

***2007 – 2008***  
**Governing Board**  
**Adoption Budget Workshop**

**September 11, 2007**



# **Welcome & Introduction**

*Dr. Omero Suarez*  
*Chancellor*



# Budget Overview

*Sue Rearic*  
*Interim Vice Chancellor*  
*Business Services*



# Funds Available in the AB

*(Page ii)*

- Total Funds Available: \$298 M
- Included in that amount:
  - General Fund \$133 M
  - Capital Projects incl. Prop R \$153 M



# Overview of Presentation

- Part I: 2007/08 Adoption Budget

General Fund

*(Pages 1-28)*

Unrestricted

Restricted

- Part II: Supplemental Funds

*(Pages 29-48)*



# Part I – General Fund Adoption Budget

- Based on State Revenue
- Updated since TB
- 2006/07 Books are closed. Therefore all revenue, expenditures, and balances are final (See Handout)



# Overview of the Unrestricted General Fund

- Unrestricted General Fund is the Operating fund of the district
- Site allocations are determined by the Income Allocation Formula



# Major Assumptions in AB

- State Apportionment is per SB361 calculations
- 4.53% COLA on State Revenues
- Restore enrollment to Base of 18,049
- 5% Contingency Reserve





# STATE COLA

*(Page 6)*

- 4.53% COLA in AB = **\$3.8M**
- COLA is provided on certain components of state revenue only
- For Example:
  - 4.53% on All unrestricted 06/07 income would be **\$4.3M**
- COLA needs to fund increased costs such as compensation (raises, step & column, and benefits increases-unless negotiated otherwise) & increased operating cost.



# STATE Growth Funds

*(Page 6)*

- GCCCD \$0
- Although the State Budget includes 2% Growth, District goal is to restore to Base of 18,049
- Therefore, the District is not budgeting Growth



# FTES

(Page IV)

**04/05**

**05/06**

**06/07**

**07/08**

Below CAP

Below Base

Partial Rest.

Goal to Rest. to Base

Actual

**17,966**

**17,012**

**17,572**

**18,049**

State

**18,049**

**17,096**

**18,049**

**18,049**

Report

District Received  
State Stability  
Funding

Summer Pullback  
**477**

Report at Base



# FTES

## Impact on 2007/08

	GC	CC	Total
At 06/07 level FTES, before Summer Pullback	12,272	5,300	<b>17,572</b>
Less Summer moved to 06/07	<u>(244)</u>	<u>(233)</u>	<u>(477)</u>
	<b>12,028</b>	<b>5,067</b>	<b>17,095</b>
Make Up FTES & continue Restoration	<u>488</u>	<u>466</u>	<u>954</u>
<b>Total FTES</b>	<b>12,516</b> =====	<b>5,533</b> =====	<b>18,049</b> =====
<i>% required to restore to Base</i>	3.9%	8.0%	5.2%



# Grossmont College

*Dr. Sunita V. Cooke*  
*President*



# **Grossmont College's Strategic Plan Consists of Six Goals**

- 1. Provide comprehensive instruction and student support services**
- 2. Play a central role in the educational, cultural, and economic life of East County and the San Diego region**
- 3. Act responsibly, ethically, and effectively in using fiscal resources**
- 4. Recruit, hire and retain an outstanding and diverse faculty and staff**
- 5. Design and maintain a physical infrastructure that meets the changing needs of students, staff and the college's programs**
- 6. Provide students and employees with an engaging and rewarding campus life and environment**



# Grossmont College

## The 2007/08 Adopted Budget

- **Furthers the college's vision, mission, and goals.**
- **Supports goals and/or priorities specified in the Educational Master Plan.**
- **Provides for recommendations made through Program Review, Staffing, Technology, Facilities and Planning Committees.**
- **Has a positive impact on students and the community.**



# Grossmont College

## The 2007/08 Adopted Budget will allow us to:

- **Stabilize and Increase Enrollment** – by maintaining our targeted base of 12,516 FTES and possibly expanding our enrollment by at least 1% (Goals #1, #2, and #6)
- **Address Staffing Needs** – by hiring 4 new faculty and 3 classified staff (Goals #1 and #4).
- **Renovate and Build New Facilities** – (Goal #5)
  - Renovate Exercise Science and Athletic facilities
  - Build a multi-story parking structure
  - Build a Science and Health Professions Building





# Grossmont College

## The 2007/08 Adopted Budget will also allow us to:

- **Address unanticipated cost increases in various construction projects (Goal #3).**
- **Fund anticipated increases in utility costs – to meet cost and usage increases (Goal #3).**
- **Increase Campus Marketing and Outreach – to maintain and increase enrollment (Goal #2).**
- **Continue to support faculty and staff professional development opportunities (Goal #6).**



# Grossmont College

## 2007/08 Budget Impact on Students

- **Increased Sections – are currently offering 111 sections over last year’s fall schedule**
- **Enhanced variety of courses in all divisions due to new buildings and staff**
- **Construction of new parking structure addresses number one concern of students – adequate parking**
- **The college will identify, through collegial consultation processes, an effective solution to address needs in the areas of student services and student center.**



# *Grossmont College*

*Questions?*



# Cuyamaca College

*Dr. Geraldine M. Perri*  
*President*



## *“Plans Which Guide the Budget Process”*

- *Strategic Plan 2004-10* outlines major short- and long-term institutional priorities
- *Annual Implementation Plan* identifies key activities for the year
- *Academic & Technology Master Plans* highlight instructional goals, activities and needs
- *Student Services Master Plan* defines divisional priorities and needs



# *Budget Planning Process*

- 1. Budget Committee outlines criteria for funding**
- 2. Baseline operational expenses are funded**
- 3. Vice President's present top priorities for additional funding based on Master Plans**
- 4. Budget Committee, in collaboration with the President's Cabinet, develops the Adoption Budget and items to be funded**



# *Budget Criteria*

- **Ensure student access to learning**
- **Increase & support full-time faculty & staff contract positions**
- **Support new facilities**
- **Support ongoing institutional planning & accreditation priorities**
- **Support the quality of the overall educational experience**



# ***FY 07/08 Adoption Budget Plan Funds***

- 1. Increased Mandatory Expenses**
  - Payroll, Benefits, Utilities & Contracts**
  
- 2. FTES Restoration Activities**
  - Added Class Sections, increased Outreach & Marketing**
  
- 3. Board Faculty & Staff Commitment**
  - 8 F/T Faculty, 6 Classified Staff**
  
- 4. Top Master Plan Priorities**





# *Benefits to Students*

- 1. Increased Student Access** – expanded outreach campaigns, added 106 class sections, providing alternative schedule formats and delivery systems
- 2. Enhanced Support Services** - increased assessment, counseling, academic advisement, and tutoring services
- 3. Quality of the Overall Educational Experience** - more access to full-time faculty & counselors, state-of-art equipment and instructional classroom supplies
- 4. Institutional Environment** – support services from grounds, custodial, maintenance, and facilities



# *Cuyamaca College*

*Questions?*



# **District Services & Districtwide Budget**

*Sue Rearic*

*Interim Vice Chancellor*

*Business Services*



# District Services

*(Pages 21 – 24)*

- Operational departments such as:  
Campus Police, Fiscal Services, Human Resources, Facility Planning, Technology, Payroll, etc.
- Budgets built on baselines from 1997
- Increased by compensation adjustments



# Districtwide

*(Page 25-28)*

- Bargaining Commitments
- Information Systems & Technology
- Retiree Cost
- DW Insurance
- DW Operating Cost such as DW memberships & Credit Card fees



# General Fund Restricted Funds

- Revenue Summary *(Page 8)*
- Expenditure Summary *(Page 11)*
- Program budgets are based on estimates. Once the State issues official allocations, updates will be brought to the Board



# Political Landscape of State Budget

*Dana Quittner*

*Associate Vice Chancellor*



# General Fund Summary

- **Adoption Budget**
  - Funds available for distribution are based on Income Allocation Formula
  - Restoration of FTES continues to be critical
- **Next Steps**
  - State updates on One-Time Funds
  - State updates on Categorical Funds





# **Part II**

# **Supplemental Funds**

*(Pages 29 – 48)*



# Fund 40

## Capital Outlay Projects Fund

- The Adoption Budget column amounts are for the full balance of the projects, not just for the 2007/08 year
- Separate pages for Capital Projects Funds and Prop R
- *Pages 38 – 45*



# **GASB 45**

*(Page 48)*

- Reflects the Initial Allocation in 2006/07
- 2007/08 Develop Plan & Update Actuarials
- Must be GASB compliant in 2008/09



# Other Supplemental Funds

- Bookstore Funds *(Pages 30-31)*
- Child Development Funds *(Pages 32-33)*
- Ornamental Horticulture *(Page 34)*
- ASCC *(Page 35)*
- Student Center-Construction Funds *(Pages 36-37)*
- Self Insurance Fund *(Page 46)*
- Student Rep Fee Fund *(Page 47)*



# Other District Funds Summary

- Scholarship & Loan Fund

2006/07 was \$259,338

- Student Financial Aid Fund

(including Cal Grants, Pell Grants, and Federal Workstudy)

2006/07 was \$9,922,546



# Conclusion

- Today is the GB Workshop
- Next Tuesday, 9/18 the Budget will return for Board Action
- Please contact us with any questions.

