SOCCCD
FY 2013-2014
ADOPTED BUDGET

BOARD OF TRUSTEES MEETING
August 26, 2013

Presented by Vice Chancellor Debra Fitzsimons and Executive Director Kim McCord
Adopted Budget Packet
FY 2013-2014

Introduction

Pages 1-7
District and Colleges
Budget Messages

Pages 8-10
Board of Trustees’ Budget
Development Guidelines

* Recommended added wording to Board Philosophy #3 “Maximize educational opportunities for students, in accordance with the districts’ mission statement
Flow Chart of Resource Allocation Process (and Appendix B Definition of Budget Terms)

- Demonstrates how strategic planning drives budget and resource allocations
- Decentralized decision-making at colleges based on their planning processes
- Use of DRAC Model and BP and AR 3110 for resource allocation
- Transparent, Participatory Process
Adopted Budget
FY 2013-2014
Overview of Fund Structure

- **Pages 12-17** General Fund – Unrestricted and Restricted

- **General Fund (GF):** $239.5 Million, Including:
  - Unrestricted GF: $218.0 Million (91%)
  - Restricted GF: $21.5 Million (9%)

- **Other Funds*: $358.7 Million

- **Total All Funds:** $598.3 Million

*Other Funds Include: Community Education, Child Development, Capital Outlay (Including Basic Aid Projects), Self-Insurance, Retiree Benefit & OPEB Funds
Adopted Budget  
FY 2013-2014  

Changes from Tentative Budget

- General Fund Unrestricted Ending Balance from FY 2012-2013 Carried Forward – increased by $4.4M to $27.6M
- Local revenue increased by $0.9M due to non-resident tuition to $10.4M
- Restricted funds increased by $2.4M to $21.5M
Adopted Budget
FY 2013-2014
Changes from Tentative Budget

Salary and Benefit Changes

- State COLA of 1.57% added to salary schedules for Faculty, Classified, POA, Administrators and Managers
- Employee Benefits increase of 5.6% (down from 7.5% estimate)
- PERS at 11.442% (down from 12.5% estimate)
- Excluding the reserves and basic aid funds in the calculation, salary and benefits are 83.5% of the budget
Adopted Budget
FY 2013-2014
Changes from Tentative Budget

General Expenses

• Property and Liability Insurance increase $10,000

• One-Time Carryover $391,311 for Approved IT Projects*

*(We follow BP and AR 3110 now for large capital projects’ resource allocation)*
Adopted Budget
FY 2013-2014
Other Item of Note

Instructional Equipment and Scheduled Maintenance Funds

- Received unexpectedly from the State
- Not included in the Adopted Budget
- Will bring a budget amendment to the board soon
## “Basic Aid” Funds

See Pages 18-23

<table>
<thead>
<tr>
<th>RESOURCES - FY 2013-2014</th>
<th>AMOUNT</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance at July 1, 2013*</td>
<td>$28,996,714</td>
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<tr>
<td>Receipts FY 2013-2014</td>
<td>$39,269,228</td>
</tr>
<tr>
<td>Estimated Property Taxes for Basic Aid</td>
<td>$68,265,942</td>
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<tr>
<td>Contingency for Unrealized Property Taxes**</td>
<td>($7,853,846)</td>
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<tr>
<td>Total Approved Projects FY 2013-2014</td>
<td>($56,548,446)</td>
</tr>
<tr>
<td>Unallocated Funds</td>
<td>$3,863,650</td>
</tr>
</tbody>
</table>

* Beginning Balance was higher after final tax receipts
** Contingency is 20% of current year estimated receipts
“Basic Aid” Funds

Page 18
Basic Aid Receipt
Projections

• Projections are conservative

• Estimating State COLA and Growth to increase higher than property tax increases

Pages 21-22
FY 2013-2014 Approved Projects List
Other Funds

Page 23 and APPENDIX A: Provides Descriptions of the Other Funds:

- Community Education
- Child Development
- Capital Outlay
- Facilities Corp
- Self Insurance
- Retiree Benefit Fund
- Retiree OPEB Trust
- Foundation Funds
- ASG Funds
Adopted Budget
FY 2013-2014

Pages 26-30
Budget Tables

• All of the Funds’ Revenues and Expenses
• Changes in the Fund Balances
• Broken down by location, SC, IVC, DS, ATEP

Pages 29 and 30
Changes from Tentative Budget
Looking Ahead

- As costs increase, demands for programs and services increase, and new income only slightly increases, there are challenges and impacts to the Colleges’ and District Services’ budgets
- Continue to strategically plan and link planning initiatives to resource decisions
- Focus on meeting community and student needs and student success initiatives
Questions?