2008-2009
TENTATIVE BUDGET WORKSHOP

May 7, 2008
2008-2009
TENTATIVE BUDGET
UNRESTRICTED GENERAL FUND
GENERAL PURPOSE
REVENUE
$45,883,574
Revenue Assumptions

FTES for 2008-09 will be 8,296

No COLA

Enrollment fees will remain at $20

Estimated deficit at 1% - $423,737

International Students will increase by $200,000

One time funds will be included in the final budget when more is known.
Revenue Assumptions

2008-09 Comparison to the 3rd quarter (page 9 & 13)

Prior year deficit $651,441
Non Resident Out of State $15,000
Reduce Capital Outlay ($10,000)
Non resident tuition $200,000
International application fee $5,000
Parity – transfers in ($33,353)
Total Revenues from Pg 9 $828,088
less a 1% deficit ($423,737)
Total changes Pg 13 $404,351
2008 - 2009
TENTATIVE BUDGET

TOTAL DISTRICT EXPENDITURES
$45,809,052
Expenditure Assumptions
(Page 10 & 11)

- Step, column and longevity included at $465,321
- New positions at Newark full year
- GASB 45 Retiree Health Benefit
- 9% half year increase in H&W
- Full year of operating expenses at Newark
- Salary savings have been included at $ 300,000 Faculty
  $1,000,000 Classified and Mgmt
- $370,000 reductions to Operating Expenses represents reductions to:
  lowering of AR write offs and reductions to catalogues, advertising, and postage.
Net effect of the changes

Projected net activity 07-08  ($1,096,754)

Net Increase in Revenue  $  404,351

Net Decrease in Expenditures  766,925

Net change in Activity  1,171,276

Projected net activity 08-09  $  74,522
## 2008-09 Tentative Budget

<table>
<thead>
<tr>
<th>Description</th>
<th>2007-2008 Final Budget</th>
<th>2007-2008 Actual</th>
<th>Changes in Estimated Actuals to Tentative Budget</th>
<th>2008-2009 Tentative Budget</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenue</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Growth</td>
<td>415,335</td>
<td>(415,335)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Deficit Factor</td>
<td>(646,507)</td>
<td>222,770</td>
<td>(423,737)</td>
<td></td>
</tr>
<tr>
<td>Net Revenue</td>
<td></td>
<td>404,351</td>
<td></td>
<td>45,883,574</td>
</tr>
</tbody>
</table>

| **Expenditures**                   |                        |                 |                                                  |                            |
| 1000 Academic Salaries             | 14,462,601             | 15,443,439      | 198,464                                          | 15,641,903                 |
| 1000 Part Time Academic Salaries   | 4,893,281              | 5,273,281       | (59,236)                                         | 5,214,045                  |
| Total 1000 CE Salaries:            | 19,355,882             | 20,716,720      | 139,228                                          | 20,855,948                 |
| 2000 CL Salaries                   | 11,415,024             | 11,434,189      | (48,436)                                         | 11,385,753                 |
| 3000 Benefits                      | 6,186,363              | 6,390,093       | 176,886                                          | 6,566,979                  |
| 4000 Supplies                      | 680,495                | 723,507         | 36,170                                           | 759,677                    |
| 5000 Operating Exp.                | 4,982,349              | 5,805,744       | (300,666)                                        | 5,505,078                  |
| 6000 Capital Outlay                | 72,195                 | 579,384         | (512,189)                                        | 67,195                     |
| Total Expenditures:                | 42,692,308             | 45,649,637      | (509,007)                                        | 45,140,630                 |

| Other Outgo                        |                        |                 |                                                  |                            |
| 7300 Interfund Trf. Out            | 783,422                | 926,340         | (257,918)                                        | 668,422                    |
| Total Expenditures:                | 43,475,730             | 46,575,977      | (766,925)                                        | 45,809,052                 |

**Net Activity:**

|                        | 43,475,730 | 1,096,754 | 1,171,276 | 74,522 |
# Fund 10 Summary

- **Total Revenues**: $45,883,574
- **Total Expenditures**: $45,809,052
- **Net Activity**: $74,522
- **Beginning Fund Balance**: $5,412,934
- **Ending Fund Balance**: $5,487,456
2008-2009 TENTATIVE BUDGET

RESERVE ASSUMPTIONS
The District will maintain its Reserve at the State-recommended Level of 5% $2,209,453

The District will continue the Rainy Day 1,000,000

Reserve for NCHST (PV panels) 500,000

Reserve for Capital Improvement 300,000

Reserve for Office Equipment 300,000

Reserve for One Time Expenditures 857,236

Unallocated reserves 236,041

Total Fund Balance $5,487,453
What does it all mean

We have a net activity of $74,522
represents ongoing revenues.

The deficit is unknown at this time. 1% is as calculated on current year numbers is $423,737.
What does it all mean cont.

2007-08 has $800,000 in salary savings
2008-09 is projecting $1,300,000

Hiring freeze to achieve this savings

Possible savings developed from college council retreat and managers meetings
Fund 25 Currently Budgeted at break even. Future increases will be considered once the upper lots are available.

Fund 26 does include the $1 increase that is on the agenda for the next board meeting.
Other Funds

- Book store needs a new software/hardware system
- Based on cash flow analysis only support $1,122,605 for PV panels
- Fund 69 reserves for future retiree health benefits reflects the increase in the actuarial study
Total Budget 2007-08

- Total Revenues: $54,590,842
- Total Expenditures: $97,809,008
  - Deficit: $43,218,166
- Beginning Fund Balance: $71,645,119
- Ending Fund Balance: $28,426,953
Questions?