



# SOCCCD 2010-2011 FINAL BUDGET

**BOARD OF TRUSTEES MEETING  
AUGUST 30, 2010**



# SOCCCD: OVERVIEW OF FUND STRUCTURE 2010-2011 FINAL BUDGET

- General Fund (GF): \$224.6 Million, Including:
  - Unrestricted GF: \$204.3 Million
  - Restricted GF: \$20.3 Million
- Other Funds\*: \$261.9 Million
- Total All Funds: \$486.5 Million

\*Other Funds Include: Community Education, Child Development, Capital Outlay (Including Basic Aid Projects), Self-Insurance, Retiree Benefit & OPEB Funds



# 2010-11 FINAL BUDGET ASSUMPTIONS

- SB361 Revenue Allocation
  - Ongoing
    - SB361 COLA -> -0.38%
    - Growth Funding -> 2.2%
    - \$2.8M Increase
  - One Time
    - Prior years adjustment to DRAC Model -> \$1.6 M
- General Fund Unrestricted Ending Balance from 2009-2010 Carried Forward - \$26.8M



# 2010-11 FINAL BUDGET ASSUMPTIONS (CONT'D)

- 7.5% Reserve for Economic Uncertainties
- 4.6% Increase for Health & Welfare Benefits
- Property and Liability Insurance – decrease of 12%
- PERS – increase to 10.7% from 9.7%
- Unemployment Insurance – increase to .72% from .30%
- Salary Increases:
  - Administrators, Managers, Faculty and POA – 0%
  - CSEA – 1% in accordance with their contract



# “BASIC AID” RECEIPTS

1999-2000	\$ 5,676,800
2000-2001	\$ 9,192,300
2001-2002	\$13,719,277
2002-2003	\$18,419,919
2003-2004	\$27,356,952
2004-2005	\$40,162,878
2005-2006	\$46,899,203
2006-2007	\$52,896,017
2007-2008	\$50,692,873
2008-2009	\$51,179,365
2009-2010	**\$39,022,021
*2010-2011	\$38,984,025

\*Per OC Auditor-Controller’s Office secured property taxes are estimated to decrease 1%.

\*\* Decline due to increased SB361 revenue resulting from enrollment growth.



# BASIC AID FUNDS INCLUDED IN BUDGET

- \$8.0M OPEB (Retiree Benefit Expenses)
- \$2.1M ATEP Operating Budget
- \$892.5K Trustee Election Cost
- \$33.7M Funding for Future Capital Projects



# RETIREE BENEFITS TRUST

- Actuarial Study – GASB 43 & 45
  - Required every two years
  - Completed May 13, 2010
  - Updated actuarial accrued liability - \$61,189,900
  - Unfunded amount is \$4,939,234
  - Increased cost of health benefits
- Annual OPEB Costs
  - Accrual for Existing Employees -\$2,582,983
  - Current Estimated Retiree Premiums - \$2,670,561
- Total Basic Aid 2010-2011 Contribution
  - \$8,000,000