

Dean's Academy Resource Allocation Update

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Overview of Process

- **Spring 2016 Resource Specialist Roy Stutzman hired to facilitate dialogue-develop new allocation model**
- **Mr. Stutzman conducted interviews with District and college leadership and organization constituent groups: conducted 21 individual meetings**
- **RAM Taskforce formed in October, 2016**



Overview of Process

**RAM Taskforce met Fall and Spring FY 2016-2017:
16 meetings**

RAM Taskforce focused on 4 items:

- 1) Develop a revenue based model**
- 2) Identify key issues**
- 3) Update 2008 and 2011 Budget Principles**
- 4) Develop Business Procedures**



Overview of Process

Consultant Criteria

- 1) Is it Fair?
- 2) Is it easily understood?
- 3) Does it work in good times and bad?
- 4) Does it provide proper performance incentives?
- 5) Does it assure fiscal stability?



Current Status

- **Awaiting consultant recommendations:**
 - 1) Recommended Simulation**
 - 2) Business Procedures**
 - 3) 2017 Business Principles**



San Jose Evergreen Community College District Student Success

Innovation and Performance Incentives Program \$1M Possible Criteria Considerations

- 1) Transferability
- 2) College Readiness
- 3) College Experience
- 4) Degree and Certificate Completion



Consultant Recommendation

Simulation Characteristics

- **Revenue Based: Allocate initial property tax dollars**
- **Follow SB 361 methodology -
Block Grant and FTES Driven**
- **Block Grant \$30M**
 - 1. Basic Allocation \$20M**
 - 2. College Program/Performance \$9M**
 - 3. Performance and Innovation \$1M**



Consultant Recommendation Simulation Characteristics

- **FTES Based on 3 year rolling average**
- **Allocate all other “District” Revenues**
- **Reduce for cost of District-Wide expenses**
- **Reduce for cost of District Services**
- **Colleges keep 100% of college generated revenue**
- **Result: All dollars allocated -
Colleges and District responsible for
managing within allocations**



Consultant Recommendation Simulation Characteristics

- **Subsequent property tax changes = Discussion as to how to allocate**
 - **Collective Bargaining**
 - **Innovation**
 - **Additional unforeseen, unplanned, planned but unfunded, etc.**



Next Steps

- **Receive Consultant Reports**
- **Begin vetting process**
- **Goal to implement simulation ASAP – address variances, if any**
- **Utilize RAM Taskforce, DBC, Academic Senates, DC, BOT**
- **Address unfinished business: CTE, District Services, Innovation Criteria, etc.**



Next Steps

- **Finish unfinished business**
- **Review and refine through DBC**