



Chabot-Las Positas Community College District

2010-11 Preliminary Budget

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Presentation Summary

- Governor's January Budget Proposal
- District Assumptions
- Preliminary Budget
- Changes from Fiscal Year 2009-10 to Fiscal Year 2010-11
- Looking Ahead



Governor's January Budget Proposal

- Budget deficit of \$19.9 billion through June 30, 2011
- Governor declared fiscal emergency and called legislature into special session
- Proposed solutions:
 - Expenditure reductions of \$8.5 billion
 - \$6.9 billion of increases in federal aid
 - Alternative funding/funding shifts of \$4.5 billion
- 2.21% growth to fund 26,000 FTES statewide (\$126 million)
- -0.38% COLA



Governor's January Budget Proposal - *continued*

- Apportionment deferrals continue
- Student fees remain at \$26/unit
- Prop 98 funding unchanged from 2009-10
- Categoricals:
 - -0.38% COLA
 - \$10 million cut to Part-Time Faculty Compensation
 - \$10 million cut to EOPS
 - \$20 million increase to CTE
 - \$2.1 million increase to Financial Aid Admin Support

Governor's January Budget Proposal - *continued*

- If federal aid does not materialize:
 - Eliminate CalWORKs
 - Eliminate enrollment growth at UC and the CSU
 - Freeze level of awards and eligibility for Cal Grants

District Assumptions:
Full Time Equivalent Student Enrollment

Enrollment (Credit & Non Credit)	Chabot College	Las Positas College	Total	Growth Percentage
2006-2007	10,062	6,638	16,700	1.0%
2006-2007 (Adjusted)	10,312	7,088	17,401	5.2%
2007-2008	10,063	7,001	17,401	1.9%
2007-2008 (Adjusted)	10,358	7,143	17,501	0.6%
2008-2009	10,533	6,590	17,123	-2.16%
2009-2010 (Budget)	10,414	7,305	17,719	3.48%
2009-2010 (P1)	11,197	7,305	18,502	8.05%
2010-2011 (Budget)	10,041	7,001	17,042	-7.89%

District Assumptions: Employee Compensation

- Step/column and longevity increases are included in the compensation expenditures
- Health and Welfare benefits (medical, dental, life insurance, vision) premium increases are budgeted as follows: Anthem BC HMO 15.5%, Anthem BC PPO 9.5%, Kaiser 4.8% and dental, vision, and life 10.0%
- Retiree Health Benefits premiums increased by \$403,065
- Supplemental Employee Retirement Plan (SERP) savings and annuity payments are included
- Premium increases for property and liability insurance 5%
- Increase in custodial staffing due to new buildings
- Increase in utilities
- Budget reductions from 2009-10 continued

District Assumptions: Employee Compensation – *Continued*

<u>Salaries and Benefits</u>	<u>Percentages</u>
State Teachers Retirement System	8.25%
Public Employees Retirement System	10.20%
OASDHI (Social Security)	6.20%
Medicare	1.45%
State Unemployment Insurance	0.30%
Workers Compensation	1.22%
STRS Cash Balance Plan (Hourly Academic)	4.00%
Alternate Retirement System (Hourly Non Academic)	3.75%


Changes from FY 2009-10 to FY 2010-11

New Expenditures

Premium increase for retiree health benefits	\$403,065
Premium increases for medical/dental/vision/life	\$1,037,088
Premium increases for property and liability insurance (5%)	\$31,000
Increase custodial staffing due to new buildings (3.0 FTE)	\$218,000
Increase in utilities	\$204,000
Total increase in expenditures	<u>\$1,893,153</u>

2010-11 Preliminary Budget Unrestricted General Fund

<u>Revenue</u>	FY 2010/11
State General Apportionment	\$86,579,354
Other Revenue	<u>\$10,426,162</u>
Total Revenue	\$97,005,516
<u>Expenditures</u>	
Salaries	\$63,289,296
Benefits	\$18,598,962
Supplies/Services/Capital/Other Outgo	\$15,117,258
Projected New Expenditures	<u>\$1,893,153</u>
Total Expenditures	<u>\$98,898,669</u>
Net Increase/(Decrease) to Fund Balance	<u>(\$1,893,153)</u>



Looking Ahead

- Mid-Year Cuts
- State Economic Outlook
- State Chancellor's Direction to Districts
- Possible Solutions
 - Cost Containment
 - Negotiations
 - Entrepreneurship
- No Layoffs