



2008-2009

TENTATIVE BUDGET

WORKSHOP

May 7, 2008



2008-2009

TENTATIVE BUDGET

UNRESTRICTED GENERAL FUND

GENERAL PURPOSE

REVENUE

\$45,883,574





Revenue Assumptions

(Page 8)

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	<u>(\$ 33,353)</u>
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

\$370,00 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

Description	2007-2008	2007-2008	Changes in	2008-2009
	Final Budget	Estimated Actual	Estimated Actuals to Tentative Budget	Tentative Budget
Revenue	44,982,329	45,710,395	596,916	46,307,311
Growth		415,335	(415,335)	-
Deficit Factor		(646,507)	222,770	(423,737)
Net Revenue		45,479,223	404,351	45,883,574
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
	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	<u>45,809,052</u>
Net Activity	74,522
Beginning Fund Balance	<u>5,412,934</u>
Ending Fund Balance	\$5,487,456

2008-2009 TENTATIVE BUDGET



RESERVE ASSUMPTIONS

Fund Balance Breakdown



• 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	<u>236,041</u>
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



Restricted Funds

Pages 29-33

- 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	<u>\$ 97,809,008</u>
Deficit	\$ 43,218,166
■ Beginning Fund Balance	\$71,645,119
■ Ending Fund Balance	\$28,426,953



Questions?
