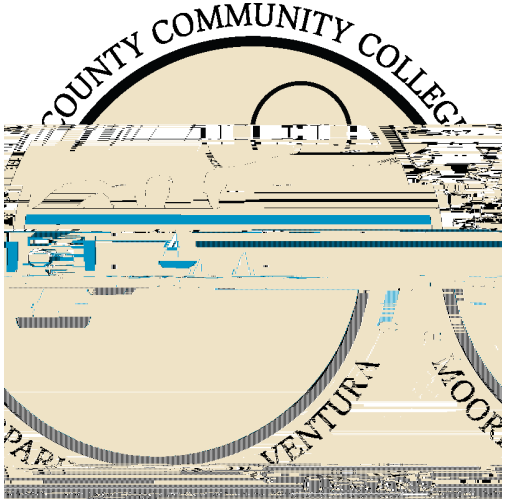
Ventura County
Community College District



Executive Summary
2012-2013 Adoption Budget
September 11, 2012

STATE BUDGET- COMMUNITY COLLEGE SYSTEM

State approved budget (AB 1464)

Assumes passage of Prop 30

- $50 million in restoration funding
- $159.9 million buy down of deferrals (currently $961 million)
- Full hold harmless protection from any shortages in RDA-related revenues (does not include other property taxes)
- No additional student fee increases
- Did not include Governor's recommendation for consolidation of Categoricals

If Prop 30 fails

- Mid-year Trigger - $338.6 million reduction to CCC System (7.3% (FTES) workload reduction)

VCCCD

Impact of State Budget

If Prop 30 passes

$1 million in new revenue (restoration)

If Prop 30 fails

$8 million in revenue reductions (mid year triggers)

VCCCD General Fund Revenue Reductions

FY10	($4.6 m)	
FY11	$1.5 m	
FY12	($12.9 m)	
3 year revenue reduction	($16.0 m)	11.8%
3 year increase in District costs	($9.7 m)	
3 year budget shortfall	($25.7 m)	18.2%
FY13 Triggers (if prop 30 fails)	($8.0 m)	
FY13 inflationary costs	($2.7 m)	
estimated 4 year reduction in General Fund budget	**($36.4m)**	**25.8%**

FY13 BUDGET

Expenditure Reductions

FY12 deficit (FY12 budgeted expenditures exceed current budgeted revenue)	$ 3 million
FY13 Increased costs (inflationary)	$ 3 million
FY13 shortfall	$ 6 million
Contingency toward Triggers	$ 2 million
Total FY13 Budget Expenditure Reductions	$ 8 million

FY13 BUDGET

If Prop 30 passes *

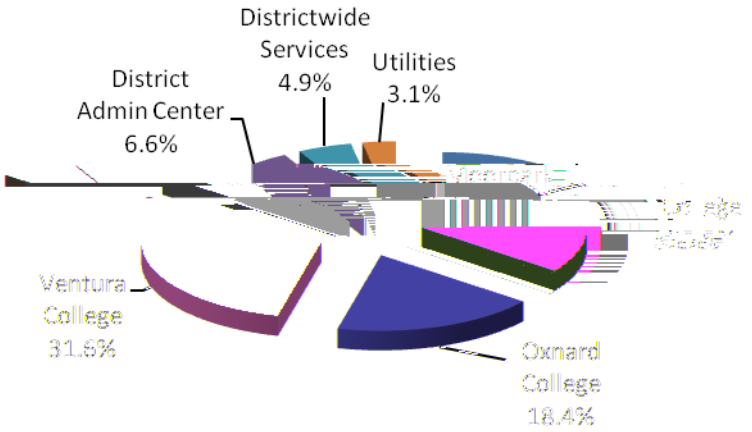
FY12 deficit (FY12 budgeted expenditures exceed current budgeted revenue)	($ 3 million)
Increased costs (inflationary)	($ 3 million)
Expenditure reductions	$ 8 million
contingency in FY14	$ 2 million

If Prop 30 fails

Mid Year Triggers	($ 8 million)
Use of reserves	$6 million

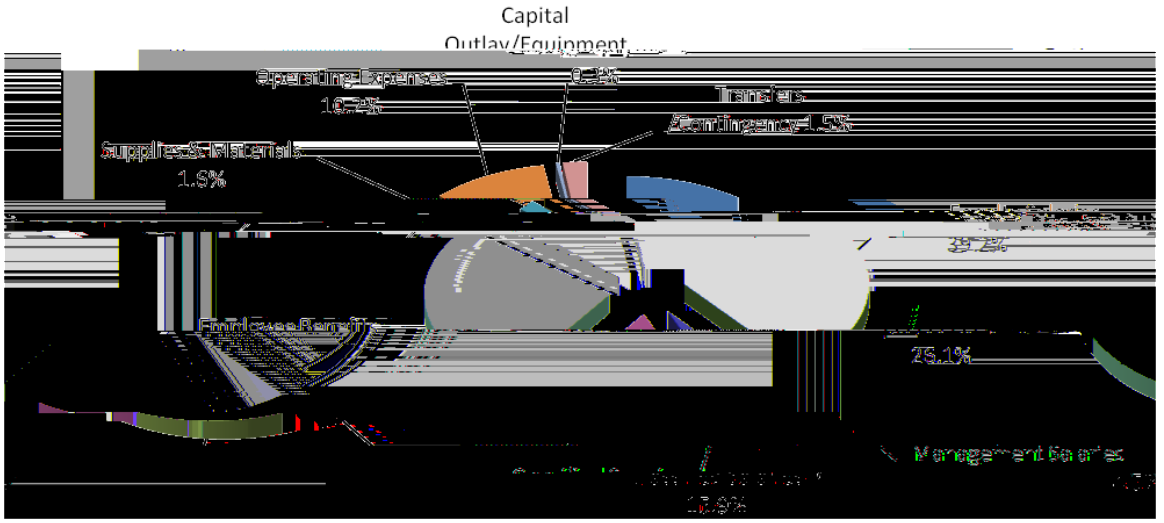
* If prop 30 passes, $1 million restoration will increase reserves.

2012-13 Adoption Budget
General Fund - Unrestricted
By Location



2011-12 Adoption Budget	2011-12 Actual Expense	2012-13 Adoption

2012-13 Adoption Budget
General Fund - Unrestricted
By Expenditure Category



	2011-12 Adoption Budget	2011-12 Actual Expense	2012-13 Adoption Budget		
Faculty Salaries	53,483,270	53,292,636	50,207,705	39.2%	85.7%
Management Salaries	5,948,764	5,871,959	5,776,046	4.5%	
Classified Salaries	22,219,750	21,012,573	20,341,505	15.9%	
Employee Benefits	32,954,308	32,263,764	33,449,464	26.1%	
Supplies & Materials	2,210,207	1,864,553	2,086,303	1.6%	
Operating Expenses	13,090,673	11,283,434	13,131,189	10.2%	
Capital Outlay/Equipment	633,157	561,381	435,689	0.3%	
Transfers/Contingency	3,000,288	5,410,247	2,729,422	2.2%	
Total	133,540,417	131,560,547	128,157,322	100.0%	

2012-13 ADOPTION BUDGET
BUDGET SUMMARY BY FUND

	2012-13 Adoption Budget	Percent of Total
General Fund - Unrestricted	150,075,673	54.6%
General Fund - Designated	8,232,340	3.0%
General Fund - Restricted	16,615,968	6.0%
Health Service Fund	6,317,731	2.3%
Parking Services Fund	3,129,166	1.1%
Special Revenue Fund (CRM)	173,294	0.1%
Child Care Center Fund	1,504,858	0.5%
Bookstore Fund	12,825,915	4.7%
Food Service Fund	615,275	0.2%
Internal Services Fund	3,052,031	1.1%
Financial Aid Fund	50,031,304	18.2%
Capital Projects Fund *	22,485,426	8.2%
Total All Funds	275,058,981	100.0%
* Does not include Measure S funds of $64,416,927.		

Tax increases (Prop 30) are politically uncertain and if initiative fails, unrestricted general fund reserves will be brought to the lowest level since 2006.

Revenues are highly variable, with or without tax measure

Planning is difficult. Possible FY13 workload reduction of

FY14

	Assuming passage of Prop 30	**Assuming failure of Prop 30**
Unbudgeted FY13 restoration	$1 m	0
contingency/shortfall (outcome of Prop 30)	$2 m	($6)
FY14 inflationary costs	($3 4m)	($3 4m)
Budget shortfall in FY14*	(0 -$1 m)	($9-10 m)

* Does not include any subsequent FY14 State budget action!

FY14 RESIDENT FTES SCENARIOS

	Assuming passage of Prop 30	**Assuming failure of Prop 30**
Actual FY12 FTES served	26,463	26,463
Less: planned FY13 FTES reductions	(1,452)	(1,452)
Projected FY13 served	25,011	25,011
Current FY13 cap	24,502	24,502
Projected FY13 unfunded	509	509
add: restoration FTES	<219 [1]>	
Less: workload reduction		1,752 [2]
Projected FY13 unfunded	290	2,261

[1] may need to increase FTES in FY14. [2] will need to decrease in FY14 to get to target of 500 unfunded.

POSSIBLE FY14 $9M REDUCTION SCENARIO

Instruction (approx 1,761 FTES) (class schedule reductions)	$2,500,000
Personnel Costs	$6,000,000
Position Eliminations	
Negotiated Concessions	
Operating Expenses	$500,000

* Does not include any subsequent FY14 State budget action!