The District’s Tentative Budget is based on a set of fiscal assumptions at a given point in time. The Tentative Budget has been developed prior to the enactment of a 2021-22 State Budget. Apportionment revenue projections are based on information received from the California Community College Chancellor’s Office, predicated on the Governor’s 2021-22 May Revision to his January 2021-22 Budget proposals.

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 Unrestricted (Fund 10) revenue is budgeted at $60,573,127, which includes State Apportionment funding at the 2017-18 funding level adjusted by COLA (Cost of Living Allowance) in each subsequent year, also called hold-harmless funding under the new funding formula.

The General Unrestricted Fund (Fund 10) expenditures are budgeted at $60,478,545, which includes salary adjustments for step, column and longevity as well as increases to the employer’s contribution to the pension plans.

The District projects a surplus (i.e., revenue exceeding expenditures) in the General Fund/Fund 10 of $94,581 in fiscal year 2021-22. The Tentative Budget assumes maintenance of the State recommended 5% contingency reserve for Economic Uncertainty and its Rainy Day Reserves.

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

RECOMMENDATION

The Superintendent/President recommends that the Board of Trustees approve the 2021-22 Tentative Budget(s).