



May 26, 2022

TO: THE DISTRICT BOARD OF TRUSTEES OF VALENCIA COLLEGE

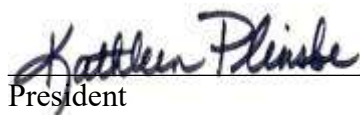
FROM: DR. KATHLEEN PLINSKE
President

RE: 2022-2023 OPERATING BUDGET FRAMEWORK

Consistent with our annual process, the 2022-2023 budget framework is presented for preliminary review. The formal approval of the budget will follow on June 23, 2022.

RECOMMENDED ACTION:

The President recommends that the District Board of Trustees of Valencia College approve the 2022-2023 Operating Budget framework. This formal approval of the budget will be conducted at the District Board of Trustees of Valencia College meeting on June 23, 2022.



President



FY 2022-23 Operating Budget Framework

District Board of Trustees – May 26, 2022

Budget priorities

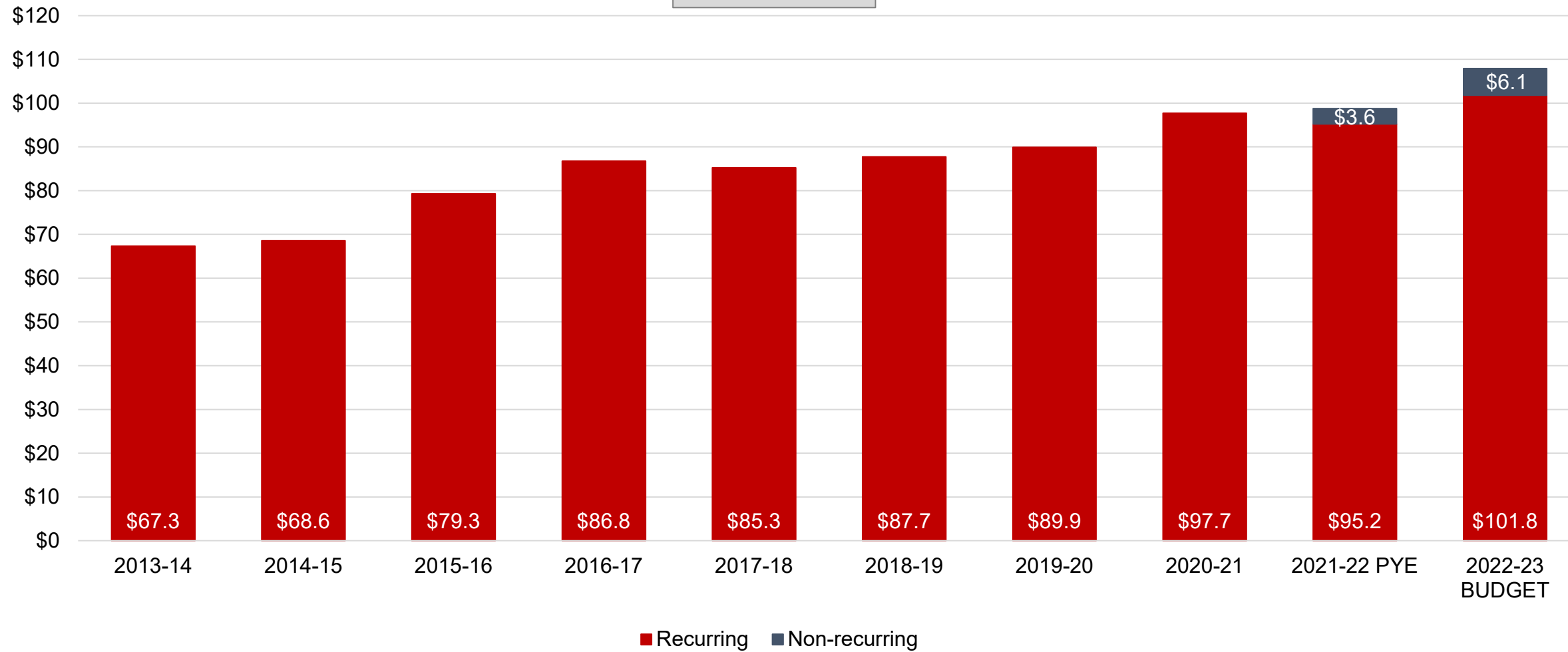
- a. Maintain current block tuition and fee rates (no increases for 9 consecutive years).
- b. Invest in programs and resources that support the college's strategic initiatives.
- c. Attract and retain employees in a very competitive job market.
- d. Transition operations toward post-pandemic future.
- e. Align with Valencia's affordability policy.

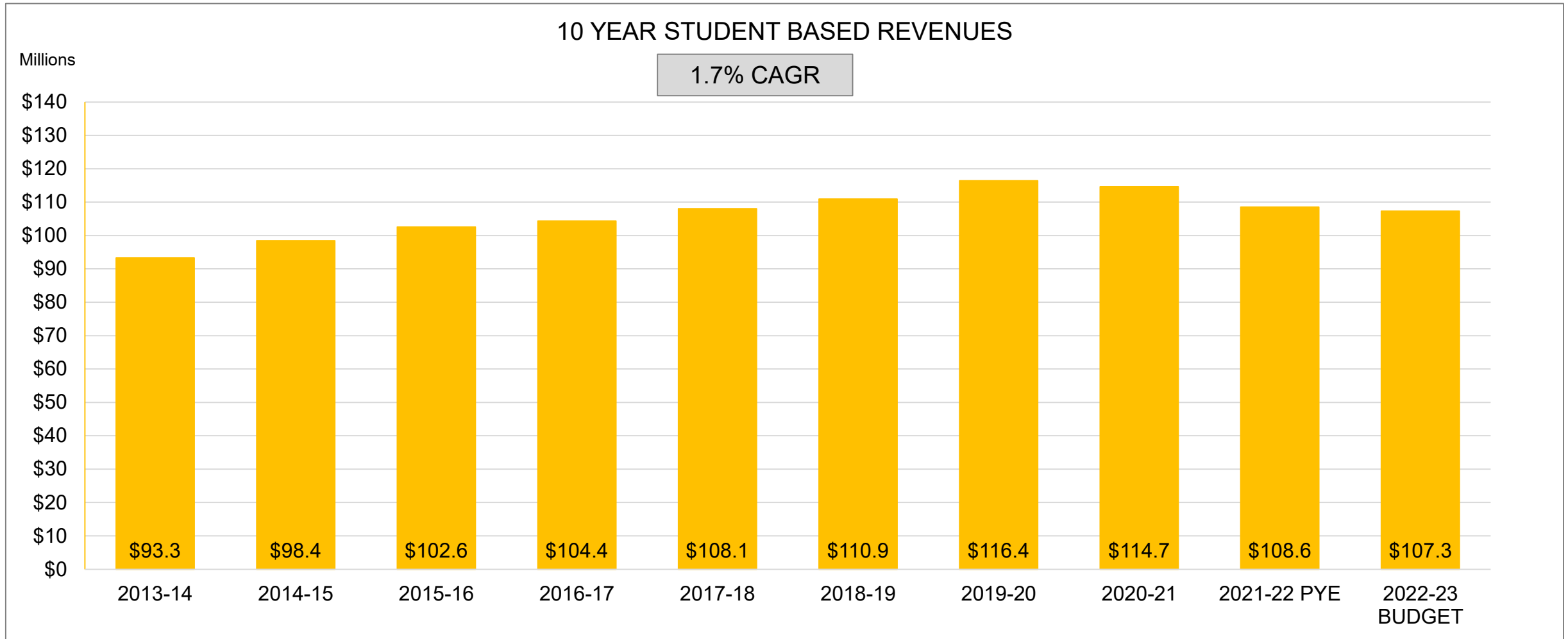


10 YEAR STATE APPROPRIATIONS

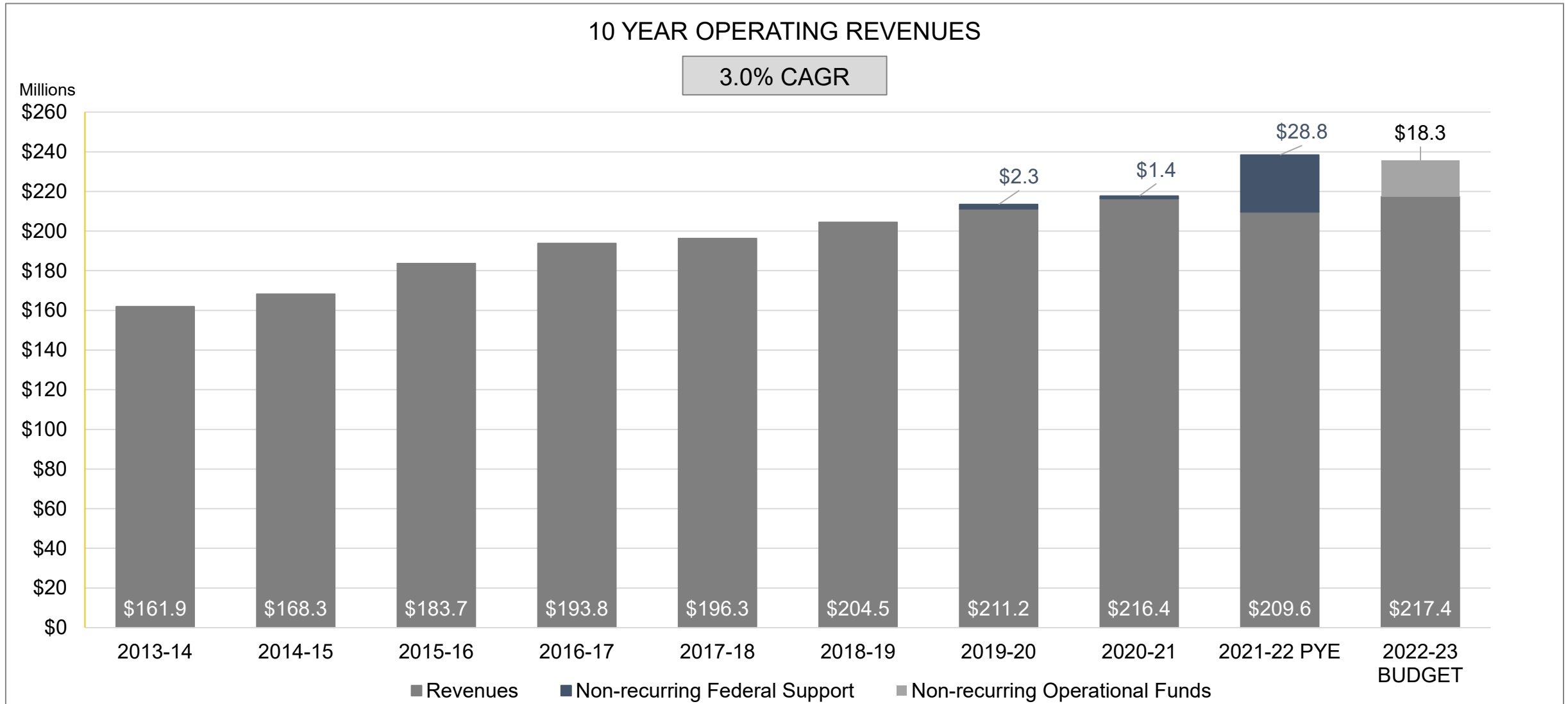
4.8% CAGR

Millions





Valencia is expecting an increase in student enrollment for 2022-23. However, the college anticipates a greater proportion of in-state vs. out-of-state tuition revenue as shown on slide 6 resulting in lower expected revenues overall.



\$29.5M in non-recurring federal support include \$10.6M from 2020-21. CAGR calculation excludes non-recurring federal support.

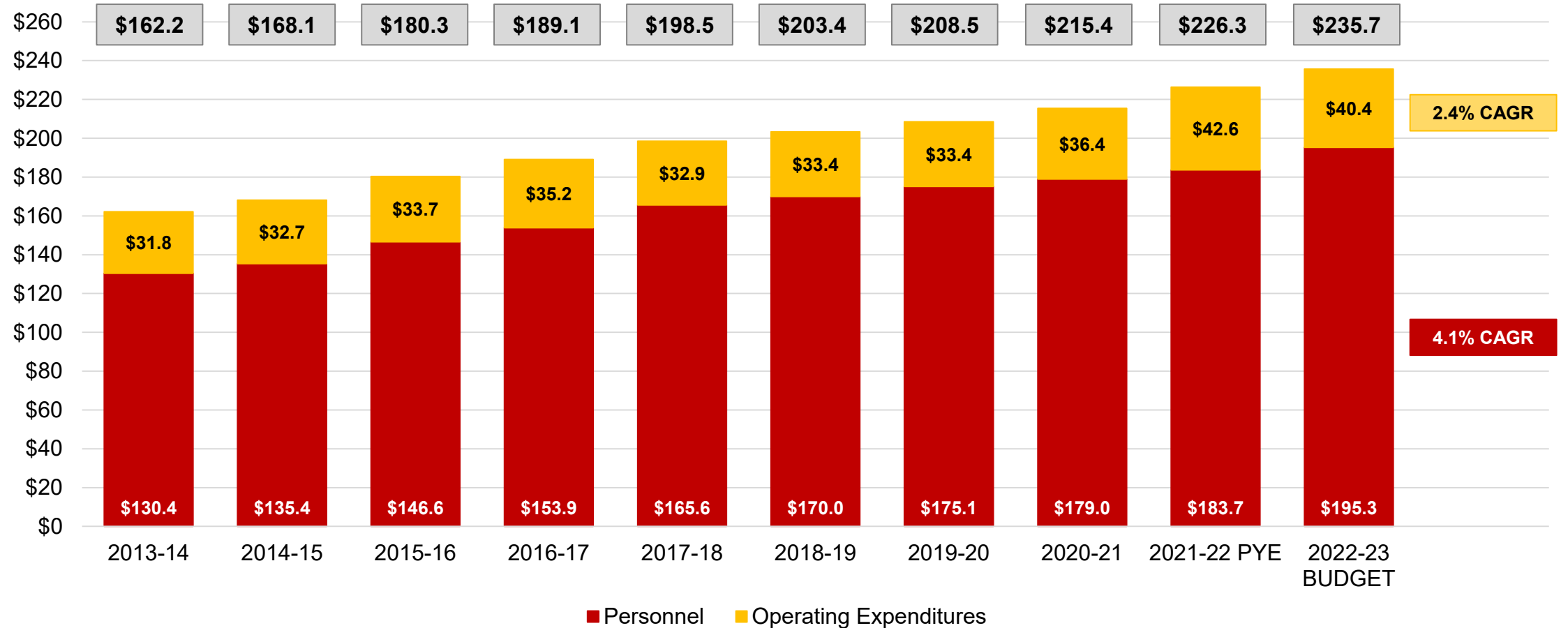
FY 2022-23 Revenue model

	Amount in Millions
FY 2021-22 Revenue PYE	\$238.4
Adjustments	
HEERF non-recurring	(\$28.8)
FY 2022-23 Revenue Baseline	\$209.6
Operating Assumptions	
Non-recurring transfer from fund balance	\$18.3
State funding	\$9.1
Tuition rate changes	\$0.0
Enrollment Assumptions	
Enrollment - AA / AS, baccalaureate and Continuing Education Growth	\$2.5
Out-of-state fee revenue	(\$3.8)
FY 2022-23 Revenue Budget	\$235.7

10 YEAR OPERATING EXPENDITURES

3.8% CAGR

Millions



FY 2022-23 Expenditures model

	Amount in Millions
FY2021-22 Expenditures PYE	\$226.3
Adjustments	
Recurring	\$9.1
Non-recurring	(\$12.1)
FY 2021-22 Expenditures Baseline	\$223.3
Discretionary Expenditures	
Wages	\$4.9
Health, safety, and technology infrastructure	\$1.9
Increased College support of health care for employees	\$1.0
Strategic Expenditures	
Minimum Wage Initiative	\$1.6
Compensation adjustments	\$0.9
Investments to support the strategic initiatives (Call Center, CE, Impact Plan)	\$2.1
FY 2022-23 Expenditures Budget	\$235.7

FY2022-23 Fund balance impact

	Amount in Millions
Revenues Budget	\$235.7
Expenditures Budget	\$235.7
(Revenues over Expenditures)	\$0.0
Unallocated fund balance amount June 30, 2023	\$26.4
Fund Balance as a %	10.1%



FY 2022-23 Operating Budget Framework

District Board of Trustees – May 26, 2022