

OHLONE COMMUNITY COLLEGE DISTRICT

MEMORANDUM

TO: Board of Trustees

FROM: Gari Browning

DATE: June 10, 2009

SUBJECT: Approval of the 2009-10 Tentative Budget

The Tentative Budget is based on a set of assumptions that was presented to administrators and College Council. A workshop to review the budget was completed at the May 6, 2009 Board Meeting. It was presented at the May meeting to provide an opportunity for review by the faculty before they left for summer break and so the Board could review the entire document before approval.

The General Fund Unrestricted Fund 10 revenue is budgeted at \$46,664,661 and is based on zero COLA and no growth. The negative effects on revenues from the recent May special election will be included in the Final Budget.

The General Fund Unrestricted Fund 10 expenditure budget is \$46,538,459. This budget includes salary adjustments for step, column and longevity of \$437,573 and position reductions totaling \$1,612,183.

It should be noted that the Tentative Budget assumes the maintenance of the State-recommended 5% contingency reserve and the \$1 million Rainy Day reserve in the General Purpose General Fund Budget. Other reserves have been maintained for capital improvement, unspent one time funding and growth for faculty. After including all of the reserves, there is ongoing revenue in excess of ongoing expenditures of \$589,082.

The Tentative Budget for all funds assumes budgeted revenues at \$76,800,608 and budgeted expenditures at \$81,244,151. Expenditures are projected higher than revenues because the \$4.2 million unspent portion of the general obligation bond funds is budgeted as expense and only offset by \$10,000 in current year interest income.

RECOMMENDATION

The President/Superintendent recommends that the Board of Trustees approve the 2009-10 Tentative Budget as shown in the Budget Booklet prepared by staff.