

Board of Trustees Agenda Item

Board Meeting Date: July 11, 2011

Title of Item: Increase De Anza College Campus Center Use Fee to \$17.50 per quarter for the 2011-12 year

Background and Analysis:

At the June 5, 2006 board meeting, the Board of Trustees approved to modify the De Anza Campus Use Fee for the campus-based students for the five-year period 2006/07 – 2010/11. The purpose of the increase was to finance a new debt of \$5,000,000 for fifteen years for the renovation portion of the existing campus center building. The fee also covers ongoing maintenance and support of campus center operations. The approved fees were set as follows:

2006/07	\$15.00
2007/08	\$15.50
2008/09	\$16.00
2009/10	\$16.00
2010/11	\$16.00

The college has seen lower than expected enrollment for the 10/11 year. The assumptions for the 2011-2012 year are a 20% headcount decrease in student enrollment and a 6% increase in salaries and benefits.

The consequence of not raising the fee would be the inability of the Campus Center Fund to adequately fund ongoing maintenance and support of campus center operations. The Campus Center Use Fee was last raised in 2008 and went from \$15.50 to the current level of \$16.00.

The De Anza Student Body has approved a recalibration of the Campus Center Use Fee effective Fall quarter 2011 for a period of 1 year. De Anza College is proposing an increase for campus-based students to \$17.50 for the 2011-12 year. This fee would apply to all De Anza students except those that are taking a class exclusively off campus and who reside outside the FHDA service area.

Education Code Section 81956 authorizes the governing board of a community college district to charge rents, charges, and fees to cover annual operating and maintenance expenses, and to make bond payments for a student body facility.

De Anza College seeks approval to increase the Campus Center Use Fee to \$17.50/quarter for 2011-2012 effective Fall quarter 2011.

Recommendation:

De Anza President Brian Murphy recommends approval

Submitted by:	Brian Murphy, President, ext. 8705
Additional contact	Letha Jeanpierre, VP Finance & Educational Resources ext. 8976
Is backup provided?	Yes

De Anza Campus Center Use Fees Fund
Tentative Budget FY 2011-12

	Tentative Budget
Campus Center Use Fees	1,103,732
<i>Total Revenue</i>	<i>\$ 1,103,732</i>
Classified Salaries Pool	70,000
CL Manager Salaries	31,004
CL Contract Noninstruction	54,146
Classified Salaries Unit A	355,581
Total Salaries	510,731
Benefit Budget/Encumbrance-A	179,555
Benefit Budget/Encumbrance-B	5,000
Total Benefits	184,555
Supplies and Materials Pool	30,000
Total Material and Supplies	30,000
Insurance-All Risk	5,000
Technical & Professional Services	30,000
Equipment Maintenance & Repair	20,000
Misc Operating Expenses	5,000
Total Operating Expenses	60,000
Capital Projects	100,000
Total Capital Expenses	100,000
<i>Total Expenses</i>	<i>885,286</i>
Mandatory Transfer Out (Debt Service Pmt)	521,363
Non-Mandatory Transfer Out	1,242
Other Out Go	522,605
Net change in Fund Balance:	(304,159)
Estimated Beg Fund Balance, July 1st:	355,912
Estimated End Fund Balance:	<u><u>\$ 51,753</u></u>