

Response to District Recommendation 2 from the Previous Self-Study

District and College Recommendation #2:

To meet the standards, the team recommends that the district and the college complete the evaluation of the resource allocation process in time for budget development for the 2010-2011 academic year, ensuring transparency and assessing the effectiveness of resource allocations in supporting operations. (Standard III.D.1, III.D.3, IV.B.3)

Response to District and College Recommendation #2: (Chabot)

The District now operates under a new Budget Allocation Model (BAM) that was approved by District Budget Study Group in March 2013, and implemented with the Adoption Budget for Fiscal Year 2013-2014. The BAM is clearer than the previous model. It can be summarized as follows: From the aggregated revenue (which includes general apportionment, mandated costs, and other faculty reimbursements), set districtwide expenses (known as "Step 3A" costs, which includes retiree benefits, gas and electric costs, property and liability insurance, etc.) are taken off the top. Allocations are made to the District Office and Maintenance and Operations (M&O) according to set percentages. The remaining revenue is split between the colleges according to Full Time Equivalent Students (FTES) targets.