

Section 2

Budget & Finance

This section can be used for finding:

- *revenues and expenditures for Fiscal Year 2004.*
- *information on financial aid awards over the past five years, including average award per recipient.*

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Useful Terms

ACC Taxing District - includes the Austin, Leander, Manor, and Del Valle Independent School Districts.

Financial Aid – grants, loans, assistantships, scholarships, fellowships, tuition waivers, tuition discounts, veteran’s benefits, employer aid (tuition reimbursement) and other monies (other than relatives/friends) provided to students to meet expenses. This includes subsidized and unsubsidized loans made directly to students.

Full-time Student Equivalent (FTSE) - the total semester credit hours divided by 15, which is considered to be a full-time course load.

Governmental Accounting Standards Board (GASB) – establishes accounting standards for local and state entities including governmental colleges and universities.

Budget & Finance Summary

- Austin Community College's (ACC) total operating revenues for fiscal year 2004 (\$102,981,256) increased nearly \$3 million from fiscal year 2003. Compared to fiscal year 2003, ACC's fiscal year 2004 net assets at the end of the year decreased just over half a million dollars (\$59,133,763 vs. \$58,587,691, respectively).
- ACC's tax collections for fiscal year 2004 were the highest ever in dollar amounts (\$37,001,946), an increase of 50% from fiscal year 2003.
- The number of full-time student equivalents (FTSE) at ACC in Fall 2004 were 14,947 students. The estimated cost per FTSE was \$3,488, an increase of \$467 from the previous fall term.
- Over 8,000 students received financial aid at ACC in academic year 2004. The total amount awarded was \$31,093,393 (an increase of 42% from the previous academic year) and the average award per recipient was \$3,810, both all-time highs.

Statement of Revenues, Expenses, and Changes in Net Assets

Austin Community College receives its funds from three primary sources of revenue: state allocations, property taxes, and student tuition and fees. Federal grants account for a small percentage of revenue, and those funds can only be used for specific purposes as defined in the grant guidelines.

Tuition and fees are set by the Board of Trustees. Unlike state reimbursement, tuition and fee income may be spent for any College purpose including retirement of revenue bonds, which could be used for limited construction purposes.

Austin Community College adopted the Governmental Accounting Standards Board (GASB) Statement 34/35 reporting model for fiscal year 2002 and beyond. GASB 34/35 requires significant changes in the way governmental entities report financial information including a change to the full accrual basis of accounting, the capitalization of assets, and the recording of fixed asset depreciation. The statements below present the revenues and expenses for all economic resources of the college in a single column format, including construction expenses, the effects of accumulated depreciation, and all funds provided to the college that are restricted by external agencies, in addition to normal annual operating revenues and expenses. The Net Assets figure at the bottom of the statement (on the following page) represents all assets, minus related liabilities, for the college as a whole, and is not directly comparable to the term "fund balance" used in previous fiscal years.

OPERATING REVENUES	FY 2003	FY 2004
State Allocations	\$45,355,060	\$43,523,089
Tuition and Fees (Net of Discounts of \$7,299,027 for 2003 and \$7,782,736 for 2004)*	32,770,446	35,902,537
Federal Grants and Contracts	14,090,827	15,725,085
State Grants and Contracts	2,041,276	1,436,864
Local Grants and Contracts	307,328	1,592,272
Non-Governmental Grants and Contracts	1,354,389	1,157,771
Auxiliary Enterprises	1,243,731	1,237,605
Other Operating Revenues	2,849,259	2,406,033
Total Operating Revenues	<u>\$ 100,012,316</u>	<u>\$ 102,981,256</u>

* Due to the new GASB 34/35 requirements, tuition revenue is reported net of scholarships and discounts. These discounts represent the total amount of scholarship allowances, remissions and exemptions, and state and federal grants awarded to students. When the student uses these funds for tuition and fees, the amounts are recorded as revenue and a corresponding amount is recorded as a tuition discount.

NOTE: Student Service Fee was reclassified from Tuition and Fees to Auxiliary Enterprises in FY 2004. Therefore, the \$258,783 Student Service Fee for FY2003 has been reclassified in order to be consistent with this year's presentation.

Source: Annual Financial Report (Exhibit 3)

**Statement of Revenues, Expenses, and
Changes in Net Assets (continued)**

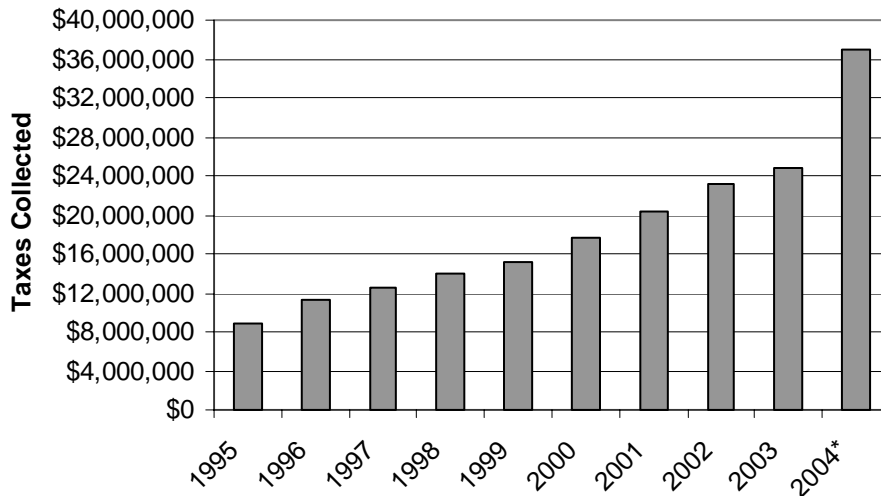
OPERATING EXPENSES	FY 2003	FY 2004
Instruction	\$58,995,684	\$62,765,078
Public Service	2,784,493	3,203,128
Academic Support	9,727,018	9,175,791
Student Services	11,362,565	12,109,713
Institutional Support	18,614,388	20,121,433
Operation and Maintenance	9,306,817	9,487,685
Scholarship & Fellowships	8,244,039	9,878,834
Auxiliary Enterprises	1,092,980	1,351,379
Depreciation	5,843,869	6,492,381
Total Operating Expenses	<u>125,971,853</u>	<u>134,585,422</u>
Operating Income / (Loss)	<u>(25,959,537)</u>	<u>(31,604,166)</u>
Non-Operating Revenues / (Expenses)		
Maintenance and Debt Service Ad Valorem Taxes	24,848,931	37,138,260
Capital Grants and Gifts	78,604	76,364
Investment Income	605,934	1,099,650
Realized and Unrealized Gains/(Losses)	-	-
Interest on Capital Related Debt	(3,265,432)	(6,537,884)
Loss on Disposal of Assets	(372,710)	(688,874)
Other Non-operating Expenses	(9,142)	(29,422)
Net Non-Operating Revenues	<u>21,886,185</u>	<u>31,058,094</u>
Net Increase / (Decrease) in Net Assets	<u>(4,073,352)</u>	<u>(546,072)</u>
Net Asset Beginning of Year	<u>63,207,115</u>	<u>59,133,763</u>
Net Assets End of Year	<u>\$59,133,763</u>	<u>\$58,587,691</u>

NOTE: FY 2003 figures for Instruction and Net Assets, Beginning of Year were restated to reflect the state on-behalf Employee Retirement System (ERS) credits due to the college.

Source: Annual Financial Report (Exhibit 3)

**Tax Collections by Fiscal Year
1995 - 2004**

Fiscal Year	Net Assessed Valuation	Taxes Collected	Tax Rate (per \$100 valuation)
1995	\$21,232,385,444	\$8,825,959	\$0.0466
1996	\$23,548,780,112	\$11,225,519	\$0.0476
1997	\$25,942,924,599	\$12,530,510	\$0.0482
1998	\$26,503,603,295	\$13,971,450	\$0.0500
1999	\$29,036,974,416	\$15,255,042	\$0.0500
2000	\$33,240,297,086	\$17,547,261	\$0.0500
2001	\$40,489,664,085	\$20,300,225	\$0.0500
2002	\$46,298,448,055	\$23,128,472	\$0.0500
2003	\$49,728,985,339	\$24,749,892	\$0.0500
2004*	\$48,405,492,131	\$37,001,946	\$0.0771



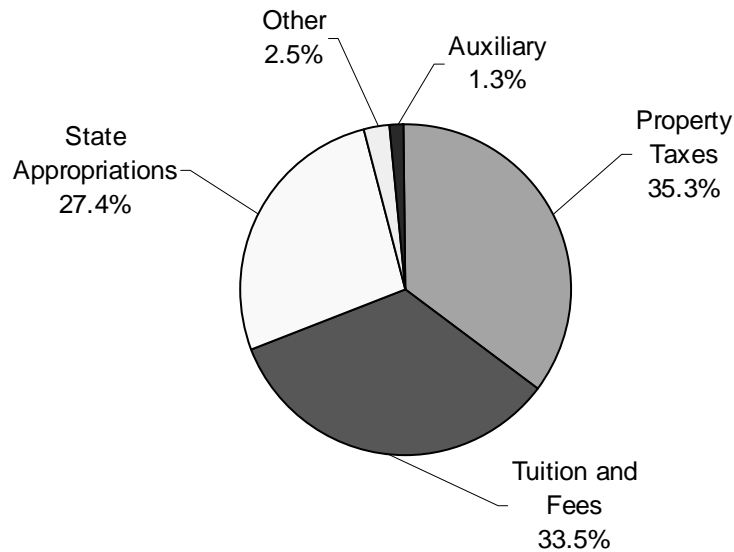
* Based on July 25, 2004 certification

Source: Annual Financial Report and Office of Business Services

Austin Community College Operating Budget Fiscal Year 2005

(September 1, 2004 - August 31, 2005)

Projected Revenues



Projected Revenues	Budget	Percent of Budget
Property Taxes	\$46,063,215	35.3%
Tuition and Fees	\$43,653,945	33.5%
State Appropriations	\$35,710,958	27.4%
Other	\$3,284,932	2.5%
Auxiliary	\$1,646,246	1.3%
Total	\$130,359,296	

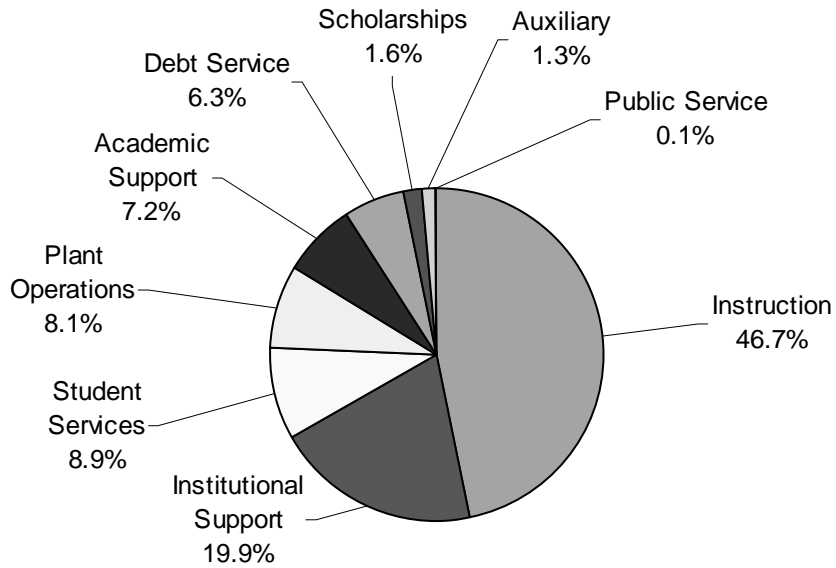
NOTE: Percents may not add to 100 due to rounding.

Source: Office of Business Services and FY2005 Operating Budget Book

**Austin Community College
Operating Budget
Fiscal Year 2005**

(September 1, 2004 - August 31, 2005)

Projected Expenditures



Projected Expenditures	Budget	Percent of Budget
Instruction	\$60,845,363	46.7%
Institutional Support	\$25,883,638	19.9%
Student Services	\$11,650,249	8.9%
Plant Operations	\$10,541,078	8.1%
Academic Support	\$9,376,130	7.2%
Debt Service	\$8,175,444	6.3%
Scholarships	\$2,121,674	1.6%
Auxiliary	\$1,646,246	1.3%
Public Service	\$119,474	0.1%
Total	\$130,359,296	

NOTE: Percents may not add to 100 due to rounding.

Source: Office of Business Services and FY2005 Operating Budget Book

**Estimated Cost per Full-time Student Equivalent
Fall Semesters
1983 - 2004**

Fall	Semester Credit Hours (SCH) ¹	Head Count ¹	SCH per Student	Fiscal Year Expenditures and Transfers	FTSE ² (15 SCH)	Estimated Cost per FTSE ³
1983	119,034	16,674	7.1	\$25,436,290	7,936	\$1,282
1984	121,993	17,807	6.9	\$26,506,354	8,133	\$1,304
1985	120,437	17,549	6.9	\$30,012,614	8,029	\$1,495
1986	129,146	18,340	7.0	\$32,913,266	8,610	\$1,529
1987	143,458	19,905	7.2	\$34,901,691	9,564	\$1,460
1988	155,865	21,378	7.3	\$39,094,805	10,391	\$1,505
1989	171,255	23,067	7.4	\$45,166,600	11,417	\$1,582
1990	180,762	24,082	7.5	\$52,924,574	12,051	\$1,757
1991	175,719	23,048	7.6	\$52,418,753	11,715	\$1,790
1992	193,102	25,275	7.6	\$56,773,745	12,873	\$1,764
1993	185,880	24,236	7.7	\$58,903,214	12,392	\$1,901
1994	195,384	25,276	7.7	\$66,252,277	13,026	\$2,035
1995	198,564	25,618	7.8	\$72,445,022	13,238	\$2,189
1996	195,873	25,174	7.8	\$74,662,109	13,058	\$2,287
1997	200,269	25,796	7.8	\$75,943,413	13,351	\$2,275
1998	197,737	25,609	7.7	\$86,315,177	13,182	\$2,619
1999	198,318	25,914	7.7	\$91,583,708	13,221	\$2,771
2000	197,704	25,856	7.6	\$102,583,818	13,180	\$3,113
2001	210,069	27,577	7.6	\$107,683,842	14,005	\$3,076
2002	221,836	29,156	7.6	\$104,986,517	14,789	\$2,840
2003	223,500	28,862	7.7	\$112,549,279	14,900	\$3,021
2004	224,210	29,004	7.7	\$130,359,296 ⁴	14,947	\$3,488

¹ Reflects only credit programs. Does not include Continuing Education programs.

² Full-time Student Equivalent (FTSE) is based on 15 semester credit hours (SCH).

³ The estimated cost for the fall semester is based on 40% of Education and General (E&G) Expenditures and Transfers for the corresponding fiscal year.

⁴ Estimated.

Source: ACC Independent Audited Financial Statement & THECB Certified Reports

Students Receiving Financial Aid Academic Years 2000 - 2004

PROGRAM		1999-00	2000-01	2001-02	2002-03	2003-04
Pell	Recipients	3,266	3,336	4,215	5,065	6,043
	Amount	\$4,682,271	\$5,133,399	\$7,436,073	\$9,759,800	\$11,811,988
SEOG	Recipients	483	188	297	485	367
	Amount	\$427,722	\$288,140	\$464,232	\$621,319	\$504,560
TPEG	Recipients	1,225	1,310	1,322	1,436	1,710
	Amount	\$999,334	\$1,642,298	\$1,299,898	\$1,563,725	\$1,660,308
LEAP	Recipients	27	31	33	30	24
	Amount	\$26,862	\$28,377	\$26,777	\$23,719	\$27,898
Texas	Recipients	118	209	335	495	448
	Amount	\$81,326	\$159,358	\$335,727	\$515,165	\$474,891
Texas Match	Recipients	N/A	200	0*	0*	0*
	Amount		\$25,293	\$0	\$0	\$0
Texas II	Recipients	0	0	0	61	97
	Amount	\$0	\$0	\$0	\$67,486	\$100,965
Loans	Recipients	2,185	2,034	2,521	3,077	3,951
	Amount	\$4,663,461	\$4,795,598	\$5,460,239	\$8,789,822	\$15,785,457
FCWSP	Recipients	200	252	267	296	268
	Amount	\$364,131	\$662,967	\$520,624	\$586,339	\$604,384
TCWP	Recipients	14	30	8	12	36
	Amount	\$27,601	\$84,111	\$23,329	\$23,288	\$122,941
Unduplicated Number of Recipients		4,665	4,655	5,918	6,801	8,160
Total Amount Awarded		\$11,272,708	\$12,819,541	\$15,566,899	\$21,950,663	\$31,093,393
Average Award per Recipient		\$2,416	\$2,754	\$2,630	\$3,228	\$3,810

Grants

Pell - Pell Grant
 SEOG - Supplemental Educational Opportunity Grant
 TPEG - Texas Public Education Grant
 LEAP - Leveraging Educ. Assistance Partnership
 Texas - Texas Grant
 Texas II - Texas II Grant
 *Texas Match - Texas Matching Grant (these funds are included under TPEG)

Loans

Stafford Subsidized/Unsubsidized
 Parent PLUS Loan
 College Access Loan (CAL)
 Alternative Loan

Employment

FCWSP - Federal College Workstudy Program
 TCWP - Texas College Workstudy Program

Source: Office of Student Assistance