

FINAL

BUDGET

2014-2015

Office of the Chancellor
September 2014



Los Angeles Community College District

EXECUTIVE SUMMARY

The following is a brief summary of the District's 2014-2015 Final Budget with reference to extended discussions in the body of the document.

- The 2014-2015 Final Budget for all funds is \$2.96 billion distributed over eight funds - General Fund, Bookstore Fund, Cafeteria Fund, Child Development Fund, Special Reserve Fund (Capital Outlay Project Fund), Building Bond Fund, Student Financial Aid Fund, and Debt Services Fund (page 1).
- The 2014-2015 General Fund, consisting of restricted and unrestricted programs, is \$751.52 million, and represents 20.98 percent of the total budget (pages 2-3).
- The Unrestricted General Fund budget, which supports the principal operations of the District, is \$618.62 million and represents 20.87 percent of the Final Budget (pages 4-8).
- The level of Unrestricted General Funds available for appropriation, which consists of beginning balances, reserve for open orders, transfers and income (page 15).
 - 1) The Beginning Balance of \$73.31 million is \$6.61 million more than the 2013-14 Beginning Balance.
 - 2) State General Revenue is projected to increase from 2013-14, primarily because of the funding of the 0.85 percent (\$4.14 million) cost-of-living adjustment (COLA), the anticipation of growth funds of 2.75 percent (\$12.59 million), and the Education Protection (EPA) fund of \$79.51 million. These have been distributed to colleges.
- 2014-15 Unrestricted General Fund appropriations of \$618.62 million are \$30.12 million more than 2013-14 Final Budget (page 8). Appropriations for the nine colleges and ITV program are at \$454.60 million, which are \$16.41 million more than 2013-14 Final Budget allocations for college locations.
- Appropriations in all Other Funds appear to be adequate to maintain planned levels of service (pages 95-112).

OVERVIEW

The Final Budget for fiscal year 2014-15, summarized in the following pages, has been revised from the Tentative Budget which was adopted by the Board of Trustees on June 25, 2014 to reflect the State’s budget, the District’s 2013-14 ending balances, and revised projected revenue generated by locations. The significant changes from Tentative Budget are due to the adjustment to COLA, revenue for regular growth, reserves, and 2013-14 balances and open orders, and other allocation adjustments.

The Final Budget totals \$2.97 billion for the General Fund and other funds. The budget includes \$1.87 billion of Proposition A, AA and Measure J bond funds to finance the construction, provide equipment and improve college facilities at the various campuses of the District.

The budget, as presented for final adoption by the Board of Trustees, is based on the state budget that includes state funded COLA of 0.85 percent and 2.75 percent funding for access (enrollment). This budget is based on the state revenue assumptions which include \$504.67 million state general revenues, with a \$4.14 million for COLA, a \$12.59 million for enrollment growth revenue, and a \$79.51 million for the Educational Protection Fund (Proposition 30).

The following overview provides information on total funds available for each fund (Chart #1).

CHART #1

**SUMMARY OF ALL FUNDS
(In Millions)**

	2012-13 Actual	2013-14 Final Bud	2013-14 Actual	2014-15 Tent Bud	2014-15 Final Budget	2014-15 Final Budget difference from:					
						2013-14		2013-14		2014-15	
						Final Budget	%	Actual	%	Tentative Budget	%
	\$	\$	\$	\$	\$	\$	%	\$	%	\$	%
GENERAL FUND											
Unrestricted Total	507.895	588.498	539.387	603.417	618.617	30.120	5.1	79.231	14.7	15.201	2.5
less Intrafund w/in Unres	0.145	0.000	0.000	0.000	0.000	0.000	0.0	0.000	0.0	0.000	0.0
Unrestricted Net	507.750	588.498	539.387	603.417	618.617	30.120	5.1	79.231	14.7	15.201	2.5
Restricted	85.756	84.721	92.344	61.417	134.423	49.702	58.7	42.079	45.6	73.006	>100
less Other Intrafund	1.993	2.045	2.176	1.525	1.521	(0.524)	(25.6)	(0.655)	(30.1)	(0.004)	(0.3)
TOTAL GENERAL FUND	591.513	671.173	629.555	663.309	751.519	80.346	11.971	121.964	19.4	88.210	13.3
BOOKSTORE FUND	20.998	28.103	23.486	26.770	26.770	(1.333)	(4.7)	3.284	14.0	0.000	0.0
CAFETERIA FUND	2.162	2.299	2.353	2.344	2.430	0.131	5.7	0.077	3.3	0.086	3.7
CHILD DEVELOPMENT FUND	8.167	7.573	8.198	2.167	8.362	0.789	10.4	0.165	2.0	6.195	>100
SPECIAL RESERVE FUND	9.235	16.264	4.228	19.919	21.827	5.562	34.2	17.599	>100	1.908	9.6
BUILDING FUND	303.617	2,117.202	246.106	1,979.389	1,876.127	(241.075)	(11.4)	1,630.021	>100	(103.262)	(5.2)
FINANCIAL AID FUND	234.627	357.345	240.963	244.836	276.909	(80.436)	(22.5)	35.946	14.9	32.073	13.1
DEBT SERVICE FUND	19.836	5.315	20.867	5.315	7.219	1.904	35.8	(13.648)	(65.4)	(313.428)	<100
TOTAL APPROPRIATIONS	1,190.156	3,205.274	1,175.755	2,944.049	2,971.164	(234.111)	(7.3)	1,795.408	152.7	27.115	0.9
less Interfund Transfers	6.937	6.203	15.734	6.258	8.163	1.960	31.6	(7.572)	(48.1)	1.904	30.4
TOTAL AVAILABLE	1,183.217	3,199.071	1,160.021	2,937.790	2,963.001	(236.070)	(7.4)	1,802.980	155.4	25.210	0.9

Note: Interfund Transfers represent a transfer between any two of the funds listed above. In order not to account for the same funds twice, transfers are subtracted from the total.