Apportionment revenue estimates are based on the following assumptions:

- There will be a Cost of Living Adjustment (COLA) of 3.93%.
- Although the District’s official 2005-06 growth rate is 1.23%, the District is not assuming any growth above a restoration level. The District assumes that it will not reach its 2004-05 base enrollment target. The District will restore enrollment to the 2004-05 base level during the 2005-06 fiscal year. (Note: If the District fails to restore enrollment to its 2004-05 base level, it will experience an actual revenue decline during 2005-06.) The District will target 7,965 as its 2005-06 credit FTES target. This is the same target as what was assumed for the 2004-05 fiscal year.
- There will be no equalization funding.
- A 1% deficit from the State is assumed.
- Additional funding for a 2% STRS increase is assumed.

<table>
<thead>
<tr>
<th>Actual</th>
<th>2004-05</th>
<th>Preliminary</th>
<th>2005-06</th>
</tr>
</thead>
<tbody>
<tr>
<td>2004-05 Base Credit (funded)</td>
<td>7,965</td>
<td>Base</td>
<td>7,765</td>
</tr>
<tr>
<td>Decline</td>
<td>(200)</td>
<td>Restoration</td>
<td>200</td>
</tr>
<tr>
<td>2004-05 Credit FTES</td>
<td>7,765</td>
<td>2005-06 Credit FTES</td>
<td>7,965</td>
</tr>
</tbody>
</table>

Lottery revenue per FTES is estimated to be $123 in total. Of this $110 per FTES will be recorded in Fund 10. The remaining $13 will be budgeted in Fund 21 Grants. Per Proposition 20 this amount must be allocated to the purchase of instructional materials and instructional software.

Partnership for Excellence (PFE) funding of $1,378,485 was included in the District’s 2004-05 apportionment base funding. Additional PFE funding of $220,000 is included at this time.

Interest revenue will be $100,000.

Regular enrollment fees will remain at $26 per unit.

Non-resident tuition revenue will be $487,000.

There will be no mandated costs revenue.

Rental revenue from Kidango of $60,000 will be included.

The District will charge a registration fee of $5.00.

Parity funding of STBD to support faculty salaries will be included.