SOCCCD
FY 2011-2012
FINAL BUDGET

BOARD OF TRUSTEES MEETING
AUGUST 29, 2011
SOCCCD: Overview of Fund Structure
FY 2011-2012 Final Budget

- General Fund (GF): $220 Million, Including:
  - Unrestricted GF: $199.4 Million
  - Restricted GF: $20.6 Million
- Other Funds*: $335.8 Million
- Total All Funds: $555.8 Million

*Other Funds Include: Community Education, Child Development, Capital Outlay (Including Basic Aid Projects), Facilities Corp. Capital Outlay, Self-Insurance, Retiree Benefit & OPEB Funds
FY 2011-2012 Final Budget Assumptions

- SB361 Revenue Allocation
  - Ongoing Base Budget
    - SB361 COLA -> 0%
    - Growth Funding -> 0%
- General Fund Unrestricted Ending Balance from FY 2010-2011 Carried Forward - $21.7M
- Enrollment Fees increased by $10 from $26/unit to $36/unit
FY 2011-2012 Final Budget Assumptions (cont’d)

- 7.5% Reserve for Economic Uncertainties
- 5.0% Budgeted Increase for Health & Welfare Benefits
- Property and Liability Insurance – Remains Constant
- PERS at 10.923%, which is .21 increase from last year
- STRS at 8.25%
- Unemployment Insurance – increase from .72% to 1.61%
- Salary Increases:
  - Administrators, Managers, Faculty, CSEA and POA – 0%
  - Step/Column approx. $2 m (incl. benefits)
FY 2011-2012 Final Budget Assumptions (cont’d)

- Worker’s Compensation rate increased slightly from 1.73% to 1.8%
- FY 2010-2011 Faculty Early Retirement Program savings of $3.98m estimated over 5 years
- The State “excess” PFE payment to basic aid districts is being eliminated over a two year period; budgeted decrease of $1.8m for this year
- District-wide strategic planning $20k
“Basic Aid” Receipts

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>Amount</th>
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<tbody>
<tr>
<td>1999-2000</td>
<td>$5,676,800</td>
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<td>2000-2001</td>
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<td>*2011-2012</td>
<td>$39,203,922</td>
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*Estimated (exact amounts will not be available until the end of the fiscal year). Secured Taxes are budgeted according to the percentage of decrease over 2010-2011.

** Decline due to increased SB361 revenue resulting from enrollment growth.
Basic Aid Funds
Included in Budget

- $2.6M OPEB (Retiree Benefit Expenses)
- $75,000 Legislative Advocacy Services
- $40.4M Funding for Future Capital Projects
- $43.0M Total Basic Aid
Important Points to Note

- State Categorical Funding - budgeted conservatively at .95 of last year’s Final Budget
- No longer allowed to do one-time roll-overs of remaining balances for the majority of categorical funds
- Funds 71 and 72 – Retiree Benefits
Looking Ahead

- It is **NOT** “Business as Usual”
- Basic Aid Districts have more vulnerability
- We can expect to have continued additional negative impacts for State Categoricals
- Trend of Enrollment Fee increases may continue
- Impact to Colleges and District Services
State Budget Request

- State Chancellor’s Office is preparing their State Budget Request for next year
- **Three priorities:**
  - Categorical Restorations
  - COLA
  - Growth (in form of restoration for those who experienced reductions, *not new growth*)
Questions