



SOCCCD 2010-2011 TENTATIVE BUDGET

BOARD OF TRUSTEES MEETING
JUNE 28, 2010

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SOCCCD:

Overview of Fund Structure 2009-10 Tentative Budget

- General Fund (GF): \$212.3 Million, Including:
 - Unrestricted GF: \$198.9 Million
 - Restricted GF: \$13.4 Million
- Other Funds*: \$234.1 Million
- Total All Funds: \$446.4 Million

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



2010-11 Tentative 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 - \$24.7M



2010-11 Tentative Budget Assumptions (cont'd)

- \$7.5% Reserve for Economic Uncertainties
- 10.0% Estimated Increase for Health & Welfare Benefits - to be updated at Final after renewal amounts are known
- Property and Liability Insurance – unknown at Tentative will be updated for Final
- PERS – increase to 10.2% from 9.7%
- Unemployment Insurance – increase to .72% from .30%
- Salary Increases:
 - CSEA – 1% in accordance with the contracts
 - Administrators, Managers, Faculty and POA – 0%



“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	**\$38,642,650
*2010-2011	**\$36,246,176

* Estimated (exact amounts will not be available until the end of the fiscal year). Per OC Auditor-Controller’s Office secured property taxes are estimated to decrease 3%.

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



Basic Aid Funds Included in Budget

- \$8.0M OPEB (Retiree Benefit Expenses)
- \$2.3M ATEP Operating Budget
- \$850K Trustee Election Cost
- \$29.9M 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 - \$2,525,983
 - Current Estimated Retiree Premiums - \$2,670,561
- Total Basic Aid 2010-2011 Contribution
 - \$8,000,000