2012-2013 Budget Update
Governor’s 2013-2014 Proposed Budget

Board of Trustees Meeting
January 14, 2013
State Budget Update
Governor’s Proposed Budget

Proposed Budget released January 10th
Governor proclaims budget is balanced
Focus on education

Finally some good news!

Prop 30 funds provide additional Prop 98 funding

- Approximately 50% of new tax revenues subject to Prop 98
- $2.7 billion more for K-14 education
State Budget Update
Governor’s Proposed Budget
Community Colleges Impact

- No increase to student enrollment fees
- $196.7 million (3.6%) in apportionment funding
  - Approximately $5 million for RSCCD
  - Subject to BOG defining distribution
- $179 million for partial deferral buy down
  - “Wall of Debt”
  - No net increase in funding for RSCCD
  - State buying back about $4.5 million in IOU’s to RSCCD
- $133.2 million in increased state general funds to offset redevelopment agency dissolution revenues not materializing
  - No net increase in funding for RSCCD
$16.9 million to increase access to matriculated students through the use of online technology

- Statewide system centrally run as a “portal” to all district’s online courses
  - RSCCD share of funds unknown
  - Not a “virtual college”

Require all students seeking BOG fee waivers to complete a FAFSA

- To minimize BOG fee waiver costs to the state
Shift remaining Adult Education programs (approximately 30%) to the community college system

- $300 million shift within Prop 98 from K-12 to community colleges
- “new block grant based on number of students served and only for core instructional areas”

Change census date based apportionment funding to completion rates

- Add a second census date at the *end of each term*
- Blended census counts
- Five year transition of relative weight of census dates
- After fifth year of transition, funding will be solely based on completion date census
- Any loss of funds transferred to student services categorical programs
State Budget Update
Governor’s Proposed Budget
Community Colleges Impact

Create a $49.5 million energy efficient fund (Prop 39) for energy efficient projects
- Per FTES funding for all districts
  - RSCCD “FTES share” = $1.2 million
- Prop 39 funds used to fund Prop 98 minimum funding guarantee

Limit state supported instruction to 90 units
- State will not provide funds over 90 units
- Charge tuition at “full cost”
State Budget Process

Governor’s Proposed Budget just starts state budget discussions for 2013-2014

– Not much happens until May

May Revise (expected May 14) updates state revenues and expenditures

– This is generally when serious budget discussions start

Legislature has a June 15th deadline to enact a state budget to forward to Governor