### A. Principles

1. Equilibrium in the operating budget structural balance is maintained through assurance that on going expenditures do not exceed on going revenues and that compliance with State and District reserve requirements is maintained. **X**

2. The BAM recognizes that resource allocation is linked to District-wide Strategic Planning. **X**

3. The BAM provides for the equitable allocation of available resources to the three (3) colleges and the District office, while ensuring compliance with statutory and regulatory requirements. **X**

4. Enrollment management decisions drives the allocation of operational resources. **X**

5. The BAM is simple, readily communicable and understood, and as easy to administer as possible. **X**

6. The BAM is defined in measurable terms to maintain objectivity and predictability and so that the outcome is independently verifiable. **X**

7. The BAM is driven by verifiable data. **X**

### B. Policy/Organizational Considerations

1. Define the way in which one-time funding and one-time funding on an annual basis (e.g. Prop 30) provided the District may be allocated. **X**

2. Define the roles of the District vis-a-vis the District’s four major entities in the budget development and execution processes. **X**

3. Define the way in which compliance with statutory, regulatory and policy requirements shall be assured (e.g. FON, 50% Law, categorical match). **X**

4. Define Self-Insurance Liability Funding. **X**

5. Define DSPS services and funding levels. **X**

### C. Proposed BAM Revision Components

1. The Riverside Community College District Budget Allocation Model will mirror the State funding model for the California Community Colleges for the basic allocation, and full-time equivalent student (FTES) apportionment, and one-time funding, and one-time funding on an annual basis (e.g. Prop 30) will ensure compliance with budget-related statutory and regulatory requirements (e.g. 50% Law, FON, etc.). **X**

2. The minimum 5% required level of District reserves and funding for the district office will be the first allocations of the District’s “Total Available Funds” in the Unrestricted General Fund. **X**

3. In recognition that it may be necessary to transition over time to a point whereby each of the colleges achieve equilibrium between allocated revenues and the expenditures needed to support instructional service levels to students, a separate allocation may be provided. **X**

4. Non State apportionment one-time funds, ongoing funds and entrepreneurial revenues (e.g. Norco College Trading Post, Riverside City College Splash, Non-resident tuition, indirect cost reimbursements, lease/rental income, etc.) that are specific to a particular entity will be retained by the respective college that generates the revenue. **X**

5. Revenue sources that are not specifically identifiable to a particular entity will be allocated based on the same methodology used to allocate apportionment revenues unless otherwise specified by the funding source. **X**

6. Allocate a minimum 1% of total available funds for contingency at the entity level. **X**

7. Child Care Centers, Food Services, Performance Riverside, Contract Education, Community Ed, and Bookstore must be self-sustaining by entity. **X**

8. Allocate Interfund Loans “Off the Top”. **X**

9. The budget allocated for the District Office and District Support Services shall correlate with the percent increase/decrease of the aggregate budget allocated to the colleges. **X**