

OHLONE COMMUNITY COLLEGE DISTRICT

MEMORANDUM

TO: Board of Trustees

FROM: Gari Browning

DATE: October 14, 2009

SUBJECT: Approval of the FY 2009-2010 Final Budget

California Code of Regulations Title 5, 58300 requires the Board of Trustees to approve a District budget by September 15th. Due to the lateness and complexity of the budget, the Chancellor's Office extended the deadline for approval until October 15th. The extra time has allowed District staff to formulate a plan to close the deficit created by the 2009-2010 State Budget. The elements of this plan are highlighted in the final budget and are intended to be complete by the end of the fall semester.

Unrestricted General Fund 10 revenue is currently budgeted at \$44,151,744, including a 3.39% workload reduction and a deficit factor of 2% for anticipated mid-year cuts. The Unrestricted General Fund 10 expenditure budget is set at \$47,001,743. We have reduced the expenditure budget by taking credit for \$650,000 in expected SERP savings, \$500,000 in anticipated savings from categorical programs absorbing a portion of their revenue reductions, and \$700,000 in proposed additional salary reductions. These actions reduce the current budget deficit to \$1,000,000, which is proposed to be filled by using the Rainy Day Reserve.

The FY 2009-10 Final Budget for all funds assumes budgeted revenues at \$68,696,156 and budgeted expenditures at \$77,128,789. Expenditures are projected to remain higher than revenues because a portion of the general obligation bond funds remain unspent.

RECOMMENDATION

The President/Superintendent recommends that the Board of Trustees approve the FY 2009-10 Final Budget as proposed.