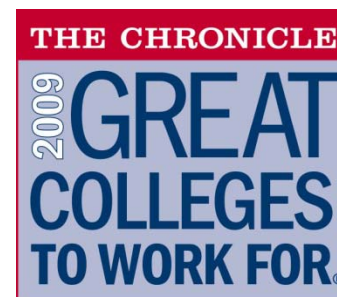


Closing the Budget Gap 2009-2010

Board of Trustees Meeting
July 28, 2009

District Commitment to Quality

- Maintain services and offerings to students and communities
- Maintain programs
- Protect full time positions
- Avoid layoffs
- Reduce current budget expenditures
- Freeze positions, travel and supplies
- Explore all methods of financing available to the District
- “2009 Great College to Work For”



Doing More with Less



FTES

- 2007-2008: 5,049 (Budgeted) 5,315 (Actual)
- 2008-2009: 5,200 (Budgeted) 5,458 (Actual)
- 2009-2010: 5,200 (Budgeted) Enrollment up 10%

Cash Flow Crisis for 2008-2009

• 6/15/09: COP	\$ 1,725,795
• 6/29/09: June Apportionment	\$ 1,542,885
• 7/6/09: TRANS	\$ 3,946,264
• 7/13/09: State delay in apportionment	\$ 4,163,389
• 7/14/09: State Construction Payment	\$ 1,776,143
• 7/14/09: BAN	\$ 4,755,763
• 7/31/09: July Apportionment	\$ 798,109
Total	\$18,708,348

Cash balance of General Fund dropped down to \$25,000 in June.

Previous Savings 2008-2009 & 2009-2010



• 2008-2009 Fiscal Year Reductions:	\$ 2,771,423
• 2009-2010 Fiscal Year Reductions:	\$ 3,600,118 *
Total Reductions:	\$ 6,371,541

* Includes reduction in Capital Outlay Account

Budget Gap 2009-2010



Approved Tentative Budget 2009-2010 Reserve:	\$ 1,294,600
Reserve required for 5% reserve:	\$ 1,504,484
	Shortage: \$ (209,884)
• Cost to add steps to budget:	\$ (628,567)
• Restricted Fund Impact:	\$ (428,515)
• Deficient Coefficient/Other:	\$ (498,658)
	Revised Shortage: \$(1,765,624)

Actions Taken to Close the Budget Gap 2009-2010



Target Savings:		\$ 1,765,624
Savings from SERP @ 100%:		\$ 1,532,110
	Shortage:	\$ (233,514)
• Vacation Payouts:		\$ (113,343)
• Two-Month Salary Cost:		\$ (255,352)
• SERP Payments:		\$ (233,534)
	Total Shortage:	\$ (835,743) *
• Non-Committed SERP:		\$ (574,770)
	Grand Total Shortage:	\$(1,410,513) *

Options to Close the Budget Gap 2009-2010



• GF 11 Furloughs – 24 days/year (10%) (Administrative/Management/Confidential)	\$ 461,952
• GF 11 Furloughs – 24 days/year (10%) (CSEA)	\$ 279,418
• GF 11 Salary Reduction (10%) (CTA)	\$ 697,622
Total Savings:	\$ 1,438,992
Shortage:	\$(1,410,513)
Net:	\$ 28,479