

Expenditure Limit Update

February 8, 2017

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Changes Enacted by SB1322

- Additional exclusions for “local revenues”
- Ability for Governing Board to ask voters to approve a change in the base limit used in the EL formula
- CTE courses weighted at 1.3
- One of the following can be used to calculate FTSE for EL purposes:
 - a. The most recent FTSE count; or
 - b. The average of the five most recent audited FTSE counts; or
 - c. A FTSE count up to 5% more than the most recent audited FTSE count if the current Fall semester 45th day actual FTSE count exceeded the previous Fall semester 45th day actual FTSE count; or
 - d. Per session law, allows a community college district to submit the average of the 10 most recent audited FTSE counts for FY18, FY19, and FY20



Daily Registration Report

- Provides a snapshot of the College's FTSE on a particular day in the term
- Shows the percent change in FTSE from one term to another for that day
- Note - This FTSE is different than the figures reported on the census dates, but it is still an indicator of enrollment trends

Spring 2016				Spring 2017			
#	Pct of Total	Change	Pct Change	#	Pct of Total	Change	Pct Change
197	3.30%	-27	-12.03%	168	2.93%	-29	-14.64%
264	4.43%	-30	-10.35%	253	4.42%	-11	-4.07%
450	7.55%	-32	-6.63%	437	7.63%	-12	-2.76%
346	5.81%	-56	-13.83%	320	5.58%	-26	-7.55%
867	14.55%	-90	-9.36%	768	13.40%	-99	-11.38%
0	0.00%			18	0.32%	18	
161	2.70%	-7	-4.15%	150	2.62%	-11	-6.68%
57	0.95%	-7	-10.46%	58	1.01%	1	1.94%
832	13.97%	-56	-6.27%	746	13.02%	-86	-10.29%
92	1.55%	-6	-5.75%	115	2.00%	23	24.77%
980	16.45%	-102	-9.43%	1,019	17.77%	39	3.97%
952	15.99%	-65	-6.38%	941	16.42%	-11	-1.13%
612	10.27%	-38	-5.79%	590	10.30%	-22	-3.53%
148	2.48%	-34	-18.91%	148	2.58%	0	0.18%
5,955	100.00%	-548	-8.43%	5,731	100.00%	-224	-3.76%



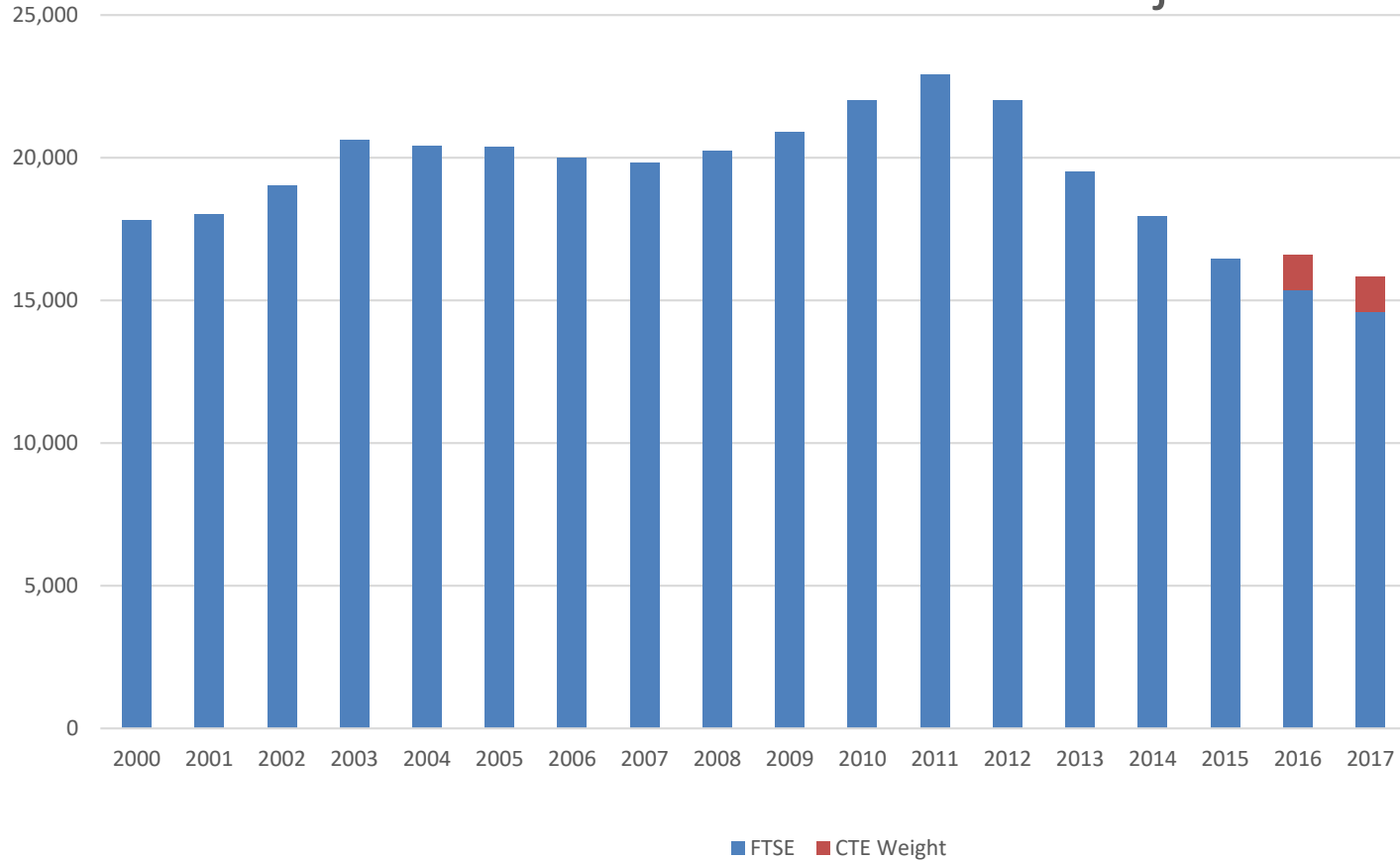
FTSE Calculations for EL

- The College reports FTSE to the state based on specific census dates
 - Fall & Spring FTSE are calculated using enrollment on the 45th day of the term
 - Short Term & Contact Hour are reported using enrollment on June 30th
 - These figures are used to determine the Expenditure Limitation FTSE
- EL FTSE for FY 2016 was 16,608

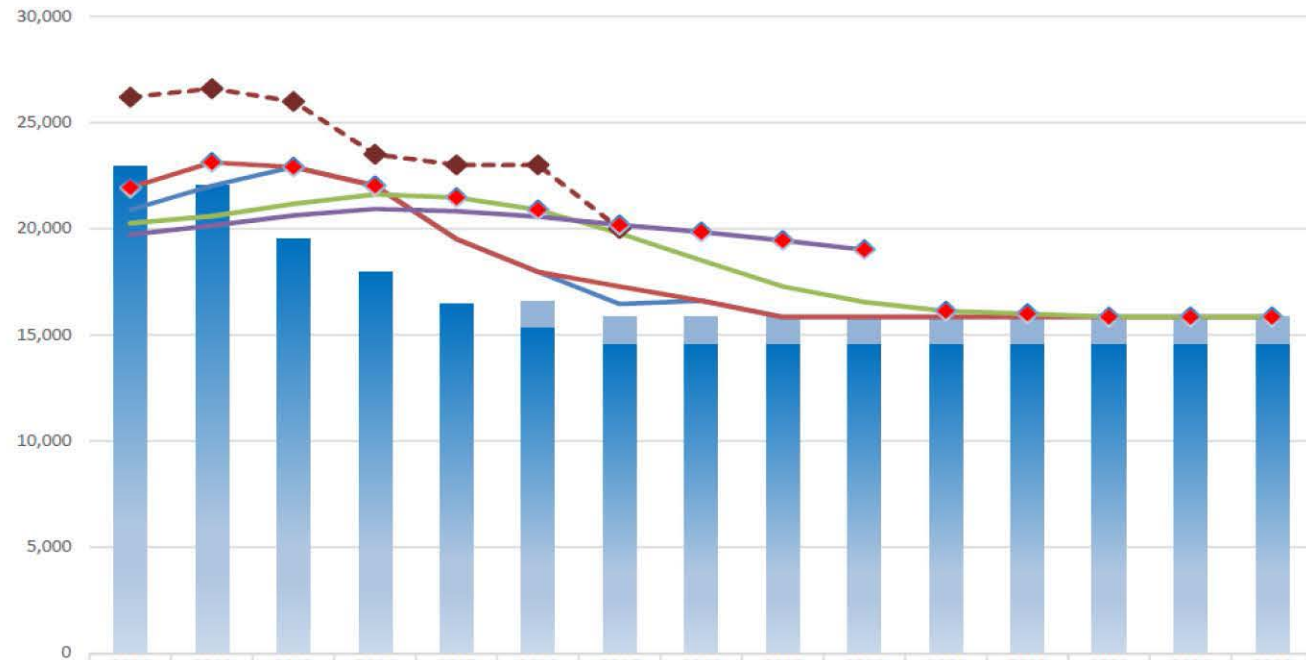
Term	FTSE
Fall 2015	6,166
Spring 2016	+ 5,209
Short Term (Summer & Open Entry/Open Exit)	+ 3,216
Contact Hour (CTD & Adult Education)	+ 791
<i>Total College FTSE</i>	<i>= 15,382</i>
Additional Weighted CTE	+ 1,226
Total EL FTSE	= 16,608



Historical EL FTSE with FY17 Projection



Expenditure Limitation Enrollment - Flat Model



	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
CTE Weight	0	0	0	0	0	1,226	1,226	1,226	1,226	1,226	1,226	1,226	1,226	1,226	1,226
FTSE	22,907	22,028	19,514	17,963	16,458	15,382	14,613	14,613	14,613	14,613	14,613	14,613	14,613	14,613	14,613
EL - Most Recent	20,889	22,021	22,907	22,028	19,514	17,963	16,458	16,608	15,839	15,839	15,839	15,839	15,839	15,839	15,839
EL - +5%	21,933	23,122	22,907	22,028	19,514	17,963	17,281	16,608	15,839	15,839	15,839	15,839	15,839	15,839	15,839
EL - 5Yr Avg	20,261	20,586	21,169	21,613	21,472	20,887	19,774	18,514	17,276	16,541	16,117	15,993	15,839	15,839	15,839
EL - 10 Yr Avg	19,721	20,142	20,630	20,930	20,820	20,574	20,180	19,842	19,445	19,007					
Max EL FTSE	21,933	23,122	22,907	22,028	21,472	20,887	20,180	19,842	19,445	19,007	16,117	15,993	15,839	15,839	15,839
Est EL	26,200	26,600	26,000	23,500	23,000	23,000	20,000								



Expenditure Limit Formula

- The base year is FY 1979-1980
- Expenditures are indexed for enrollment and cost of living changes

$$\left(\begin{array}{c} \text{FY 1980} \\ \text{Base Limit} \end{array} \right) \left(\frac{\text{SB1322 FTSE Formula}}{1980 \text{ FTSE}} \right) \left(\frac{\text{GDP Implicit Price Deflator 2016}}{\text{GDP Implicit Price Deflator 1978}} \right) = \text{Final FY 2018 Expenditure Limit}$$

The FY 2018 formula for PCC is

$$\left(\$19,071,763 \right) \left(\frac{19,842}{11,038} \right) \left(\frac{111.504}{37.680} \right) = \$101,453,130$$



Enrollment Growth 1.0%

Expenditure Limitation Comparison with Growth Projections

