

VENTURA COUNTY COMMUNITY COLLEGE DISTRICT



EXECUTIVE SUMMARY 2009-2010 ADOPTION BUDGET OCTOBER 13, 2009

CALIFORNIA COMMUNITY COLLEGE SYSTEM REDUCTIONS

▪ **\$630 million cuts for the system:**

- No COLA or Growth funds
- Reduction to Base funding (and funded FTES i.e. “negative growth”)
- Multiple cash deferrals
- Increase student enrollment fees from \$20 to \$26 per unit
- Drastic cuts to categorical programs
- Use of one-time federal stimulus funds

2009-10 ADOPTION BUDGET GENERAL FUND - UNRESTRICTED BALANCED BUDGET OVERVIEW

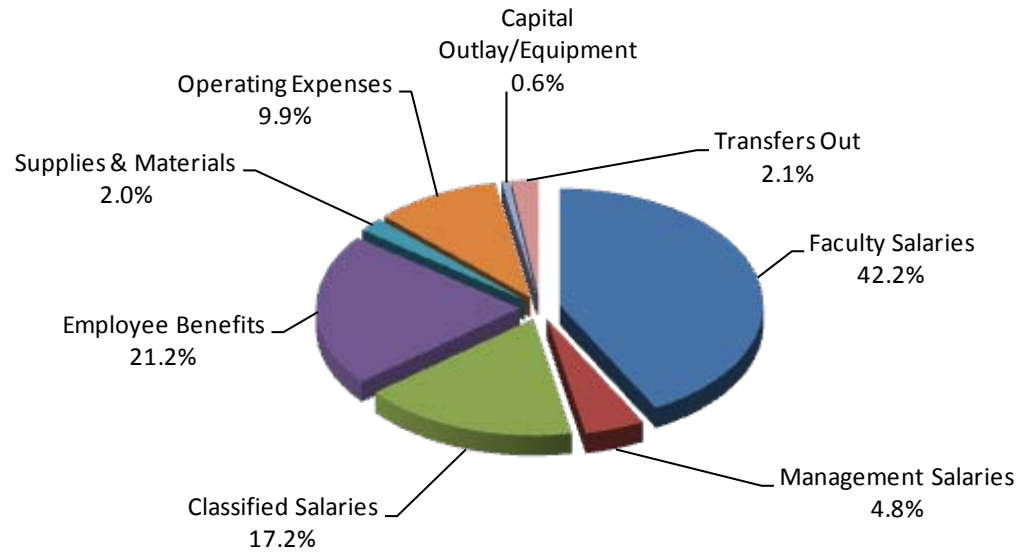
BUDGET ROLLOVER	1,258,761
REVENUE	134,765,057
TOTAL RESOURCES	136,023,818
TOTAL EXPENDITURES	136,023,818

VCCCD GENERAL FUND

Projected revenue reduction of \$3.9 million (2.8%) is built into the Adoption Budget, with corresponding reductions in expenditures. This was achieved primarily by:

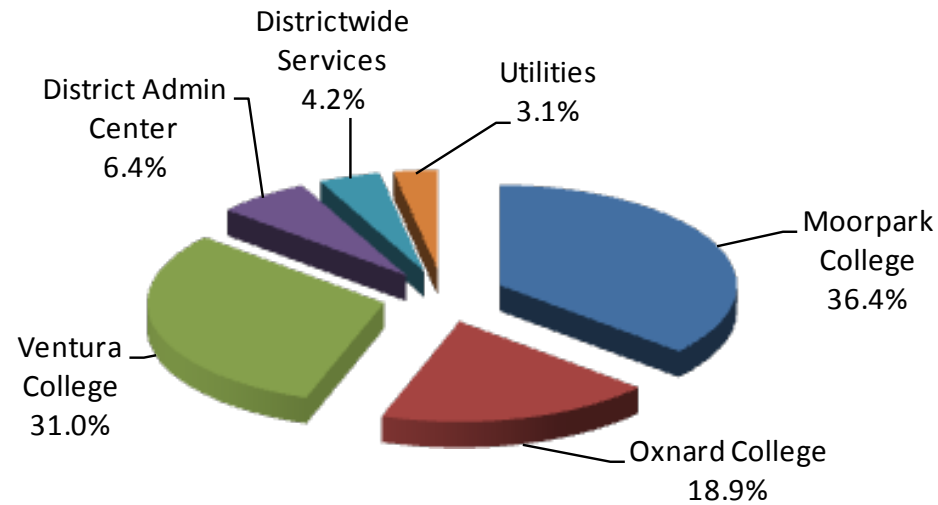
- Sustainable reductions such as:
 - Reducing class sections, focusing on core classes and efficiencies.
 - Consolidation, restructuring, and staff efficiencies, resulting in a reduction in force, again focusing on maintaining and/or improving core services.
- Shorter-term or one-time reductions in supplies, printing, travel, equipment, student hourly and position freezes.

2009-10 ADOPTION BUDGET GENERAL FUND - UNRESTRICTED BY EXPENDITURE CATEGORY



	2008-09 Actual	2009-10 Budget		
Faculty Salaries	58,455,912	57,393,380	42.2%	} 85.3%
Management Salaries	6,644,081	6,467,664	4.8%	
Classified Salaries	22,847,309	23,333,988	17.2%	
Employee Benefits	28,046,737	28,855,286	21.2%	
Supplies & Materials	1,796,084	2,665,957	2.0%	
Operating Expenses	12,320,532	13,520,687	9.9%	
Capital Outlay/Equipment	427,326	858,753	0.6%	
Transfers Out	4,139,817	2,928,103	2.1%	
Total	134,677,798	136,023,818	100.0%	

2009-10 ADOPTION BUDGET GENERAL FUND - UNRESTRICTED BY LOCATION



	2008-09 Actual	2009-10 Budget	
Moorpark College	49,115,399	49,537,686	36.4%
Oxnard College	25,432,677	25,711,702	18.9%
Ventura College	41,428,920	42,221,630	31.0%
District Admin Center	8,640,353	8,712,240	6.4%
Districtwide Services	6,124,075	5,735,560	4.2%
Utilities	3,936,374	4,105,000	3.1%
Total	134,677,798	136,023,818	100.0%

VCCCD CATEGORICAL FUNDS

- State proposals called for 0%-100% reduction to categorical funds.
- Includes one-time backfill from federal stimulus funds, available in FY10 only.
- Adoption budgets reflect:
 - a 29% reduction in EOPS, DSP&S, CARE.
 - a 57% reduction in Matriculation, Econ Development
 - a 100% reduction in IELM, Scheduled Maintenance, TTIP Library Automation
 - focusing on core and mandatory services, resulting in a reduction in force.

2009-10 CATEGORICAL PROGRAM BUDGETS

INCLUDING ONE-TIME STIMULUS FUNDS

Program	08-09 Funding	09-10 Funding @ \$30M Backfill
<i>Foster and Kinship Care Education(FKCE)</i>	378,768	378,768
<i>BFAP-SFAA</i>	976,089	976,089
<i>Nursing Grants</i>	393,550	330,582
<i>CARE</i>	357,654	255,508
<i>DSPS</i>	3,956,164	2,964,279
<i>EOPS</i>	2,314,701	1,653,622
<i>CalWORKS</i>	683,548	488,327
<i>Basic Skills</i>	320,702	229,110
<i>Fund for Student Success Grants</i>	194,879	137,615

2009-10 CATEGORICAL PROGRAM BUDGETS
 INCLUDING ONE-TIME STIMULUS FUNDS (CONTINUED)

Program	08-09 Funding	09-10 Funding @ \$30M Backfill
<i>TTIP - Library Automation</i>	108,108	0
<i>Matriculation (Credit)</i>	1,786,276	765,955
<i>Matriculation (Non Credit) - VC</i>	39,108	16,770
<i>Econ & Workforce Dev Grants</i>	964,965	413,777
<i>IELM and Scheduled Maintenance</i>	558,261	0
GRAND TOTAL FUNDING	13,032,773	8,610,401
FUNDING REDUCTION		4,422,372
		<i>Cut = 34%</i>

2009-10 ADOPTION BUDGET BUDGET SUMMARY BY FUND

	2009-10 Adoption Budget	Percent of Total
General Fund - Unrestricted	156,579,318	59.5%
General Fund - Designated	5,500,217	2.1%
General Fund - Restricted	24,952,790	9.5%
Health Service Fund	4,747,274	1.8%
Parking Services Fund	2,989,491	1.1%
Child Development Fund	1,708,665	0.6%
Bookstore Fund	16,810,131	6.4%
Cafeteria Fund	2,271,801	0.9%
Internal Services Fund	10,987,606	4.2%
Financial Aid Fund	17,396,919	6.6%
Capital Projects Fund *	19,274,488	7.3%
Total All Funds	263,218,700	100.0%
* Does not include Measure S funds of \$200,770,855		

MAJOR RISKS IN 2009-10

- Revenue projections in the State budget (income tax and sales tax) may not be fully realized – resulting in a drop in Prop 98 minimum guarantee level.
- Greater than expected property tax shortfall.
- Greater than expected student fee revenue shortfall.
- Failure of the legislature to truly balance the FY10 budget.

CHALLENGES FOR 2010-11 AND BEYOND

- Prop 98 minimum guarantee is expected to drop by 2% in FY11.
- One-time federal stimulus funds (ARRA) will not be available.
- FY10 state budget relies on one-time accounting gimmicks, borrowing, and use of reserves, and therefore is expected to result in additional reductions in FY11 and possibly beyond.
- Costs such as health insurance and retirement contributions are likely to increase disproportionately to revenue.

CHALLENGES FOR 2010-11 AND BEYOND (CONTINUED)

- Full contract negotiations with both bargaining units.
- District/Colleges must identify alternate solutions to remaining structural budget deficiencies.
- Colleges must continue the deliberation on definition of “core” and identify sustainable solutions.
- FTES must be monitored as the State economy recovers.