The mission of the Rancho Santiago Community College District is to provide quality educational programs and services that address the needs of our diverse students and communities.
Overview

1. State Budget Update
2. RSCCD Tentative Budget
State Budget Update

- State Budget Act approved by legislature last Thursday, June 13, 2013
  - On time state budget
  - Yet to be blue-penciled/signed by Governor
  - State Budget Act Trailer Bills approved on Friday June 14, 2013

- First good budget news in five years!
  - Proposition 30 passage
  - Recovering economy

- Trailer bill language is still being evaluated
  - Districts will receive more allocation detail in Blue Book at the state Chancellor’s Budget Workshop in later July
State Budget Update
Community Colleges

1.57% - Cost of Living Allowance (COLA)
   – $87.5 million
   – RSCCD = approximately $2.2 million

1.63% - Restoration/Access/Growth
   – $89.4 million
   – RSCCD = approximately $2.2 million
   Approximately 450 FTES increase

Student Success (Matriculation) - $50 million
   – RSCCD = approximately $1.2 million
   – Not included in Tentative Budget

DSPS - $15 million
   – RSCCD = TBD, Not included in Tentative Budget

EOPS - $15 million
   – RSCCD = TBD, Not included in Tentative Budget

CalWORKs - $8 million
   – RSCCD = TBD, Not included in Tentative Budget
State Budget Update
Community Colleges

- Online Education Initiative - $16.9 million
  - Statewide Chancellor’s Office initiative

- Scheduled Maintenance/Instructional Equipment
  - $30 million – one time funds
  - RSCCD = approximately $750,000 combined
  - Not included in Tentative Budget

- Energy Efficiency/Prop 39 - $49 million
  - Workforce Development Grants – 15% - $7 million
  - FTES allocation - $42 million
  - RSCCD = approximately $1 million
  - Allocations and regulations pending
  - Not included in Tentative Budget

- $25M Revised Adult Ed/Apprenticeship proposal
  - To develop Adult Ed Consortia at local levels
  - RSCCD = TBD
  - Not included in Tentative Budget
RSCCD Tentative Budget

- July 1st deadline by law for an approved operating district budget

- Tentative Budget is merely a placeholder in order to continue to pay employees and obligations after July 1st
  - More budget detail developed for Adopted Budget once “Blue Book” is issued in July

- RSCCD proposed Adopted Budget scheduled for September 9th Board of Trustees meeting
RSCCD Tentative Budget

Using our new institutional planning process, the Tentative Budget includes the Board approved 2013-2014 Tentative Budget Assumptions

- Updated with additional information from P2 reporting period and May Revise
- unanimously recommended by Fiscal Resources Committee (FRC)

Tentative Budget continues utilizing the new SB361 Revenue Allocation Model for revenue allocations to the campuses

- FTES split agreed to at 70.8% SAC / 29.2% SCC
- Campuses decide expenditure appropriations

Estimated spend down (deficit spending) of Budget Stabilization Funds - $(2.5 million)
Tentative Budget
Restricted and Unrestricted

Total current year revenue - $172.8 million

Federal Revenues = $14.26 million – 8.3%

State Revenues = $101.00 million – 58.4%
  – Education Protection Account = $21.15 million

Local Revenues = $57.54 million – 33.3%
  – Property taxes = $44.77 million
  – Student fees = $8.14 million ($46/unit)

Includes “placeholder” revenue for COLA and Restoration/Access/Growth of $4.42 million
  – These funds are subject to collective bargaining and allocation between the campuses
RSCCD Tentative Budget

Total current year expenditures - $174.7 million

- Salaries and benefits - $140.72 million
  - Approximately 82% of all district budgeted expenses
  - Includes step and column movement
  - Includes seven additional full time faculty positions
- All vacant funded positions are budgeted
- Does not include COLA and growth funding distribution – in account 7910 holding account
- Includes 5% Board Policy reserve at $7.2 million
- Ending Budget Stabilization Fund of approximately $26.7 million (unrestricted ending balance)
# All District Funds

<table>
<thead>
<tr>
<th>Fund</th>
<th>Amount</th>
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<tbody>
<tr>
<td><strong>General Fund</strong></td>
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<tr>
<td>Expenditures</td>
<td>$174,710,184</td>
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<tr>
<td>Board Policy Contingency (5%)</td>
<td>7,205,617</td>
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<tr>
<td>Restricted Reserves</td>
<td>649,108</td>
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<tr>
<td>Budget Stabilization</td>
<td>26,706,413</td>
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<td>Unrestricted Contingency</td>
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<td><strong>Total General Fund</strong></td>
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<td>Bond Interest and Redemption Funds</td>
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<td>Bookstore Fund</td>
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<td>Child Development Fund</td>
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<td>Capital Outlay Projects Fund</td>
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<tr>
<td>General Obligation Bond Funds</td>
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<tr>
<td>Self-Insurance Fund - Property and Liability</td>
<td>3,620,181</td>
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<tr>
<td>Self-Insurance Fund - Workers’ Compensation</td>
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<tr>
<td>Retiree Benefits Fund</td>
<td>(7,310,763)</td>
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<td>Associated Students Fund</td>
<td>391,998</td>
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<td>Representation Fee Trust Fund</td>
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<tr>
<td>Student Financial Aid Fund</td>
<td>27,752,702</td>
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<td>Community Education Fund</td>
<td>1,022,092</td>
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<tr>
<td>Diversified Trust Fund</td>
<td>1,932,718</td>
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<td><strong>Total All Funds</strong></td>
<td>$373,388,761</td>
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Tentative Budget Recommendation

Recommend approval of the proposed 2013-2014 Tentative Budget, as presented