



May 25, 2023

TO: THE DISTRICT BOARD OF TRUSTEES OF VALENCIA COLLEGE

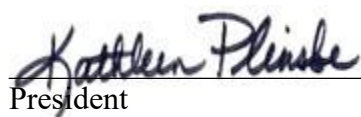
FROM: DR. KATHLEEN PLINSKE
President

RE: 2023-2024 OPERATING BUDGET FRAMEWORK

Consistent with our annual process, the 2023-2024 budget framework is presented for preliminary review. The formal approval of the budget will follow on June 22, 2023.

RECOMMENDED ACTION:

The President recommends that the District Board of Trustees of Valencia College approve the 2023-2024 Operating Budget framework. This formal approval of the budget will be conducted at the District Board of Trustees of Valencia College meeting on June 22, 2023.

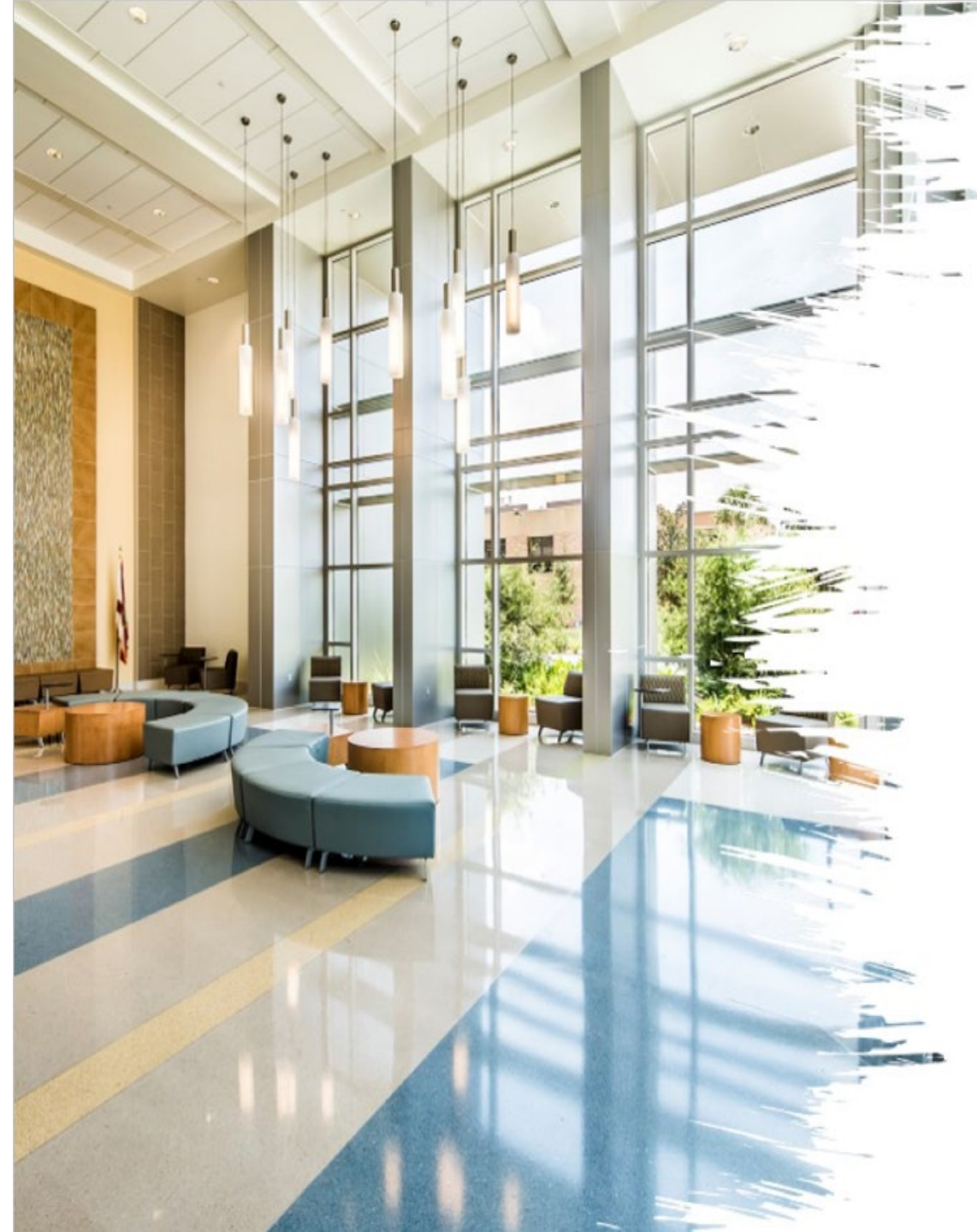


President



FY 2023–24 Operating Budget Framework

May 2023



Agenda

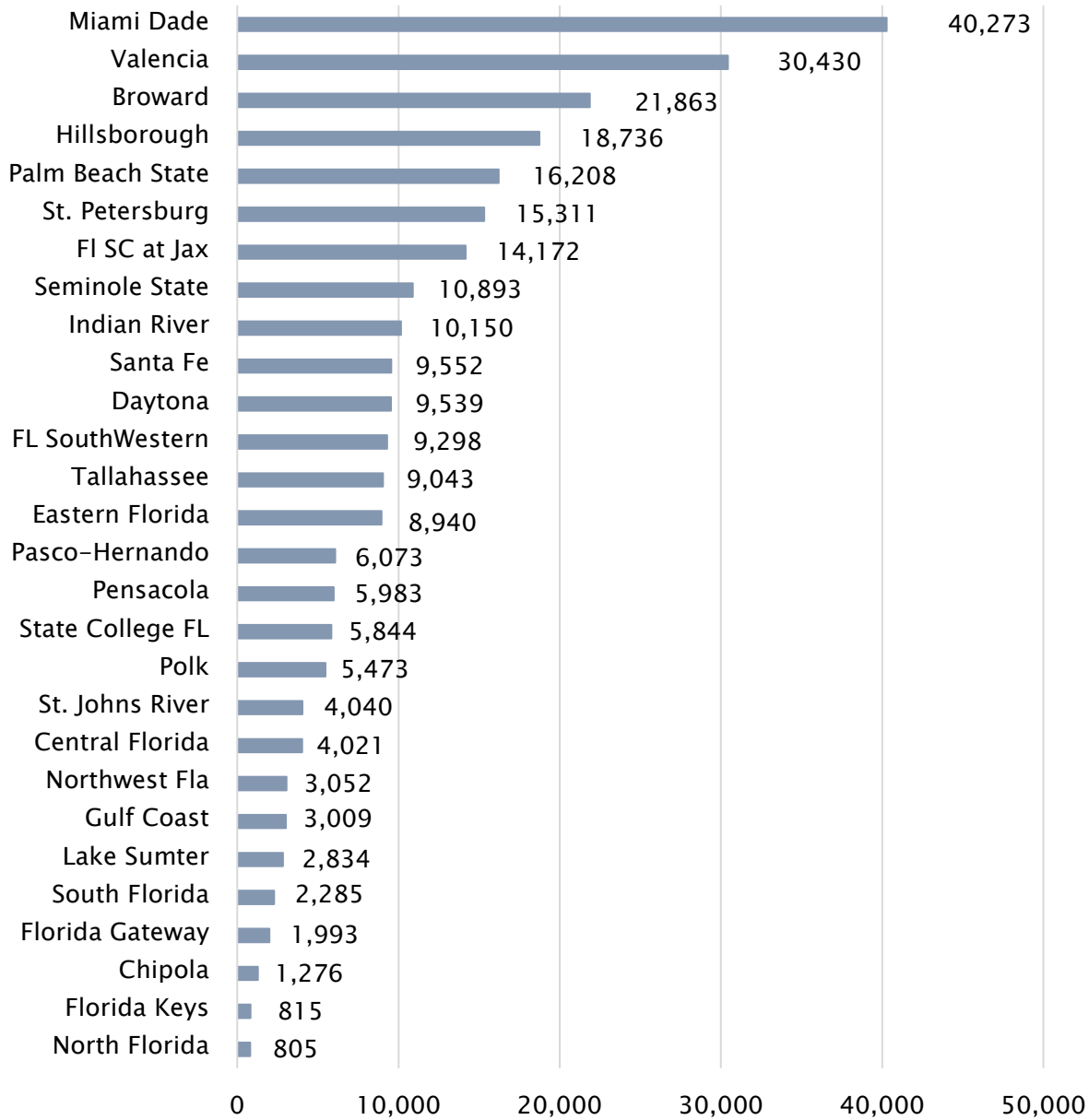
- Budget Goals
- Enrollment Trends
- Operating Revenues
- Operating Expenditures
- Fund Balance

2023–24 Budget Goals

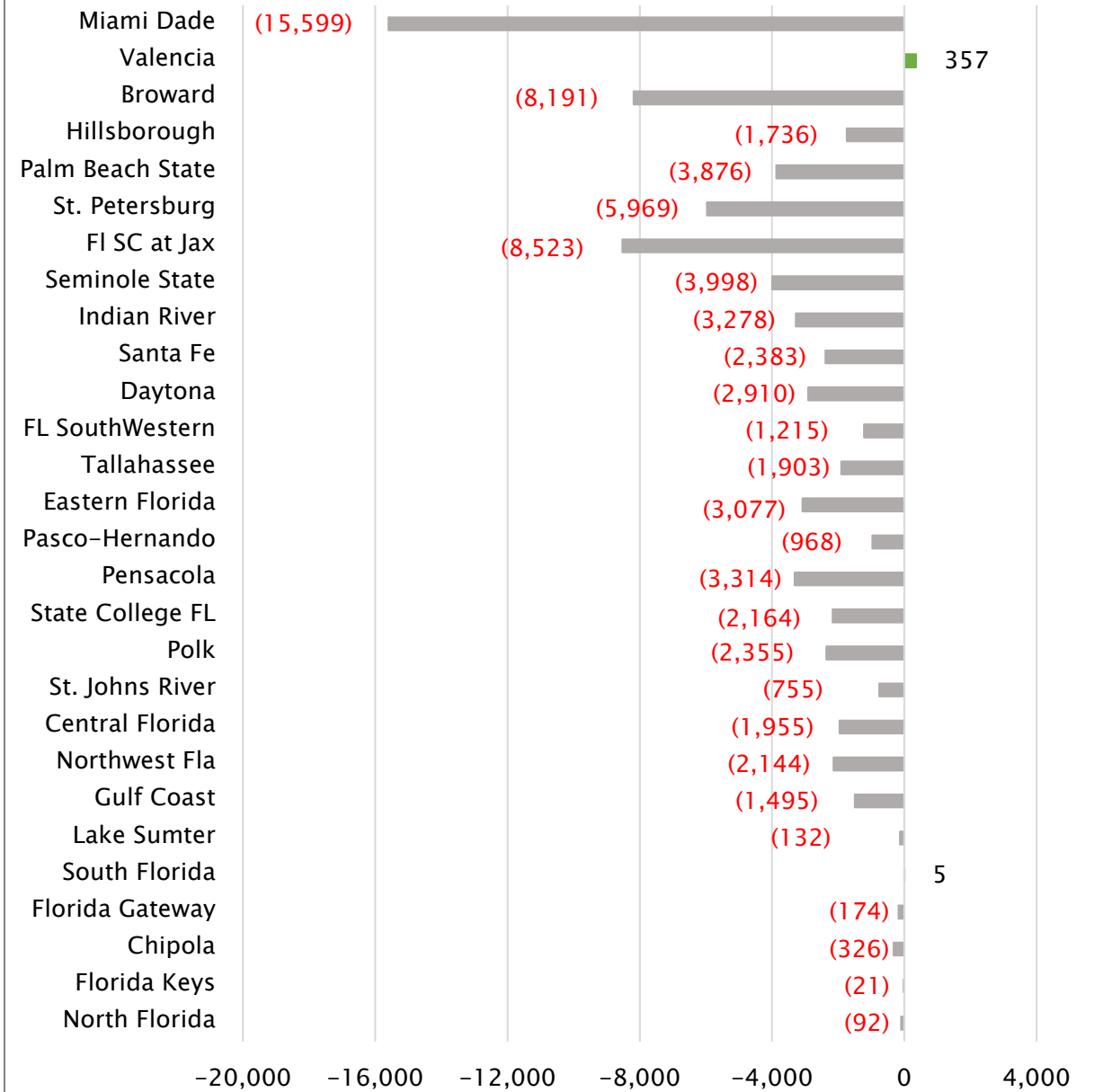
- a. Fund activities that support the college's strategic impact plan.
- b. Provide competitive wages and benefits to employees.
- c. Leverage non-recurring funds to support one-time investment opportunities.
- d. Position for long-term financial sustainability.



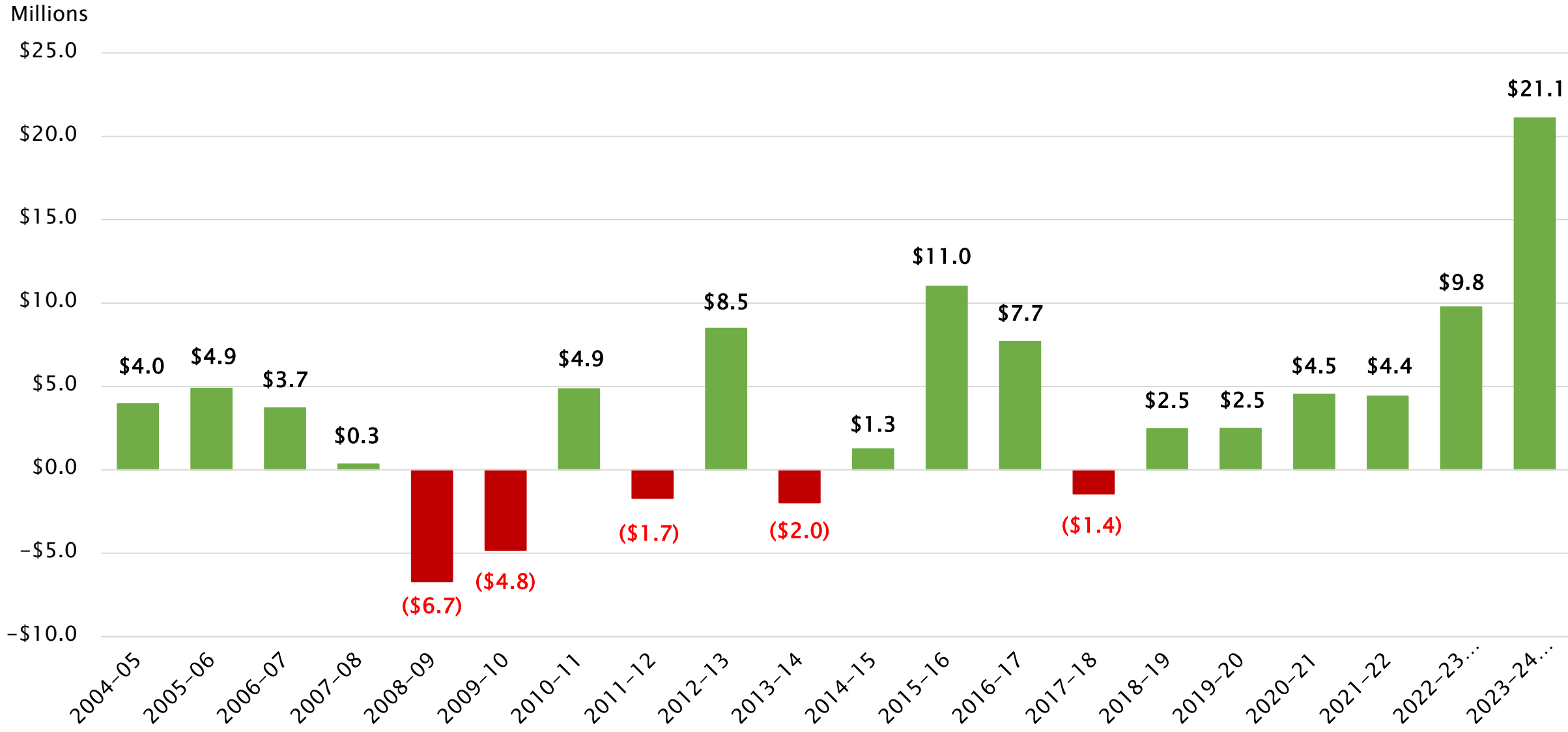
FLORIDA COLLEGE SYSTEM 2021-22 FTE-3



FLORIDA COLLEGE SYSTEM FTE-3 10-YEAR CHANGE



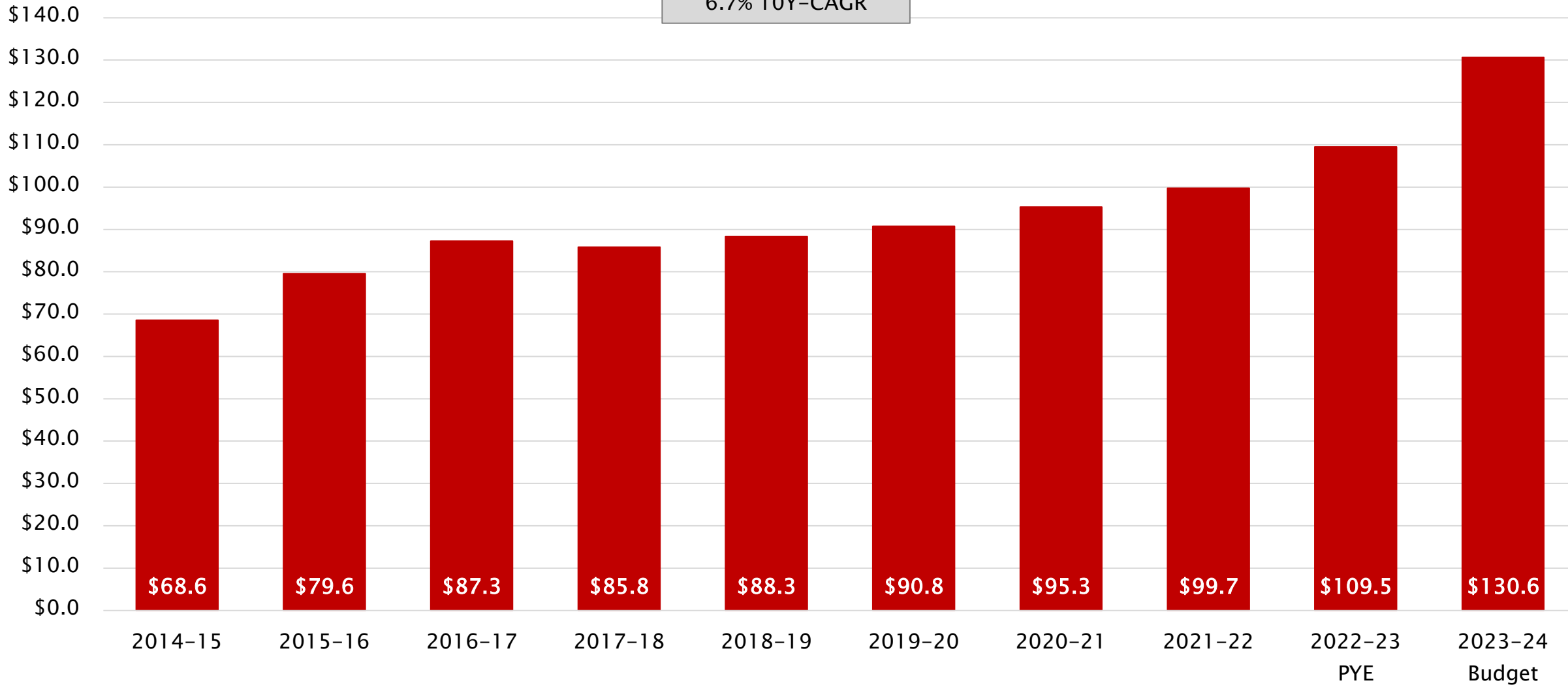
VALENCIA COLLEGE STATE APPROPRIATIONS YOY FLUCTUATIONS



STATE APPROPRIATIONS

Millions

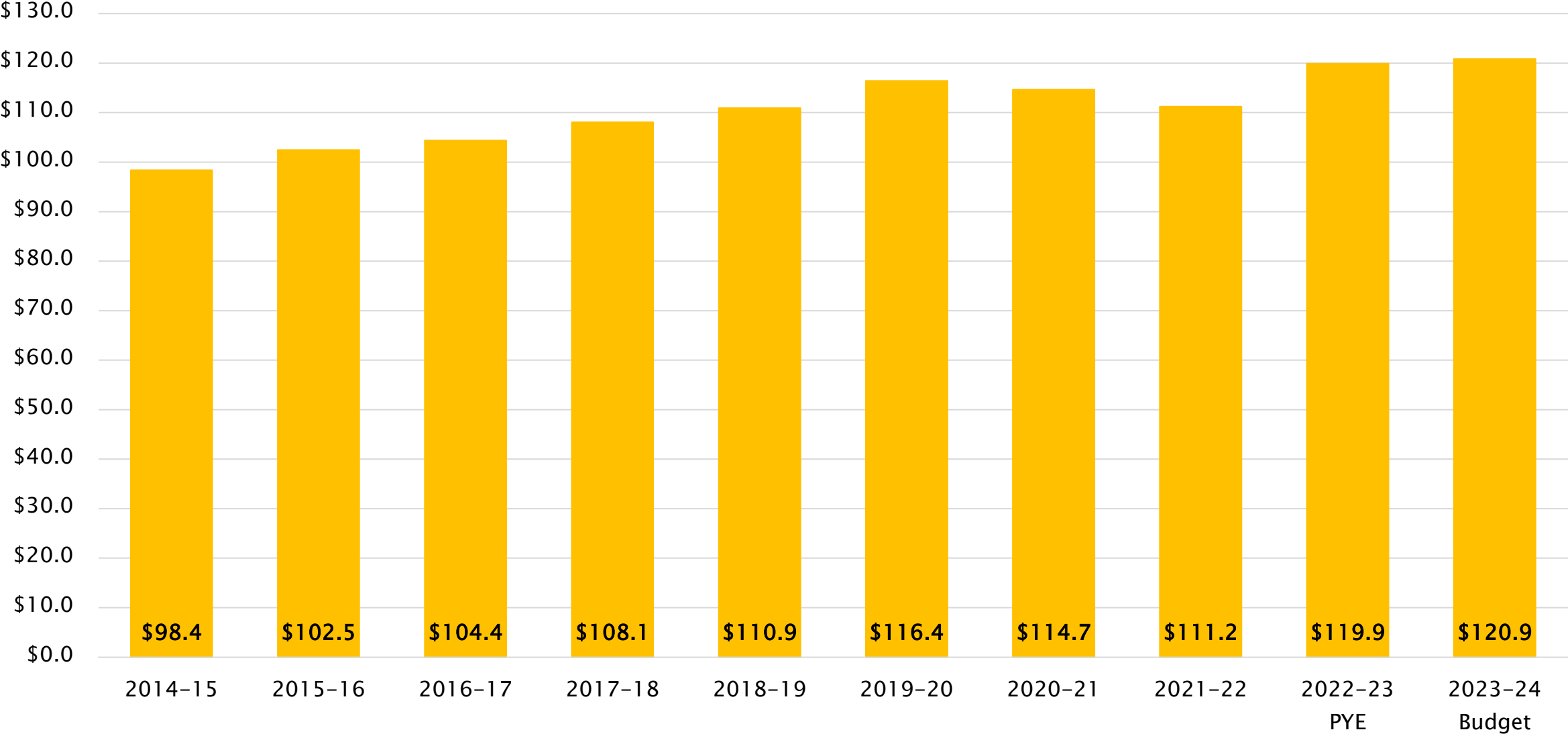
6.7% 10Y-CAGR



STUDENT BASED REVENUES

2.1% 10Y-CAGR

Millions



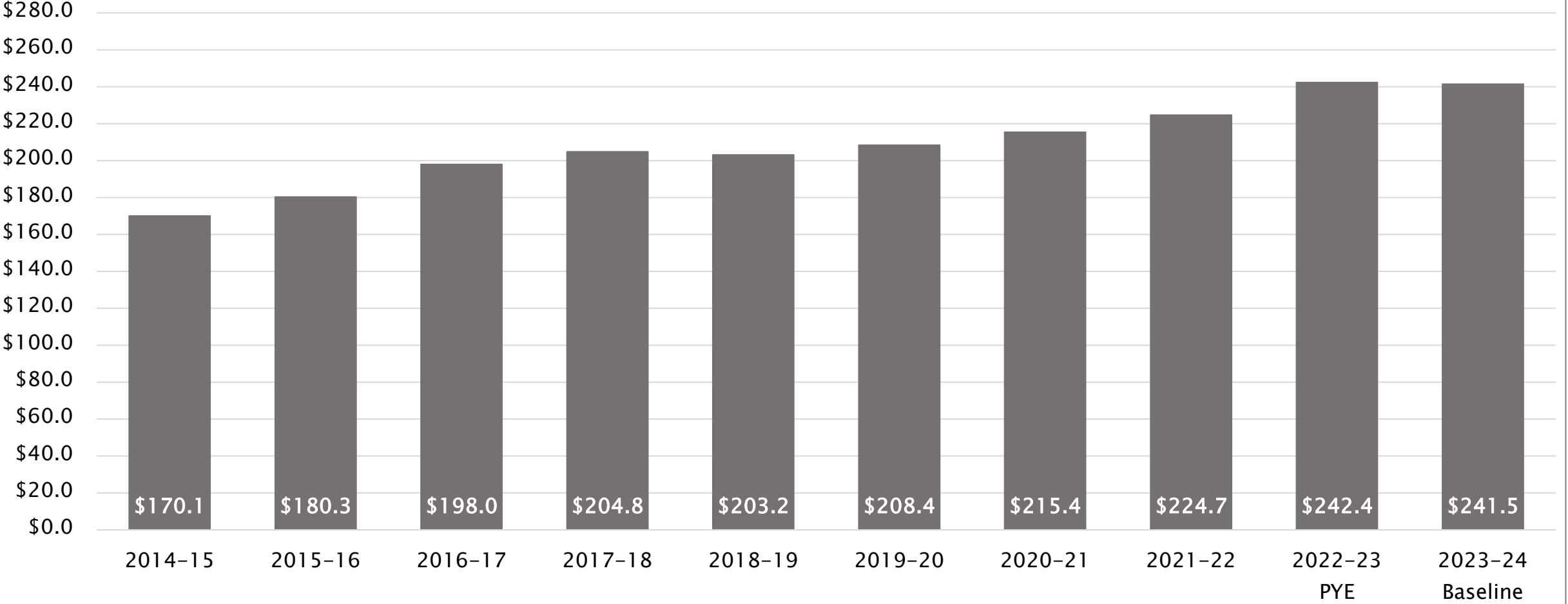
2023–24 Revenues Budget

	Amount in Millions
FY 2022–23 Revenue PYE	\$235.1
Adjustments	
HEERF & Other Non-recurring	(\$1.7)
FY 2023–24 Revenue Baseline	\$233.4
Operating Assumptions	
State Funding	\$21.1
Non-mandatory Transfers	\$4.1
Enrollment Assumptions	
Enrollment – AA / AS, Baccalaureate	\$1.5
Continuing Education Programs	\$2.0
Out of State Fee Revenue	(\$2.5)
FY 2023–24 Revenue Budget	\$259.6

TOTAL OPERATING EXPENDITURES

4.1% CAGR

Millions



Exclude GASB entries.

2023-24 INCREMENTAL FUNDS AVAILABLE FOR ALLOCATION

Millions



2023-24 Expenditures Baseline

Available for Allocation

2023-24 Expenditures Budget

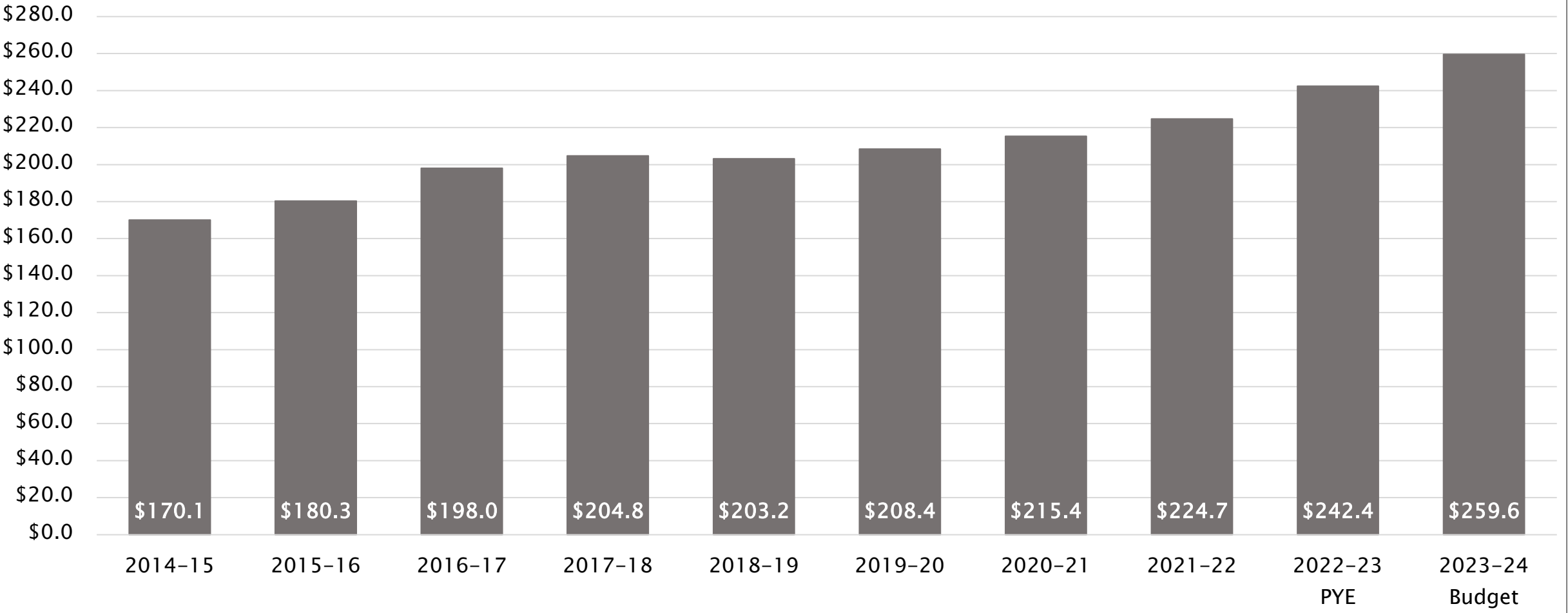
\$18.1M – Operating Investments

Amount In Millions	Item	Description
\$3.8	New Positions	64 positions (45 faculty and instructors).
\$2.4	Workforce & Career Placement	Expansion of partnerships and baccalaureate offerings to train the workforce and provide student placement resources in the job market.
\$6.3	Wage Increase	4.25% wage increase for eligible full-time and part-time employees.
\$2.0	Compensation Review	Funding of salary adjustments based on compensation study.
\$3.6	Operations	Software, consulting, equipment refresh, food services, and faculty/staff development.
\$18.1	Total	

TOTAL OPERATING EXPENDITURES

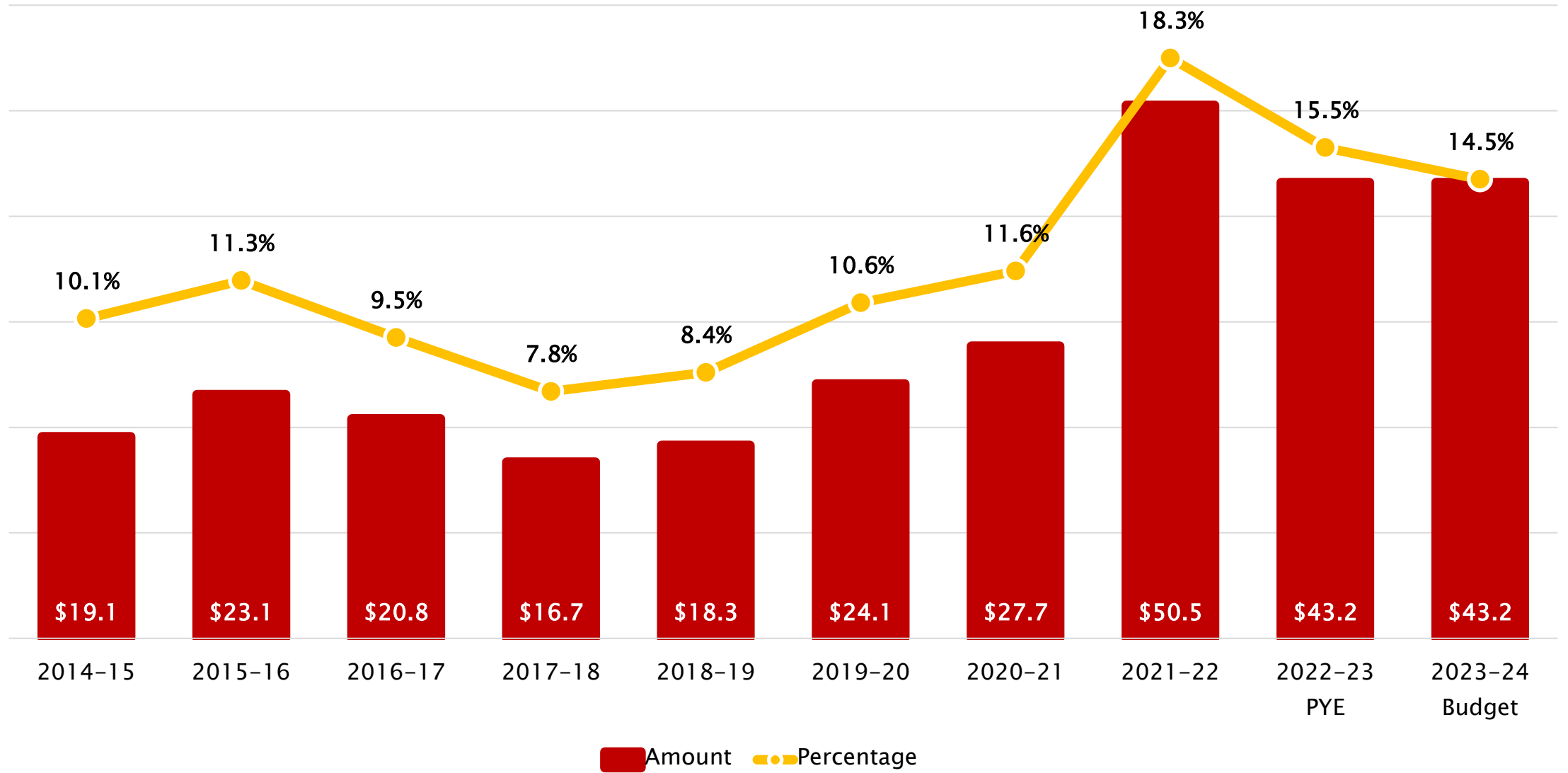
4.3% CAGR

Millions



Exclude GASB entries.

OPERATING FUND BALANCE



\$22.3 million in excess with respect to 7.0% fund balance minimum requirement.

2023–24 Budget Summary

	Amount In Millions
Revenues Budget	\$259.6
Expenditures Budget	\$259.6
(Revenues over Expenditures)	\$0.0
Estimated Fund Balance	\$43.2
Estimated Fund Balance as a %	14.5%

- No changes in tuition and fees.
- \$21.1 million; 19% increase in State appropriations.
- \$1.0 million; 0.8% increase in student based revenue.
- \$12.1 million investment in personnel and capacity:
 - 4.25% wage increase.
 - 64 new faculty/Instructors and staff.
- \$6.0 million in operations.



FY 2023–24 Operating Budget Framework

May 2023