



**MEMO**

**To:** Bruce Baron, Chancellor

**From:** Tim Oliver, District Budget Committee Chairperson

**Re:** District Budget Committee Recommendations –  
Resource Allocation Model (RAM) Assumptions

**Date:** 4/28/2014

The District Budget Committee (DBC) recommends that the following assumptions be employed in the development of the FY 2014-15 Resource Allocation Model:

- ▶ FTES Funding
  - ◆ COLA — 0.86%
  - ◆ FTES Funded Growth — Pending
  - ◆ Revenue Shortfall — 0.50%
  - ◆ FTES Target Growth & Unfunded FTES — Pending
  
- ▶ Other Revenue — Eligible Revenue will be allocated based on the latest allocation percent; will be updated as information becomes available
  
- ▶ Assessments
  - ◆ District Allocation — Forecast - will be updated as information becomes available
  - ◆ Property & Liability — Same as last year - \$600,000
  - ◆ KVCR — District will subsidize; no assessment to Colleges
  - ◆ EDCT — 80% from 2014-15 Proposed Budget
  
- ▶ Site Budget Assumptions
  - ◆ Step in Column Increases — 3% for Step in Column Increases
  - ◆ Benefits — 11% for benefit increases which include Affordable Care Act
  - ◆ Inflation for Object Codes 4000's-6000's — Match COLA 0.86%

These items were discussed and approved at the 4/24/2014 Special Meeting of the District Budget Committee.