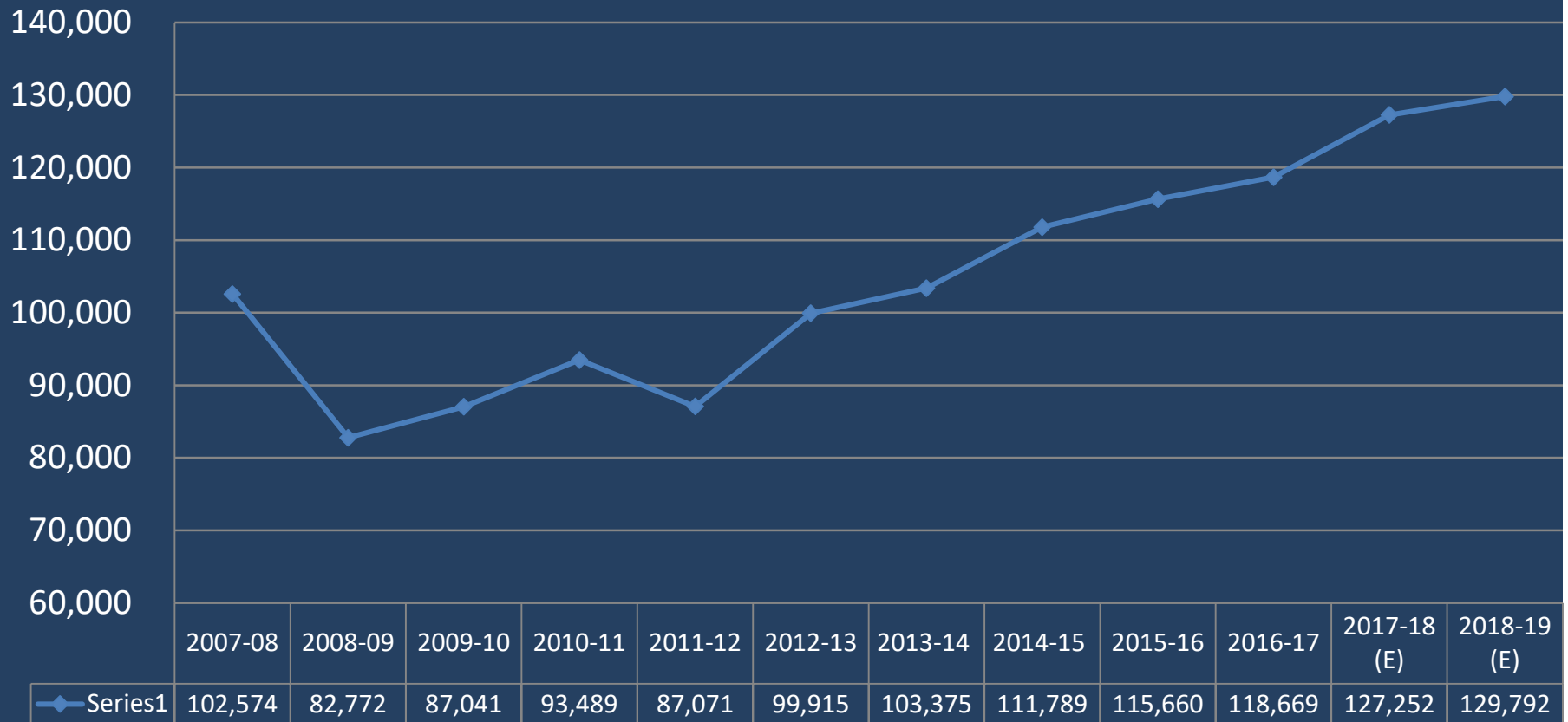
# Kern Community College District Tentative Budget 2018-2019



June 14, 2018

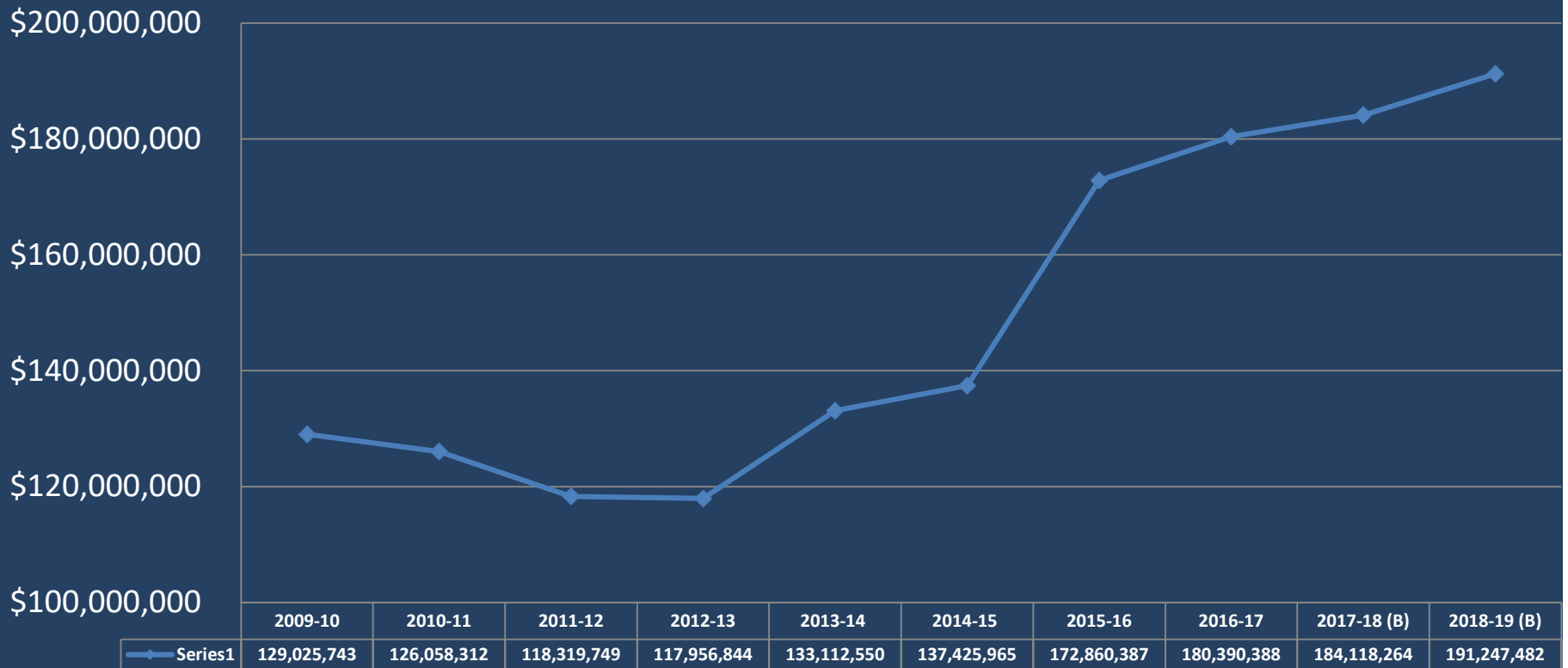
# Kern Community College District

## State General Fund Revenues & Transfers (\$ in millions)



# Kern Community College District

## Total KCCD General Fund Revenues



# Kern Community College District

Kern Community College District 2018-19 General Fund Budget Summary							
Location: District Total							
General Unrestricted (GU001 & CE)							
Description	2018-19 Tentative Budget	2017-18 Adopted Budget	Change Inc./(Dec.)	Pct. Change	2017-18 Projected	Change Inc./(Dec.)	Pct. Change
<b>Beginning Balance</b>	<b>56,333,862</b>	<b>51,333,213</b>	<b>5,000,649</b>	<b>9.74%</b>	<b>56,742,070</b>	(408,208)	<b>-0.72%</b>
<b>Revenues</b>							
<i>Federal</i>	763,981	691,636	72,345	<b>10.46%</b>	691,636	72,345	<b>10.46%</b>
<i>State</i>	78,218,112	75,678,320	2,539,792	<b>3.36%</b>	75,678,320	2,539,792	<b>3.36%</b>
<i>Local</i>	65,497,581	62,391,095	3,106,486	<b>4.98%</b>	68,808,003	(3,310,422)	<b>-4.81%</b>
<i>Other Financing Sources</i>			-	<b>N/A</b>	31,869	(31,869)	<b>N/A</b>
<b>Total Revenue</b>	<b>144,479,674</b>	<b>138,761,051</b>	<b>5,718,623</b>	<b>4.12%</b>	<b>145,209,828</b>	<b>(730,154)</b>	<b>-0.50%</b>
<b>Expenditures</b>							
<i>Academic Salaries</i>	58,424,387	55,645,394	2,778,993	<b>4.99%</b>	60,989,548	(2,565,161)	<b>-4.21%</b>
<i>Classified &amp; Other Non-academic Salaries</i>	26,323,916	25,569,966	753,950	<b>2.95%</b>	24,417,389	1,906,527	<b>7.81%</b>
<i>Employee Benefits</i>	33,020,528	30,251,451	2,769,077	<b>9.15%</b>	29,748,599	3,271,929	<b>11.00%</b>
<i>Supplies &amp; Materials</i>	2,610,411	2,732,394	(121,983)	<b>-4.46%</b>	2,534,812	75,599	<b>2.98%</b>
<i>Service/Utilities/Operating Exps.</i>	19,408,787	16,821,284	2,587,503	<b>15.38%</b>	18,419,169	989,618	<b>5.37%</b>
<i>Capital Outlay</i>	1,776,211	1,686,578	89,633	<b>5.31%</b>	2,711,388	(935,177)	<b>-34.49%</b>
<i>Other Outgo</i>	6,077,156	6,024,850	52,306	<b>0.87%</b>	6,024,850	52,306	<b>0.87%</b>
<i>Transfers Out</i>	709,818	772,281	(62,463)	<b>-8.09%</b>	772,281	(62,463)	<b>-8.09%</b>
<b>Total Expenditures and Other Outgo</b>	<b>148,351,214</b>	<b>139,504,198</b>	<b>8,847,016</b>	<b>6.34%</b>	<b>145,618,036</b>	<b>2,733,178</b>	<b>1.88%</b>
<b>Ending Balance (Reserves)</b>	<b>52,462,322</b>	<b>50,590,066</b>	<b>1,872,256</b>	<b>3.70%</b>	<b>56,333,862</b>	<b>(3,871,540)</b>	<b>-6.87%</b>
<b>Projected Change in Fund Balance (Reserves)</b>	<b>(3,871,540)</b>	<b>(743,147)</b>	<b>(3,128,393)</b>	<b>420.97%</b>	<b>(408,208)</b>	<b>(3,463,332)</b>	<b>848.42%</b>

# Kern Community College District

<b>Kern Community College District 2018-19 General Fund Budget Summary</b>				
<b>Location: District Total</b>				
<b>General Restricted Categoricals &amp; Grants (RP)</b>				
<b>Description</b>	<b>2018-19 Tentative Budget</b>	<b>2017-18 Adopted Budget</b>	<b>Change Inc./Dec.)</b>	<b>Pct. Change</b>
<b>Beginning Balance</b>	<b>5,684,820</b>	<b>5,467,636</b>	<b>217,184</b>	<b>3.97%</b>
<b>Revenues</b>				
<i><b>Federal</b></i>	4,431,159	3,284,298	1,146,861	<b>34.92%</b>
<i><b>State</b></i>	38,789,602	38,290,788	498,814	<b>1.30%</b>
<i><b>Local</b></i>	3,338,047	3,782,127	(444,080)	<b>-11.74%</b>
<i><b>Other Financing Sources</b></i>	209,000	-	209,000	<b>N/A</b>
<b>Total Revenue</b>	<b>46,767,808</b>	<b>45,357,213</b>	<b>1,410,595</b>	<b>3.11%</b>
<b>Expenditures</b>				
<i><b>Academic Salaries</b></i>	6,100,578	5,853,618	246,960	<b>4.22%</b>
<i><b>Classified &amp; Other Non-Academic Salaries</b></i>	16,470,083	15,156,269	1,313,814	<b>8.67%</b>
<i><b>Employee Benefits</b></i>	6,969,547	6,490,934	478,613	<b>7.37%</b>
<i><b>Supplies &amp; Materials</b></i>	3,903,487	2,138,505	1,764,982	<b>82.53%</b>
<i><b>Service/Utilities/Operating Expenses</b></i>	10,293,258	15,489,279	(5,196,021)	<b>-33.55%</b>
<i><b>Capital Outlay</b></i>	4,342,795	4,109,039	233,756	<b>5.69%</b>
<i><b>Other Outgo</b></i>	1,712,433	1,539,256	173,177	<b>11.25%</b>
<i><b>Transfers Out</b></i>		-	-	
<b>Total Expenditures and Other Outgo</b>	<b>49,792,181</b>	<b>50,776,900</b>	<b>(984,719)</b>	<b>-1.94%</b>
<b>Ending Balance (Reserves)</b>	<b>2,660,447</b>	<b>47,949</b>	<b>2,612,498</b>	<b>5448.49%</b>
<b>Projected Change in Fund Balance (Reserves)</b>	<b>(3,024,373)</b>	<b>(5,419,687)</b>	<b>2,395,314</b>	<b>-44.20%</b>

# Kern Community College District

Projected Unrestricted Ending Fund Balance  
\$52.5 million or 35.36%

- Unallocated District Wide = \$23.7 million
- Colleges = \$28.7 million

# Kern Community College District

## 2018-19 General Fund – Unrestricted Fund Balances

<b>Unrestricted Reserve Analysis</b>	<b>Beg Balance</b>	<b>End Balance</b>	<b>Net Change</b>
<b>Bakersfield College</b>	19,445,883	18,861,795	(584,088)
<b>Cerro Coso Community College</b>	5,750,588	4,006,913	(1,743,675)
<b>Porterville College</b>	6,624,264	5,877,423	(746,841)
<b>Total College</b>	<b>\$ 31,820,735</b>	<b>\$ 28,746,131</b>	<b>(3,074,604)</b>
<b>District wide</b>	<b>24,513,127</b>	<b>23,716,188</b>	<b>(796,939)</b>
<b>Total Unrestricted</b>	<b>\$ 56,333,862</b>	<b>\$ 52,462,319</b>	<b>(3,871,543)</b>
<b>GU001</b>	\$ 55,216,036	\$ 51,466,693	(3,749,343)
<b>Contract and Community Ed</b>	1,117,826	995,626	(122,200)
<b>Total Unrestricted</b>	<b>\$ 56,333,862</b>	<b>\$ 52,462,319</b>	<b>(3,871,543)</b>

# Kern Community College District

## Compliance Tests

- General Unrestricted Fund Salaries and Benefits
  - > Goal less than 80%; Projected 2018-19 = 77.8%
- Goal 15% Unallocated District wide Reserve (Does not include 3% per College Reserve)
  - > Projected 2018-19 = 15.99%



# Kern Community College District

## Compliance Tests

- Projected 50% Law Calculation 51.17%
- Projected Fall 2018 Full Time Faculty 434.00  
Less FON - 437.80  
Over/Under FON 2018 - 3.80  
Active Recruitments for Fall:  
Porterville: 1  
Cerro Coso: 2  
Bakersfield: 2

# Kern Community College District

## Potential Threats to KCCD Budget Assumptions

- Funding Formula
  - Effect on college fixed costs
- New online college
- Potential structural imbalance between revenues and expenditures
  - See what effect growth revenue may have over summer