

# Budget & Finance

*This section can be used for finding:*

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

## Contents

Useful Terms .....	220
Statement of Revenues, Expenses, and Changes in Net Assets .....	221
Tax Collections by Fiscal Year .....	223
Operating Budget .....	224
Estimated Cost per Full-time Student Equivalent per Fall Semester .....	226
Students Receiving Financial Aid .....	227

## Useful Terms

**ACC Taxing District** - the ACC Taxing District includes the City of Austin and the Austin, Del Valle, Leander, and Manor Independent School Districts, as well as portions of Eanes, Pflugerville and Round Rock 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.

**Fiscal Year (FY)** - an accounting period for 12 months that begins on September 1 and continues through August 31 of the following year.

**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.

## 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.

<b>OPERATING REVENUES</b>	<b>FY 2005</b>	<b>FY 2006</b>
Tuition and Fees (Net of Discounts of \$8,470,563 for 2005 and \$8,281,900 for 2006) <sup>1</sup>	\$38,038,633	\$40,232,102
Federal Grants and Contracts	17,562,394	17,976,958
State Grants and Contracts	2,106,340	1,380,231
Local Grants and Contracts	1,190,914	1,235,107
Non-Governmental Grants and Contracts	1,013,672	1,116,200
Sales and Services of Educational Activities	1,357,879	1,182,056
Auxiliary Enterprises	1,534,531	1,594,651
Other Operating Revenues	1,660,669	1,824,244
Total Operating Revenues	<u>\$ 64,465,032</u>	<u>\$ 66,541,549</u>

<sup>1</sup> 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.

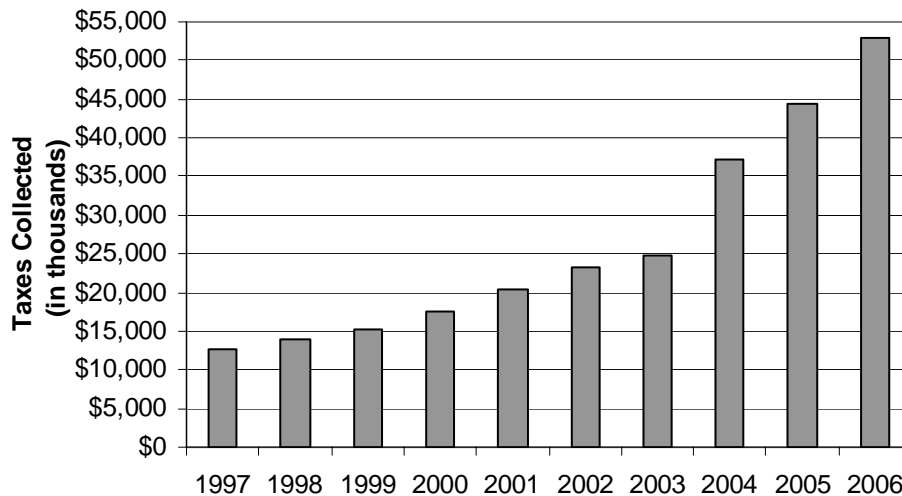
**Statement of Revenues, Expenses, and  
Changes in Net Assets (continued)**

<b>OPERATING EXPENSES</b>	<b>FY 2005</b>	<b>FY 2006</b>
Instruction	\$66,172,824	\$70,641,411
Public Service	3,103,171	2,632,195
Academic Support	14,726,019	15,923,669
Student Services	10,686,326	11,415,490
Institutional Support	21,047,615	23,959,658
Operation and Maintenance	11,115,342	12,074,534
Scholarship & Fellowships	11,106,562	12,012,497
Auxiliary Enterprises	1,501,800	1,690,891
Depreciation	6,374,654	6,851,951
Total Operating Expenses	145,834,313	157,202,296
<b>Operating Income / (Loss)</b>	(81,369,281)	(90,660,747)
<b>Non-Operating Revenues / (Expenses)</b>		
State Allocations	\$43,938,157	\$44,739,020
Maintenance and Debt Service Ad Valorem Taxes	44,093,830	53,875,400
Gifts	191,608	52,159
Investment Income	2,713,479	4,234,312
Interest on Capital Related Debt	(7,176,212)	(7,365,803)
Loss on Disposal of Assets	(278,525)	(61,153)
Other Non-operating Revenues	1,132	-
Other Non-operating Expenses	-	-
Net Non-Operating Revenues	83,483,469	95,473,935
Increase / (Decrease) in Net Assets	2,114,188	4,813,188
<b>Net Assets</b>		
Net Asset, Beginning of Year	56,856,795	58,970,983
Net Assets End of Year	\$58,970,983	\$63,784,171

Source: Annual Financial Report (Exhibit 2)

**Tax Collections by Fiscal Year  
1997 - 2006**

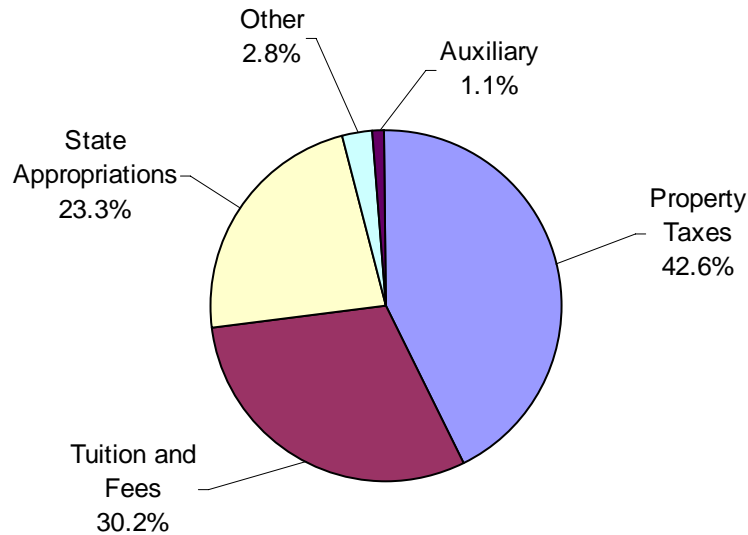
<b>Fiscal Year</b>	<b>Net Assessed Valuation (in thousands)</b>	<b>Taxes Collected (in thousands)</b>	<b>Tax Rate (per \$100 valuation)</b>
1997	\$26,050,897	\$12,532	\$0.0482
1998	\$28,057,504	\$13,973	\$0.0500
1999	\$30,706,226	\$15,257	\$0.0500
2000	\$35,078,458	\$17,550	\$0.0500
2001	\$40,872,458	\$20,310	\$0.0500
2002	\$46,597,933	\$23,144	\$0.0500
2003	\$49,628,141	\$24,866	\$0.0500
2004	\$48,405,492	\$37,187	\$0.0771
2005	\$49,272,088	\$44,306	\$0.0900
2006	\$53,869,912	\$53,037	\$0.0991



Source: Annual Financial Report

## Operating Budget Projected Revenues Fiscal Year 2007

(September 1, 2006 - August 31, 2007)



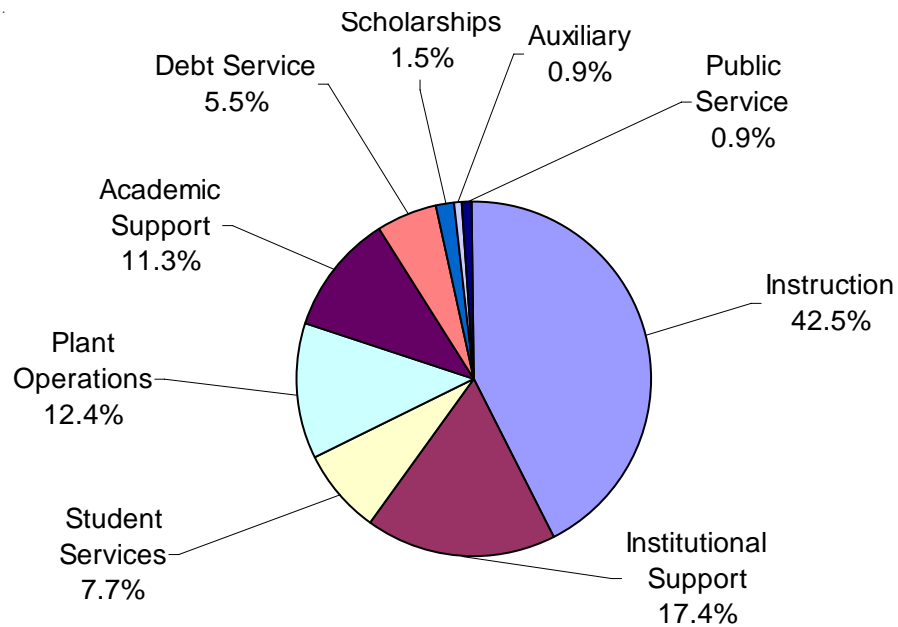
Projected Revenues	Budget	Percent of Budget
Property Taxes	\$67,789,575	42.6%
Tuition and Fees	\$48,149,123	30.2%
State Appropriations	\$37,075,121	23.3%
Other	\$4,424,732	2.8%
Auxiliary	\$1,816,246	1.1%
<b>Total</b>	<b>\$159,254,797</b>	

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

Source: Office of Business Services and FY2006 Operating Budget Book

## Operating Budget Projected Expenditures Fiscal Year 2007

(September 1, 2006 - August 31, 2007)



<u>Projected Expenditures</u>	<u>Budget</u>	<u>Percent of Budget</u>
Instruction	\$67,626,251	42.5%
Institutional Support	\$27,663,781	17.4%
Student Services	\$12,257,898	7.7%
Plant Operations	\$19,742,183	12.4%
Academic Support	\$17,996,356	11.3%
Debt Service	\$8,743,129	5.5%
Scholarships	\$2,371,674	1.5%
Auxiliary	\$1,432,630	0.9%
Public Service	\$1,420,895	0.9%
<b>Total</b>	<b>\$159,254,797</b>	

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

Source: Office of Business Services and FY2006 Operating Budget Book

**Estimated Cost per Full-time Student Equivalent  
Fall Semesters (THECB)  
1983 - 2005**

Fall	Semester Credit Hours (SCH) <sup>1</sup>	Head Count <sup>1</sup>	SCH per Student	Fiscal Year Expenditures	FTSE <sup>2</sup> (15 SCH)	Estimated Cost per FTSE <sup>3</sup>
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	\$141,841,602	14,900	\$3,808
2004	224,210	29,004	7.7	\$153,289,050	14,947	\$4,102
2005	235,721	30,502	7.7	\$164,629,252	15,715	\$4,190
2006	244,274	31,610	7.7	\$177,254,292 <sup>4</sup>	16,285	\$4,354

<sup>1</sup> Reflects only credit programs. Does not include Continuing Education programs.

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

<sup>3</sup> The estimated cost for the fall semester is based on 40% of the Fiscal Year Expenditures for the corresponding fiscal year.

<sup>4</sup> Estimated.

**Source:** ACC Independent Audited Financial Statement & THECB Certified Reports

**Students Receiving Financial Aid  
Academic Years 2002 - 2006**

<b>PROGRAM</b>		<b>2001-02</b>	<b>2002-03</b>	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>
<b>Pell</b>	Recipients	4,215	5,065	6,043	6,745	6,989
	Amount	\$7,436,073	\$9,759,800	\$11,811,988	\$13,541,792	\$13,705,724
<b>SEOG</b>	Recipients	297	485	367	587	388
	Amount	\$464,232	\$621,319	\$504,560	\$696,786	\$615,131
<b>TPEG</b>	Recipients	1,322	1,436	1,710	1,710	1,742
	Amount	\$1,299,898	\$1,563,725	\$1,660,308	\$1,877,786	\$1,940,730
<b>LEAP</b>	Recipients	33	30	24	43	61
	Amount	\$26,777	\$23,719	\$27,898	\$29,653	\$51,095
<b>Texas</b>	Recipients	335	495	448	399	472
	Amount	\$335,727	\$515,165	\$474,891	\$429,260	\$518,600
<b>Texas II</b>	Recipients	0	61	97	110	102
	Amount	\$0	\$67,486	\$100,965	\$113,007	\$106,045
<b>Loans</b>	Recipients	2,521	3,077	3,951	4,476	5,107
	Amount	\$5,460,239	\$8,789,822	\$15,785,457	\$14,582,751	\$17,244,195
<b>FCWSP</b>	Recipients	267	296	268	315	279
	Amount	\$520,624	\$586,339	\$604,384	\$631,155	\$644,050
<b>TCWP</b>	Recipients	8	12	36	31	33
	Amount	\$23,329	\$23,288	\$122,941	\$70,004	\$79,551
<b>Unduplicated Number of Recipients</b>		<b>5,918</b>	<b>6,801</b>	<b>8,160</b>	<b>9,153</b>	<b>9,657</b>
<b>Total Amount Awarded</b>		<b>\$15,566,899</b>	<b>\$21,950,663</b>	<b>\$31,093,393</b>	<b>\$31,972,194</b>	<b>\$34,905,121</b>
<b>Average Award per Recipient</b>		<b>\$2,630</b>	<b>\$3,228</b>	<b>\$3,810</b>	<b>\$3,493</b>	<b>\$3,614</b>

**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

**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 Financial Aid

