SOCCCD
2010-2011
TENTATIVE BUDGET

BOARD OF TRUSTEES MEETING
JUNE 28, 2010
SOCCCD:
Overview of Fund Structure
2009-10 Tentative Budget

- General Fund (GF): $212.3 Million, Including:
  - Unrestricted GF: $198.9 Million
  - Restricted GF: $13.4 Million
- Other Funds*: $234.1 Million
- Total All Funds: $446.4 Million

*Other Funds Include: Community Education, Child Development, Capital Outlay (Including Basic Aid Projects), Self-Insurance, Retiree Benefit & OPEB Funds
2010-11 Tentative Budget Assumptions

- SB361 Revenue Allocation
  - Ongoing
    - SB361 COLA -> -0.38%
    - Growth Funding -> 2.2%
    - $2.8M Increase
  - One Time
    - Prior years adjustment to DRAC Model - $1.6 M
- General Fund Unrestricted Ending Balance from 2009-2010 Carried Forward - $24.7M
2010-11 Tentative Budget
Assumptions (cont’d)

- $7.5% Reserve for Economic Uncertainties
- 10.0% Estimated Increase for Health & Welfare Benefits - to be updated at Final after renewal amounts are known
- Property and Liability Insurance – unknown at Tentative will be updated for Final
- PERS – increase to 10.2% from 9.7%
- Unemployment Insurance – increase to .72% from .30%

Salary Increases:
- CSEA – 1% in accordance with the contracts
- Administrators, Managers, Faculty and POA – 0%
“Basic Aid” Receipts

<table>
<thead>
<tr>
<th>Year</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>1999-2000</td>
<td>$ 5,676,800</td>
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<tr>
<td>2000-2001</td>
<td>$ 9,192,300</td>
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<td>2001-2002</td>
<td>$13,719,277</td>
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<td>2002-2003</td>
<td>$18,419,919</td>
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<td>$40,162,878</td>
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<td>2005-2006</td>
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<td>2006-2007</td>
<td>$52,896,017</td>
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<td>2007-2008</td>
<td>$50,692,873</td>
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<td>2008-2009</td>
<td>$51,179,365</td>
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<td>*2009-2010</td>
<td><strong>$38,642,650</strong></td>
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<tr>
<td>*2010-2011</td>
<td><strong>$36,246,176</strong></td>
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</tbody>
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* Estimated (exact amounts will not be available until the end of the fiscal year). Per OC Auditor-Controller’s Office secured property taxes are estimated to decrease 3%.  
** Decline due to increased SB361 revenue resulting from enrollment growth.
Basic Aid Funds Included in Budget

- $8.0M OPEB (Retiree Benefit Expenses)
- $2.3M ATEP Operating Budget
- $850K Trustee Election Cost
- $29.9M Funding for Future Capital Projects
Retiree Benefits Trust

- **Actuarial Study – GASB 43 & 45**
  - Required every two years
  - Completed May 13, 2010
  - Updated actuarial accrued liability - $61,189,900
  - Unfunded amount is $4,939,234
  - Increased cost of health benefits

- **Annual OPEB Costs**
  - Accrual for Existing Employees -$2,525,983
  - Current Estimated Retiree Premiums - $2,670,561

- **Total Basic Aid 2010-2011 Contribution**
  - $8,000,000