The Tentative Budget is based on a set of fiscal assumptions at a given point in time. It has been developed prior to the enactment of a 2015-16 State Budget and vetted through the College’s shared governance process.

Revenue projections are predicated, in part, on the Governor’s 2015 May Revision to his January 2015-16 Budget proposal. The District’s third quarter financial (Q3) review, program review process, analyses of Federal and State economic conditions and historical fiscal trends provide the foundation for other revenue projections and expenditure assumptions.

The General Fund – Fund 10 unrestricted revenue is budgeted at $54,651,017, which includes a 0.50% deficit factor and no restoration for 2015-2016. The General Fund – Fund 10 unrestricted expenditure budget is projected at $49,077,697.

Therefore, we project that the District will demonstrate an operating surplus due to one-time funding as well as an ongoing increase to our Base Apportionment. General Fund revenues will exceed expenditures by approximately $5,593,320 in fiscal year 2015-16 based on current assumptions. We anticipate that these will change by final budget adoption in September.

The Tentative Budget includes salary adjustments for step, column and longevity as well as increases to STRS and PERS contributions by the district. The Tentative Budget maintains the State recommended 5% Reserve for Economic Uncertainty and a Rainy Day Reserve of $1 million.

In addition to the Unrestricted & Restricted General Purpose Fund (Funds 10 through 26), All Other Funds of the District are presented for review and approval. These include Bond, Capital Outlay, Enterprise, Fiduciary and Trust Funds.
RECOMMENDATION

The President/Superintendent recommends that the Board of Trustees approves the 2015-2016 Tentative Budget(s).