



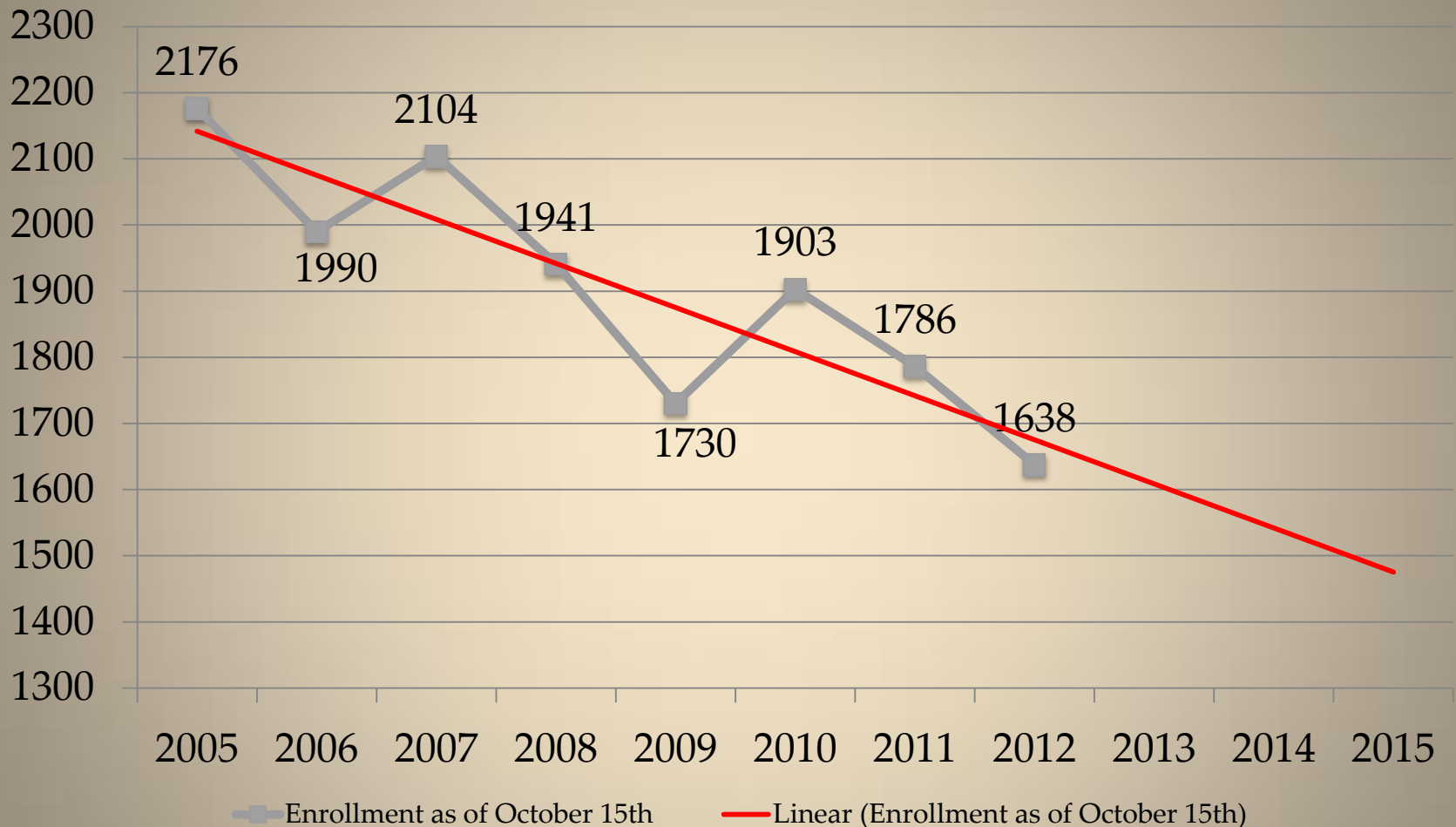
LCC Funding Formula

An Emphasis on Outcomes

Part 1: Base Funding

- Base funding makes up 85% of the overall state appropriation.
- Comprised of a relatively fixed cost and a variable for enrollment.
- Enrollment is the primary area LCC has control over that affects the base.

Fall Enrollment Trend with Forecast



❖ If this trend continues, fall enrollment will be below 1,500 students by 2015.

Part 2: Outcomes Funding

- Outcomes funding comprises a total of 15% of the total state appropriation.
- As new outcomes are determined, there will be a shift to a higher percentage of the overall funding being based on outcomes.
- There are currently four outcomes being measured with more planned in future years.

Outcomes Basis

- **Total Awards** – The number of students completing a certificate or degree compared to prior years (FY14 allocation of \$122,624 was an increase of \$2,620 over prior year)
- **STEMH Awards** – The number of students completing a certificate or degree in a STEMH field compared to prior years (FY14 allocation of \$21,079 is a decrease of \$8,579 over prior year)

Outcomes Basis

- **At-Risk Student Awards** – The number of students completing a certificate or degree that are considered “At Risk” compared to prior years (FY14 allocation of \$44,081 was an increase of \$5,963 over prior year)
- **End-of-Course SCH** – The number of student credit hours completed as compared to prior years (FY14 allocation of \$272,859 is an increase of \$6,022 over prior year)

Graduates by Major

	Major	08-09	09-10	10-11	11-12		Major	08-09	09-10	10-11	11-12
AA	Criminal Justice	5	8	13	12	AS	Alternative/Sustainable Energy	0	0	0	1
AA	Early Childhood Education	7	2	1	0	AS	Mathematics	0	1	1	1
AA	Early Childhood Multicultural Educ .	2	5	5	6	CERT	Auto Collision Repair Technician	0	2	5	5
AA	General Business	1	4	0	1	CERT	Allied Health	0	2	1	3
AA	Liberal Arts	4	2	8	8	CERT	Automotive Technology	1	2	5	3
AA	Mass Media Communications	0	0	0	2	CERT	Barbering	0	0	4	4
AA	Teacher Education	7	4	10	9	CERT	Building Technology	0	0	0	2
AAS	Business Administration	9	8	9	8	CERT	Computer Application Specialist	1	0	1	1
AAS	Business Accounting	4	0	3	2	CERT	Criminal Justice	0	1	0	1
AAS	Computer Information Systems	4	3	1	0	CERT	Cosmetology	7	7	12	16
AAS	Drafting Technology	1	2	2	2	CERT	Culinary Arts	5	4	7	0
AAS	Electronics Engineering Technology	5	3	1	0	CERT	Dental Assistant	11	4	10	5
AAS	Fire Science	0	0	2	6	CERT	Early Childhood Development	1	0	3	2
AAS	Manufacturing Technology	0	0	0	1	CERT	Furniture/Cabinet Making	0	0	4	2
AAS	Medical Lab Technician	1	0	0	0	CERT	General Education	6	3	4	12
AAS	Nursing	29	28	16	32	CERT	Math/Science/Engrng Tech	0	1	0	0
AAS	Office Administration	1	1	1	0	CERT	Practical Nursing	21	25	24	22
AAS	Sports Performance	0	1	7	5	CERT	Small Business Management	6	5	7	2
AAS	Video Game Design/Development	0	2	3	0	CERT	Welding Technology	<u>1</u>	<u>1</u>	<u>1</u>	<u>6</u>
AAS	Vocational/Technical Studies	0	3	8	11		TOTAL	60	58	89	88

❖ Three of the four outcomes basis are measured by graduation rates.

Proposed New Outcome

- **Successful Remediation** – This proposed additional outcome will measure the success of students that required remediation compared to those that did not.

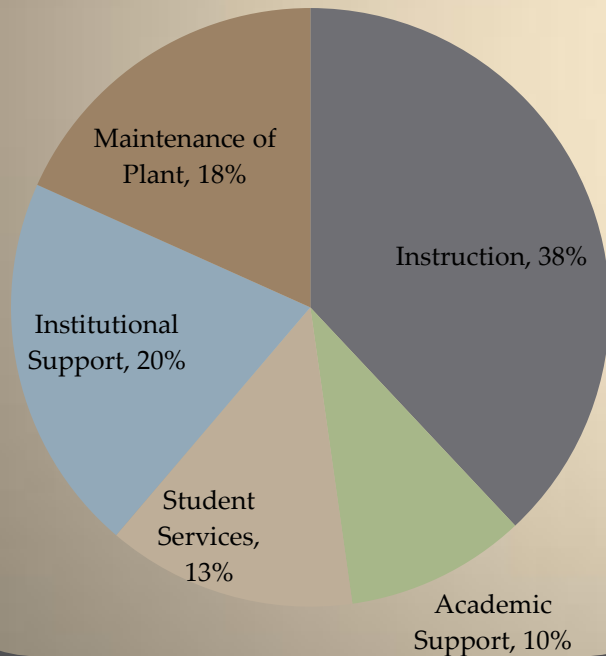
	Success in College English			Success in College Math		
	Those taking developmental courses	Those not taking developmental	Total	Those taking developmental courses	Those not taking developmental	Total
Total Enrolled	46	143	189	68	30	98
# Successful	23	113	136	51	23	74
% Successful	50.0%	79.0%	72.0%	75.0%	76.7%	75.5%

Budgeting

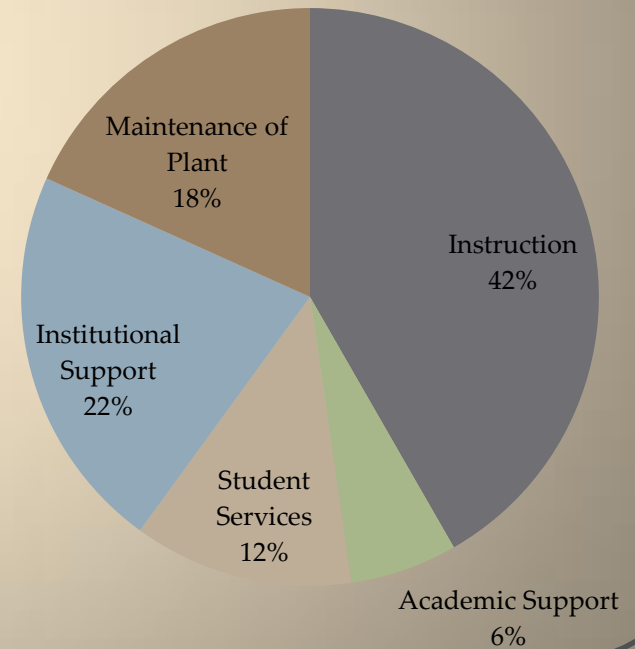
- LCC's FY14 state appropriation will be \$7,225,264 which is \$62,870 less than FY13.
- LCC's FY 13 budget was \$11,506,222.
- The remaining \$4,280,948 is comprised of tuition, fees, mil levy, and a reserve (approx. \$350,000 per year) which has been depleted.
- As things stand, LCC will not be able to create a FY14 budget.

Percentage of Budget by Category

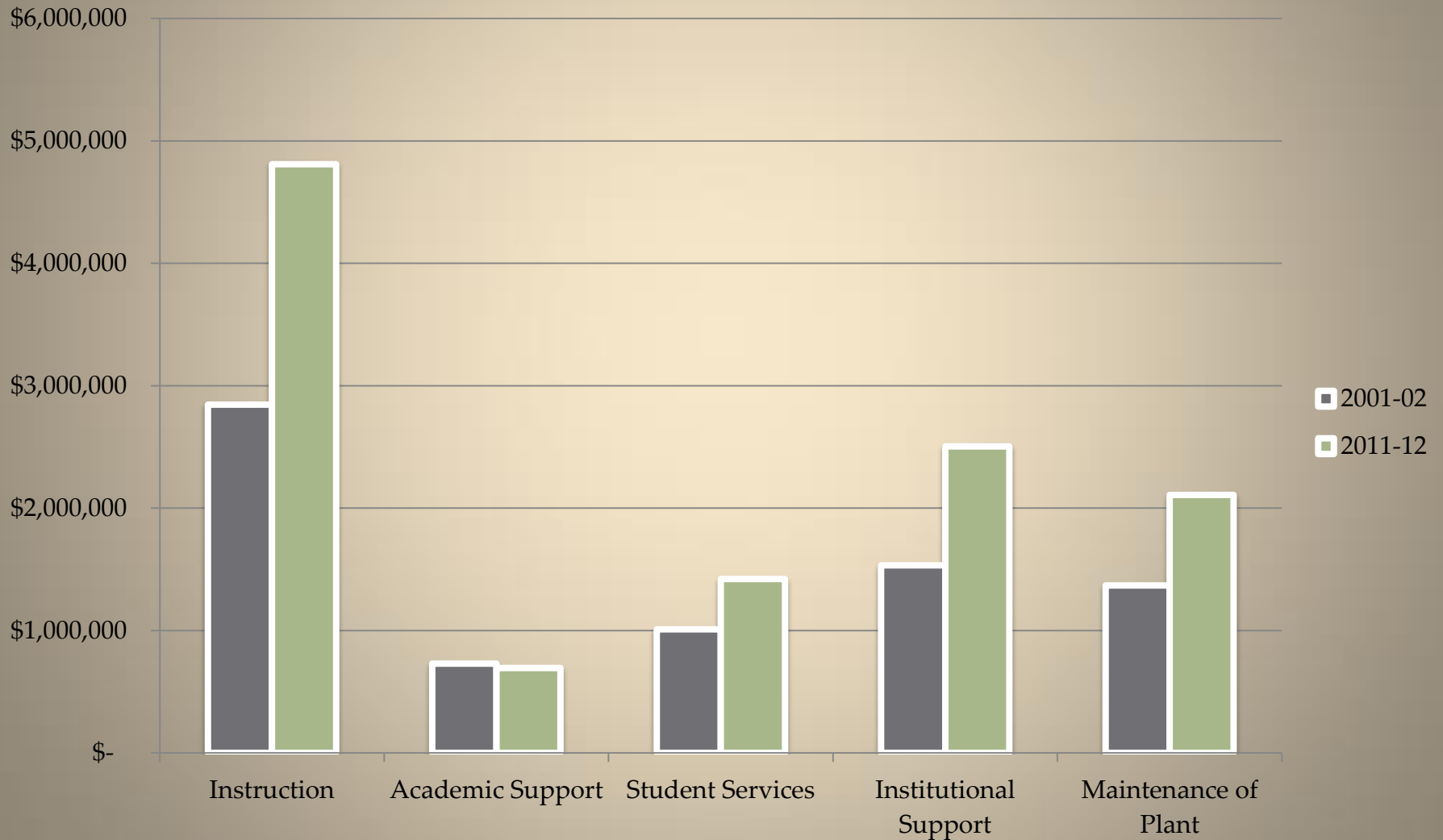
LCC 2001-02 Budget Percentages



LCC 2011-12 Budget Percentages



10-Year Budget Comparison



Break-even Course Enrollment

Tier	Formula Factor	# Credits	Funding	Instruction Avg Cost	Required Enrollment to break-even
Tier 1	\$ 133.77	3	\$ 401.31	\$ 5,909	15
Tier 2	\$ 199.85	3	\$ 599.55	\$ 5,909	10
Tier 3	\$ 322.20	3	\$ 966.60	\$ 5,909	6

- ❖ As an institution, we need to break from the mentality of meeting the minimum requirements for a class to make, and start shooting for filling every seat and keeping them full.

Fall 2012 Break-Even Analysis

	Beginning of Semester		
	Less than 8	Less than tier minimum	Met or exceeded minimum
Tier 1 (15 student min)	29	99	79
Tier 2 (10 student min)	44	67	47
Tier 3 (6 student min)	20	3	50
Total Per Category	93	169	176

	End of Semester		
	Less than 8	Less than tier minimum	Met or exceeded minimum
Tier 1 (15 student min)	38	126	52
Tier 2 (10 student min)	55	73	41
Tier 3 (6 student min)	22	7	46
Total Per Category	115	206	139

- ❖ Because of how often the tier minimum is not achieved, LCC is seriously considering a graduated pay scale based on per-course enrollment.



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Questions?

Thank you!