

Section 2 ***Budget & Finance***

This section can be used for finding:

- *revenues and expenditures for Fiscal Year 2003.*
- *information on financial aid awards over the past five years, including average award per recipient.*

Contents

Summary	16
Statement of Revenues, Expenses, and Changes in Net Assets	17
Tax Collections by Fiscal Year	19
Operating Budget	20
Estimated Cost per Full-time Student Equivalent per Fall Semester	22
Students Receiving Financial Aid	23

Useful Terms

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

Education & General (E&G) - academic expenditure category referring to expenditures such as classrooms, libraries, and administration.

Budget & Finance Summary

- Austin Community College's total operating revenues for fiscal year 2003, \$100,012,316, increased \$2.5 million from fiscal year 2002.
- ACC's tax collections for fiscal year 2004 were the highest ever in dollar amounts (\$24,848,931), an increase of over \$1.7 million from fiscal year 2003.
- The estimated operating budget revenue for fiscal year 2004 is \$113,942,279. It is anticipated that \$33,793,070 of budget revenue will derive from property taxes (which is 30% of the estimated operating budget).
- The estimated operating budget expenditure for fiscal year 2004 is \$112,549,279. Instructional and academic support account for nearly 60% of estimated expenditures.
- The number of full-time student equivalents (FTSE) at Austin Community College in Fall 2003 was the highest ever at the college. The estimated cost per FTSE was \$2,418, up \$146 from the previous fall term.
- Close to 7,000 students received financial aid at Austin Community College in academic year 2003. The total amount awarded was \$21,950,663, and the average award per recipient was \$3,228.

**Statement of Revenues, Expenses, and
Changes in Net Assets**

Austin Community College receives its funds from three primary sources of revenue: state funding, 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.

REVENUES	FY 2002	FY 2003
Operating Revenues		
State Appropriations	\$47,456,842	\$45,355,060
Student Tuition and Fees (Net of Discounts of \$7,299,027 for 2003 and \$5,525,197 for 2002)*	31,306,166	33,029,229
Federal Grants and Contracts	11,205,556	14,090,827
State Grants and Contracts	2,290,222	2,041,276
Local Grants and Contracts	285,555	307,328
Non-Governmental Grants and Contracts	615,326	1,354,389
Auxiliary Enterprises	856,724	984,948
Other Operating Revenues	3,495,573	2,849,259
Total Operating Revenues	\$97,511,964	\$100,012,316

*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.

Source: Annual Financial Report (Exhibit 2)

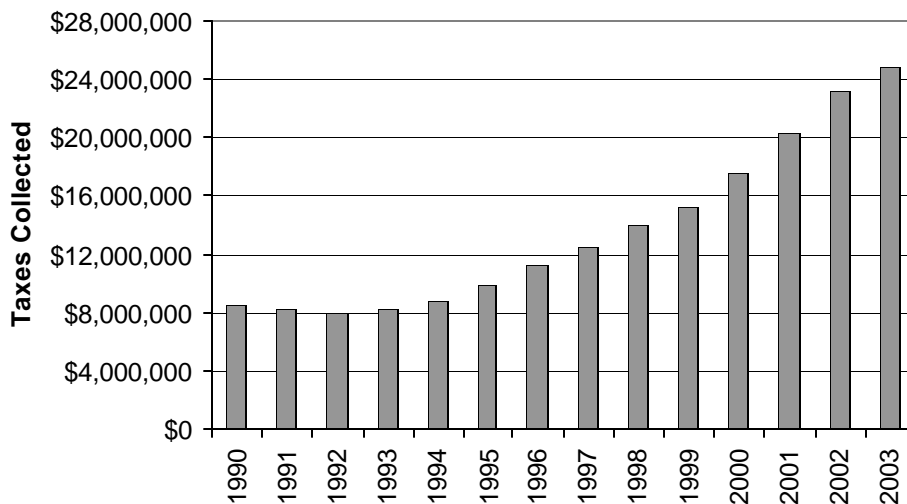
**Statement of Revenues, Expenses, and
Changes in Net Assets (continued)**

EXPENSES	FY 2002	FY 2003
Operating Expenses		
Instruction	\$59,775,698	\$59,178,650
Public Service	3,076,583	2,784,493
Academic Support	9,622,278	9,727,018
Student Services	11,144,351	11,362,565
Institutional Support	18,932,858	18,614,388
Operation and Maintenance of Plant	9,178,109	9,306,817
Scholarship & Fellowships	6,211,867	8,244,039
Auxiliary Enterprises	1,054,475	1,092,980
Depreciation	5,885,263	5,843,869
Total Operating Expenses	124,881,482	126,154,819
Operating Income / (Loss)	(27,369,518)	(26,142,503)
Non-Operating Revenues / (Expenses)		
Taxes	23,239,364	24,848,931
Investment Income (Net of Expenses)	998,805	605,934
Interest on Capital Asset Related Debt	(2,965,578)	(3,265,432)
Other Non-operating Revenues / (Expenses)	28,682	(9,142)
Total Operating Expenses	21,301,273	22,180,291
Income Before Other Revenues, Expenses Gains, Losses	(6,068,245)	(3,962,212)
Other Revenues, (Expenses), Gains / (Losses)		
Capital Grants and Gifts	427,311	78,604
Loss on Disposal of Assets	(270,744)	(372,710)
Total Other Revenue / (Expenses)	156,567	(294,106)
Net Increase / (Decrease) in Net Assets	(5,911,678)	(4,256,318)
NET ASSETS	FY 2002	FY 2003
Net Asset Beginning of Year	68,849,313	62,937,635
Net Assets End of Year	\$62,937,635	\$58,681,317

Source: Annual Financial Report (Exhibit 2)

**Tax Collections by Fiscal Year
1990 - 2003**

Fiscal Year	Direct Assessed		
	Valuation (in millions)	Taxes Collected (in millions)	Tax Rate (per \$100 valuation)
1990	\$17,442,740,000	\$8,465,939	\$0.0475
1991	\$16,904,226,000	\$8,265,113	\$0.0500
1992	\$16,071,048,000	\$7,905,384	\$0.0500
1993	\$18,179,643,154	\$8,169,677	\$0.0475
1994	\$18,182,930,077	\$8,825,959	\$0.0482
1995	\$21,232,385,444	\$9,924,548	\$0.0466
1996	\$23,548,780,612	\$11,225,519	\$0.0476
1997	\$26,053,880,052	\$12,530,510	\$0.0482
1998	\$28,064,544,968	\$13,971,450	\$0.0500
1999	\$31,243,561,533	\$15,255,032	\$0.0500
2000	\$34,904,529,964	\$17,558,001	\$0.0500
2001	\$42,423,914,757	\$20,314,271	\$0.0500
2002	\$46,026,741,303	\$23,128,472	\$0.0500
2003	\$49,628,140,514	\$24,848,931	\$0.0500

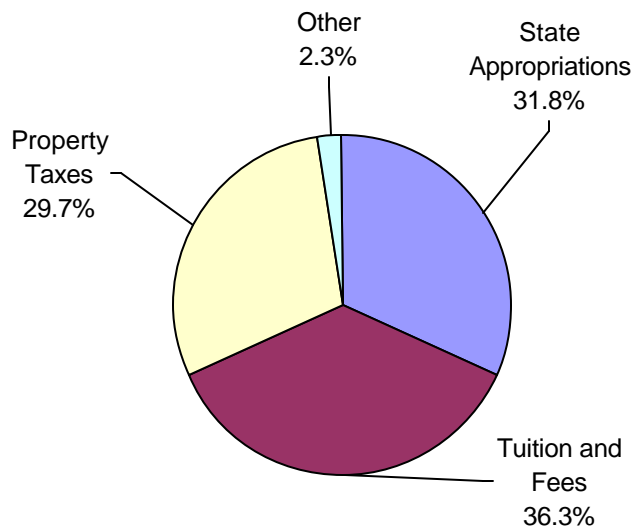


Source: Annual Financial Report and Office of Business Services

Austin Community College Operating Budget Fiscal Year 2004

(September 1, 2003 - August 31, 2004)

Education and General Fund



<u>Estimated Revenues</u>	<u>Budget</u>	<u>Percent of Budget</u>
State Appropriations	\$36,224,558	31.8%
Tuition and Fees	\$41,324,919	36.3%
Property Taxes	\$33,793,070	29.7%
Other	\$2,599,732	2.3%
Total	\$113,942,279	

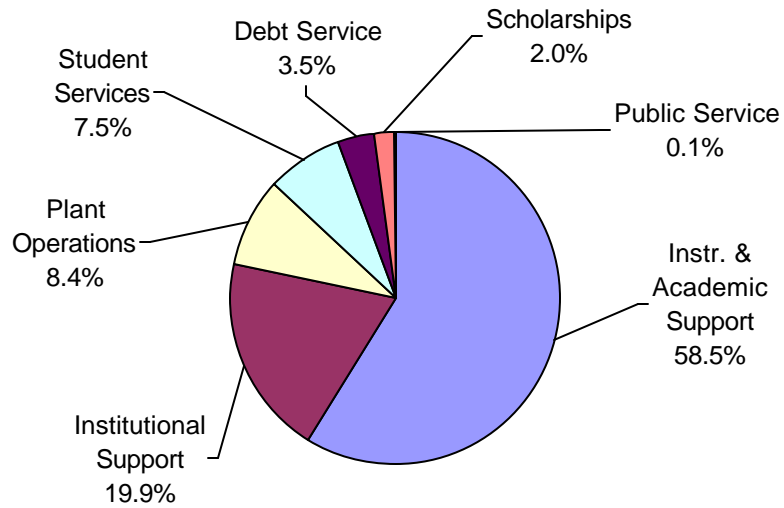
NOTE: Percents may not add to 100 due to rounding.

Source: Office of Business Services

**Austin Community College
Operating Budget
Fiscal Year 2004**

(September 1, 2003 - August 31, 2004)

Education and General Fund



<u>Estimated Expenditures</u>	<u>Budget</u>	<u>Percent of Budget</u>
Instr. & Academic Support	\$65,881,366	58.5%
Institutional Support	\$22,399,795	19.9%
Plant Operations	\$9,509,254	8.4%
Student Services	\$8,476,308	7.5%
Debt Service	\$3,987,896	3.5%
Scholarships	\$2,200,000	2.0%
Public Service	\$94,660	0.1%
Total	\$112,549,279	

Source: FY2004 Operating Budget Book

Estimated Cost per Full-time Student Equivalent
Fall Semesters
1983 - 2003

	Semester Credit Hours (SCH) ¹	Head Count ¹	SCH per Student	Fiscal Year E&G Expenditures and Transfers	FTSE ² (12 SCH)	Estimated Cost per FTSE ³
Fall						
1983	119,034	16,674	7.1	\$25,436,290	9,920	\$1,026
1984	121,993	17,807	6.9	\$26,506,354	10,166	\$1,043
1985	120,437	17,549	6.9	\$30,012,614	10,036	\$1,196
1986	129,146	18,340	7.0	\$32,913,266	10,762	\$1,223
1987	143,458	19,905	7.2	\$34,901,691	11,955	\$1,168
1988	155,865	21,378	7.3	\$39,094,805	12,989	\$1,204
1989	171,255	23,067	7.4	\$45,166,600	14,271	\$1,266
1990	180,762	24,082	7.5	\$52,924,574	15,064	\$1,405
1991	175,719	23,048	7.6	\$52,418,753	14,643	\$1,432
1992	193,102	25,275	7.6	\$56,773,745	16,092	\$1,411
1993	185,880	24,236	7.7	\$58,903,214	15,490	\$1,521
1994	195,384	25,276	7.7	\$66,252,277	16,282	\$1,628
1995	198,564	25,618	7.8	\$72,445,022	16,547	\$1,751
1996	195,873	25,174	7.8	\$74,662,109	16,323	\$1,830
1997	200,269	25,796	7.8	\$75,943,413	16,689	\$1,820
1998	197,737	25,609	7.7	\$86,315,177	16,478	\$2,095
1999	198,318	25,914	7.7	\$91,583,708	16,527	\$2,217
2000	197,704	25,856	7.6	\$102,583,818	16,475	\$2,491
2001	210,069	27,577	7.6	\$107,683,842	17,506	\$2,461
2002	221,836	29,156	7.6	\$104,986,517	18,486	\$2,272
2003	223,436	28,862	7.7	\$112,549,279 ⁴	18,619	\$2,418

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

² Full-time Student Equivalent (FTSE) is based on 12 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

2. BUDGET & FINANCE

Students Receiving Financial Aid Academic Years 1999 - 2003

PROGRAM		1998-99	1999-00	2000-01	2001-02	2002-03
Pell	Recipients	3,544	3,266	3,336	4,215	5,065
	Amount	\$4,985,200	\$4,682,271	\$5,133,399	\$7,436,073	\$9,759,800
SEOG	Recipients	249	483	188	297	485
	Amount	\$354,404	\$427,722	\$288,140	\$464,232	\$621,319
TPEG	Recipients	778	1,225	1,310	1,322	1,436
	Amount	\$1,037,508	\$999,334	\$1,642,298	\$1,299,898	\$1,563,725
LEAP	Recipients	25	27	31	33	30
	Amount	\$23,345	\$26,862	\$28,377	\$26,777	\$23,719
Texas	Recipients	N/A	118	209	335	495
	Amount		\$81,326	\$159,358	\$335,727	\$515,165
Texas Match	Recipients	N/A	N/A	200	0*	0*
	Amount			\$25,293	\$0	\$0
Texas II	Recipients	0	0	0	0	61
	Amount	\$0	\$0	\$0	\$0	\$67,486
Loans	Recipients	2,581	2,185	2,034	2,521	3,077
	Amount	\$4,793,895	\$4,663,461	\$4,795,598	\$5,460,239	\$8,789,822
FCWSP	Recipients	185	200	252	267	296
	Amount	\$371,198	\$364,131	\$662,967	\$520,624	\$586,339
TCWP	Recipients	14	14	30	8	12
	Amount	\$26,270	\$27,601	\$84,111	\$23,329	\$23,288
Unduplicated Number of Recipients		5,261	4,665	4,655	5,918	6,801
Total Amount Awarded		\$11,591,820	\$11,272,708	\$12,819,541	\$15,566,899	\$21,950,663
Average Award per Recipient		\$2,203	\$2,416	\$2,754	\$2,630	\$3,228

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