

# **Rancho Santiago Community College District**

## **2011-12 Adopted Budget Assumptions**

These assumptions are for use in development of the 2011-12 district and college adopted budgets. As more detailed information is received in the coming months from the Offices of the Governor and the State Chancellor, the assumptions will be adjusted accordingly.

### **General Assumptions**

1. The 2011-12 Adopted Budget will be balanced by using the 2010-11 ending balance in excess of the contingency reserve
2. The 2011-12 Adopted Budget will have a contingency reserve of no less than 5%
3. Budgeting for 2011-12 will utilize the current RSCCD Budget Allocation Model
4. The district and colleges will use plans, planning documents, and planning processes as a basis for development of their expenditure budgets

### **Revenue Assumptions**

5. Workload Measure Reduction (negative growth) -6.2% for 2011-12
6. The Cost of Living Adjustment (COLA) of 0.00% for 2011-12
7. All reductions to Categorical Programs will be borne by those Categorical Programs
8. The lottery revenue will be calculated at the rate projected by School Services of California. The current estimate is \$111.75 per FTES for unrestricted revenue and \$17.00 per FTES for restricted revenue in accordance with Proposition 20. Lottery revenues are reduced in proportion to workload measures reductions (loss of FTES)
9. The State Budget Act includes “trigger” language for mid-year reductions (cuts) if state revenues fall short of projections. The district anticipates “trigger 1” reductions of up to \$1 million dollars in mid-year state funding cuts.

### **Expenditure Assumptions**

10. The district intends to meet all negotiated contractual obligations.
11. Contribution of 1% of total salaries to the Retiree Benefit Fund (with an additional \$500,000 per Board of Trustees action taken on May 23, 2011.)

### **Reviews**

*BAPRC recommends budget assumptions to the Chancellor (7-27-2011)*  
*Chancellor's Cabinet to review recommended budget assumptions (8-2-2011)*  
*District Council to review recommended budget assumptions (8-22-2011)*  
*Board of Trustees approved the assumptions (8-22-2011)*