

LOUISIANA COMMUNITY & TECHNICAL COLLEGE SYSTEM
Policy # 5.002

Title: **GENERAL FUND ALLOCATION FOR LTC CAMPUSES**

Authority: Board Action

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Allocation of State General Funds to LTC Districts shall be calculated as follows:

▪ **Instruction**

The instructional component was developed using the average statewide cost reported by all Districts per FTE student for *each* instructional program area (i.e. Health Professions and Related Sciences, Welding, Electrician, etc.) multiplied by the number of FTE students enrolled in the instructional program area at each District. The total District instructional recommendation is the sum of each program recommendation.

▪ **Administration & Support Costs**

Administration & Support costs are based on a 50/50 percent application of two methods: (1) actual prior Fiscal Year administrative costs reported by each District and, (2) prior Fiscal Year administrative costs for all Districts, divided by total FTE for all Districts and multiplied by the FTE for each District. Administrative and support costs for Districts do not comply with the “principle of equity”. The combined method blends size of school with cost efficiencies in the administrative and support area.

▪ **Plant, Building Maintenance & Utilities**

Plant, Building Maintenance and Utilities costs are based upon the actual costs reported by each District. *Next year this component will be standardized based upon square footage, number of FTE and unit cost of utilities.*

▪ **Equipment Acquisitions & Repair/Replacement**

Equipment Acquisitions & Repair are appropriate on a non-recurring basis. These funds are not included in the formula and have been removed from District expenditure totals. The plan recommends that, contingent upon General Fund appropriations, equipment and repair funds be allocated to Districts each year based upon a combination of special program equipment needs (age of equipment, program expansions etc.) and the number of FTE in a program.

▪ **Special or Target Allocations**

Special or targeted allocations may be Board initiatives, performance incentives, District specific or mission specific programs and will be allocated as a lump sum to a particular District (i.e. the OIC general fund flow through at Delta Ouachita).