

# **CERRITOS COLLEGE**

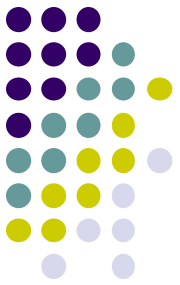
## **2010-11**

### **PROPOSED TENTATIVE BUDGET**

### **SUMMARY**



DAVID EL FATTAL  
LOLA RIZKALLAH  
BUSINESS SERVICES  
JUNE 23, 2010



# 2010-11 BUDGET AT-A-GLANCE

The May Revise version of the Governor's 2010-11 Proposed State Budget essentially mirrors the January proposal with an estimated budget shortfall of \$19.1B.

For the California Community Colleges:

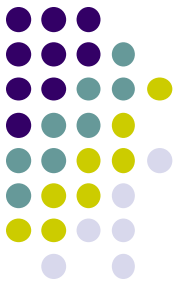
Key features that are consistent in January and May include:

- 2.2% enrollment growth
- - 0.38% negative COLA

Key changes new in the May Revise include:

- A downward revision of \$6 Million in 2010-11 local property taxes;
- A reduction of approximately \$ 6M in TANF (Temporary Assistance for Needy Families) funds as a result of a proposed elimination of the CalWORKs program; and
- A \$26.7M categorical flexibility provision

# 2010-11 BUDGET AT-A-GLANCE



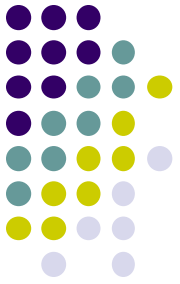
## Now at the Legislature

The May Revise is just the beginning phase of a budget process that has now moved forward toward legislative deliberations. In fact, we now have four “plans”: one each from the Governor, Legislative Analyst’s Office (LAO), Senate and Assembly.

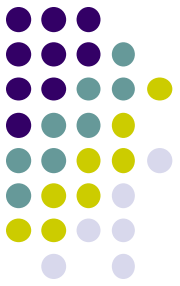
## Some of the highlights from these plans:

- Increase in State revenues
- Suspension of Proposition 98
- Funding reduction of Physical Education courses
- Increase student fees to \$40 per unit
- Legislative consideration of new revenue options
- Enrollment funding
- Rejecting negative COLA and cuts to EOPS and Part-Time Faculty Compensation

# 2010-11 BUDGET At-A-GLANCE



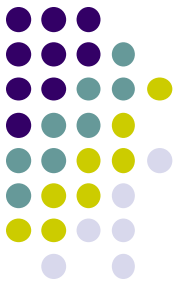
- Most of the “budget watchers” expect this budget season to be a “long, hot summer” with prolonged budget talks delivering an adopted budget maybe as late as September or October.
- We will continue to provide details about the State’s budget and its impact on Cerritos College as the information becomes available.



# GENERAL FUND UNRESTRICTED



# 2010-11 BUDGET ASSUMPTIONS



## ESTIMATED REVENUES:

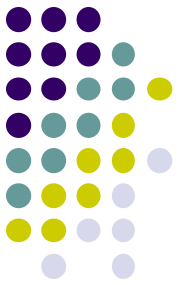
Revenue assumptions reflect the marginal loss of \$320,600 negative COLA & \$140,000 student fee revenue shortfall.

## ESTIMATED EXPENDITURES:

Expenditures reflect a net marginal increase as follows:

- Health & Welfare: \$400,000
  - Step and Column: \$500,000
  - Utilities and other rate driven: \$250,000
  - PERS Rate Increase: \$306,588
  - No Board Election for 2010: (\$726,600)
- \$729,988

# 2010-11 BUDGET ASSUMPTIONS



## CASH FLOW PROJECTION

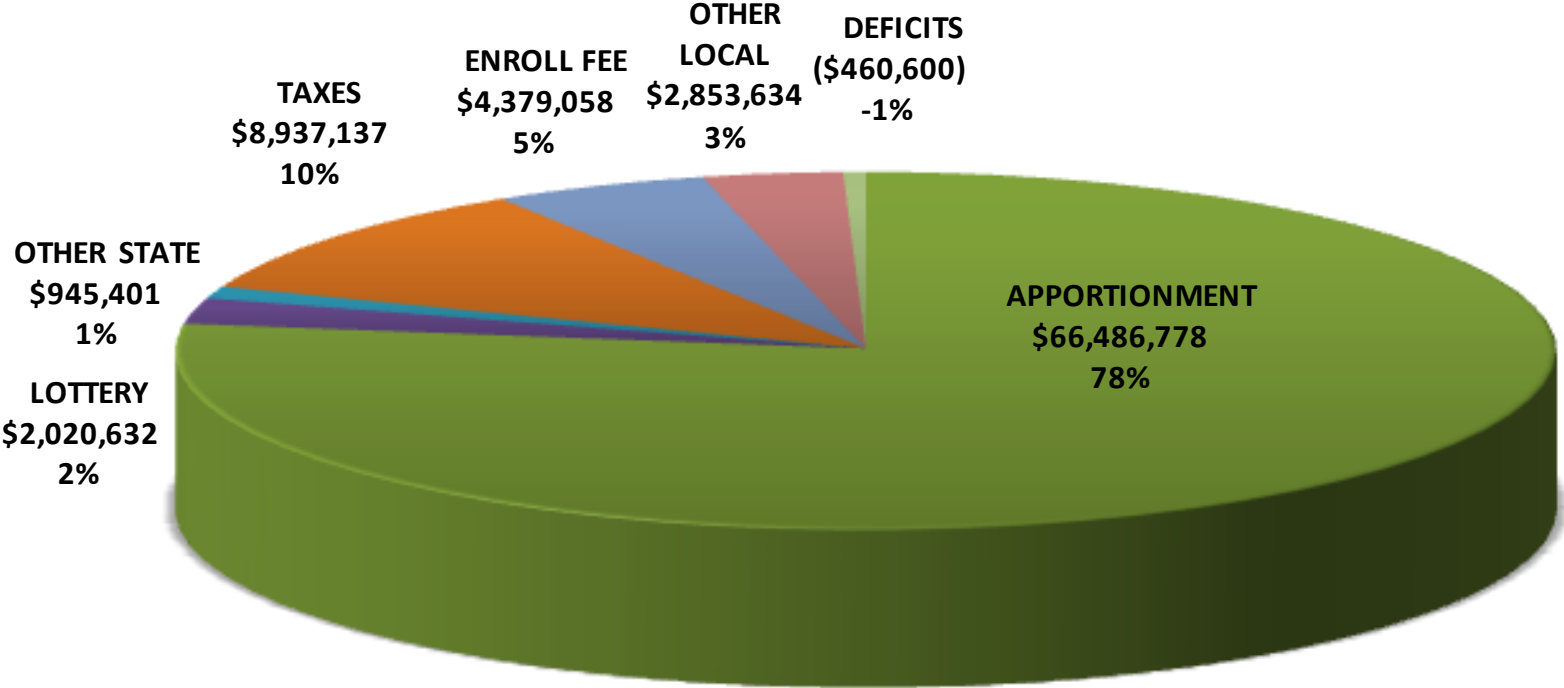
- As of June 8, 2010, Cerritos College has, on hand, a total of \$10,563,418 in cash, of which \$7,465,048 are General Fund-Unrestricted and \$3,098,370 are General Fund-Categorical.
- There is no apportionment payment scheduled for the month of June 2010.
- By year-end 2009-10, the State would have owed us a total of \$15,235,873 that was deferred over a period of one year. This is higher than last year's deferral by \$3.7M. The State has promised to pay this amount during the month of July 2010.
- The State will not provide any 2010-11 apportionment revenues to community colleges until a state budget is adopted.

# PROJECTED REVENUE

CERRITOS COMMUNITY COLLEGE DISTRICT  
2010-11 PROPOSED TENTATIVE BUDGET  
GENERAL FUND - UNRESTRICTED SUMMARY (FUND 01.0)



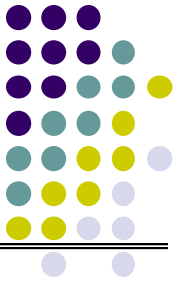
## GENERAL FUND REVENUE



# BEGINNING BALANCE & PROJECTED REVENUE

## CERRITOS COMMUNITY COLLEGE DISTRICT

### 2010-11 PROPOSED TENTATIVE BUDGET



#### GENERAL FUND - UNRESTRICTED SUMMARY (FUND 01.0)

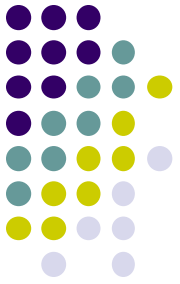
	2009-10 ADOPTED BUDGET	2009-10 PRELIM DRAFT P-1 CURRENT BUDGET	2009-10 REVENUE/ EXPENSES AS OF 5/21/10	2010-11 PROPOSED TENTATIVE BUDGET
NET BEGINNING BALANCE	\$11,585,566	\$11,585,566	\$11,585,566	\$10,800,000
<b>INCOME</b>				
FEDERAL	\$0	\$0	\$443,691	\$0
STATE				
APPORTIONMENT	\$71,105,724	\$66,486,778	\$45,723,956	\$66,486,778
DEFICIT DUE TO PROPERTY TAX SHORTFALL	(\$2,811,839)	\$0		\$0
COLA DEFICIT	\$0		\$0	(\$320,600)
LOTTERY	\$2,020,632	\$2,020,632	\$895,321	\$2,020,632
OTHER STATE	\$1,900,519	\$1,900,519	\$1,186,135	\$945,401
LOCAL				
TAXES	\$6,684,162	\$9,146,594	\$7,807,866	\$8,937,137 A)
ENROLLMENT FEE	\$5,171,391	\$4,379,057	\$4,429,388	\$4,379,058
ENROLLMENT FEE REVENUE SHORTFALL				(\$140,000)
OTHER LOCAL	\$3,086,338	\$3,101,389	\$2,934,926	\$2,853,634
MARGINAL REVENUE ASSUMPTIONS	\$0	\$0	\$0	\$0
<b>TOTAL INCOME</b>	<b>\$87,156,927</b>	<b>\$87,034,969</b>	<b>\$63,421,282 B)</b>	<b>\$85,162,040</b>
<b>NET BEGINNING BALANCE &amp; INCOME</b>	<b>\$98,742,493</b>	<b>\$98,620,535</b>	<b>\$75,006,848</b>	<b>\$95,962,040</b>

A) Reflects a reduction of 2.29%

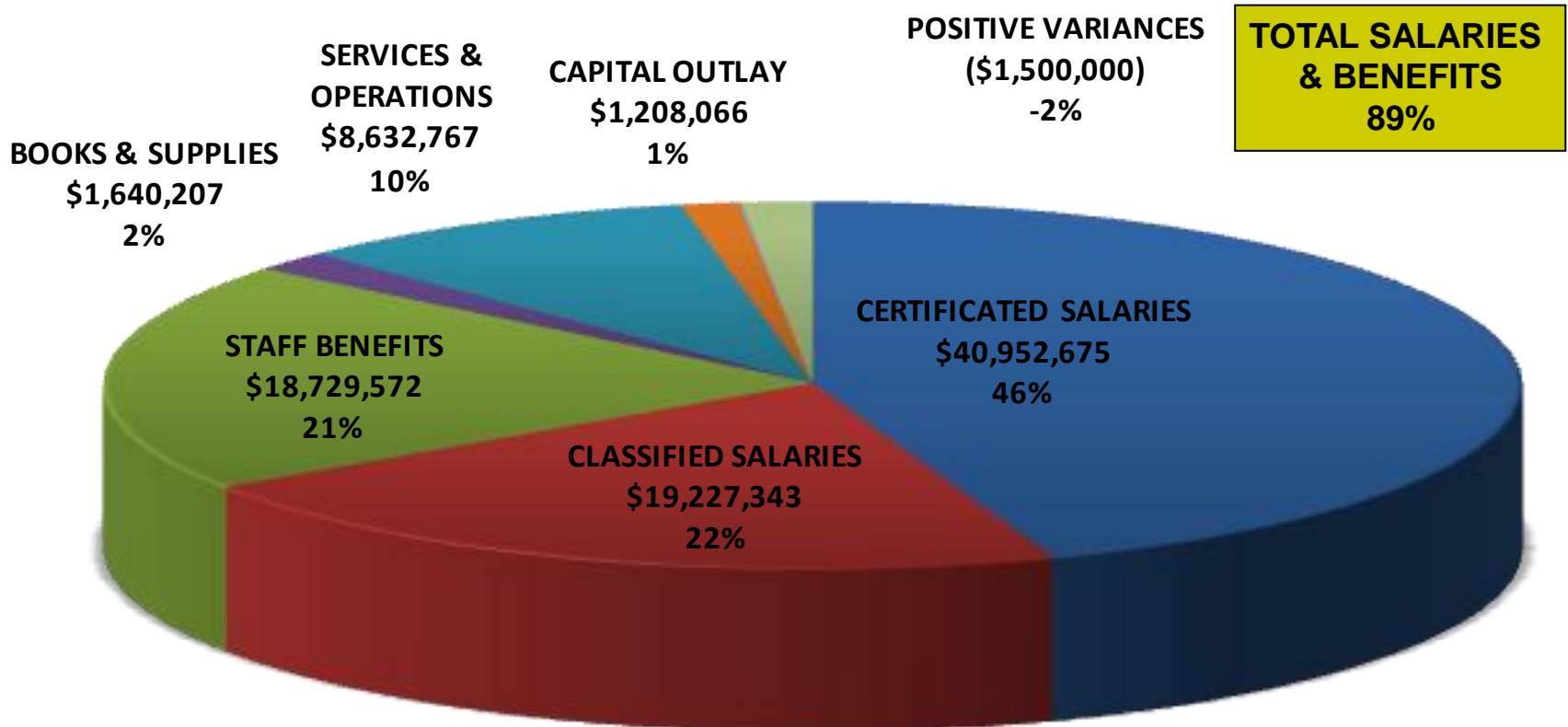
B) State owes Cerritos College \$15 million in deferrals

# PROJECTED EXPENDITURES

CERRITOS COMMUNITY COLLEGE DISTRICT  
2010-11 PROPOSED TENTATIVE BUDGET  
GENERAL FUND - UNRESTRICTED SUMMARY (FUND 01.0)



## GENERAL FUND EXPENDITURES



# PROJECTED EXPENDITURES



## CERRITOS COMMUNITY COLLEGE DISTRICT

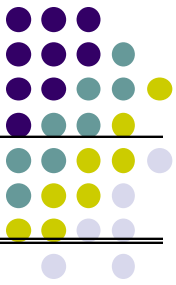
### 2010-11 PROPOSED TENTATIVE BUDGET

#### GENERAL FUND - UNRESTRICTED SUMMARY (FUND 01.0)

	2009-10 ADOPTED BUDGET	2009-10 PRELIM DRAFT P-1 CURRENT BUDGET	2009-10 REVENUE/ EXPENDITURES AS OF 5/21/10	2010-11 PROPOSED TENTATIVE BUDGET
<b>EXPENDITURES</b>				
CERTIFICATED SALARIES	\$42,950,271	\$41,681,728	\$33,946,465	\$40,952,675
CLASSIFIED SALARIES	\$19,606,700	\$19,112,978	\$15,284,700	\$19,227,343
STAFF BENEFITS	\$18,181,907	\$17,529,815	\$13,966,194	\$18,729,572
BOOKS & SUPPLIES	\$1,640,207	\$1,735,247	\$1,075,301	\$1,640,207
SERVICES & OPERATIONS	\$9,483,663	\$9,230,654	\$5,624,732	\$8,632,767
CAPITAL OUTLAY	\$1,208,066	\$1,262,410	\$429,069	\$1,208,066
SUPPORT FOR CATEGORICAL PROGRAMS	\$0	\$60,000	\$0	\$60,000 C)
OTHER OUTGO	\$9,447	\$7,962	\$5,006	\$9,447
VACANT FACULTY POSITIONS TO BE FILLED IN 2010-11	\$0	(\$1,369,300)	\$0	\$0
POSITIVE VARIANCES	(\$500,000)	(\$1,500,000)	\$0	(\$1,500,000)
	<b>\$92,580,261</b>	<b>\$87,751,494</b>	<b>\$70,331,467</b>	<b>\$88,960,077</b>

C) Amount currently undetermined-more info to follow at a later date

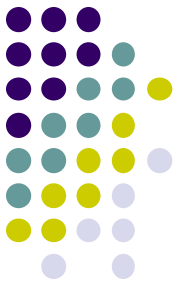
# PROJECTED RESERVES & ENDING BALANCE

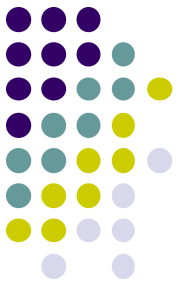


## GENERAL FUND - UNRESTRICTED SUMMARY (FUND 01.0)

	2009-10 ADOPTED BUDGET	2009-10 PRELIM DRAFT P-1 CURRENT BUDGET	2009-10 REVENUE/ EXPENSES AS OF 5/21/10	2010-11 PROPOSED TENTATIVE BUDGET
<b>RESERVES</b>				
STATE MANDATED @ 5% DESIGNATED:	\$4,725,263	\$4,725,263	\$4,725,263	\$4,544,254
EQUIPMENT FOR INST., LIB. & PHY. PLANT	\$700,000	\$700,000	\$700,000	\$700,000
TECHNOLOGY NEEDS	\$500,000	\$500,000	\$500,000	\$500,000
CONSTRUCTION AUGMENTATIONS	\$200,000	\$200,000	\$200,000	\$200,000
GASB 45 RETIREE HEALTH BENEFIT FUND	\$500,000	\$500,000	\$500,000	\$500,000
SELF-INSURANCE FUND	\$25,000	\$25,000	\$25,000	\$25,000
ECONOMIC UNCERTAINTIES	\$400,000	\$400,000	\$400,000	\$400,000
UNDESIGNATED RESERVE	(\$188,031)	\$3,818,778	(\$2,374,881)	\$132,709
<b>TOTAL RESERVES</b>	<b>\$6,862,232</b>	<b>\$10,869,041</b>	<b>\$4,675,382</b>	<b>\$7,001,963</b>
<b>TOTAL EXPENSES &amp; ENDING BALANCE</b>	<b>\$98,742,493</b>	<b>\$98,620,535</b>	<b>\$75,006,848</b>	<b>\$95,962,040</b>
<b>ENDING BALANCE AS % OF EXPENDITURE</b>	<b>5.22%</b>	<b>9.97%</b>		<b>5.59%</b>

# GENERAL FUND RESTRICTED- CATEGORICAL





# 2010-11 BUDGET ASSUMPTIONS

## ESTIMATED REVENUES/EXPENDITURES:

For the fiscal year 2009-10, budget reductions are being implemented that will impact 2010-11.

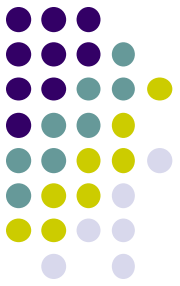
2009-10 programs were affected as follows:

- CalWORKs: (\$ 76,875)
  - Federal Work Study: (\$328,944)
  - EOPS: (\$162,673)
  - Matriculation: (\$500,563)
  - DSPS: (\$369,250)
- (\$1,438,305)

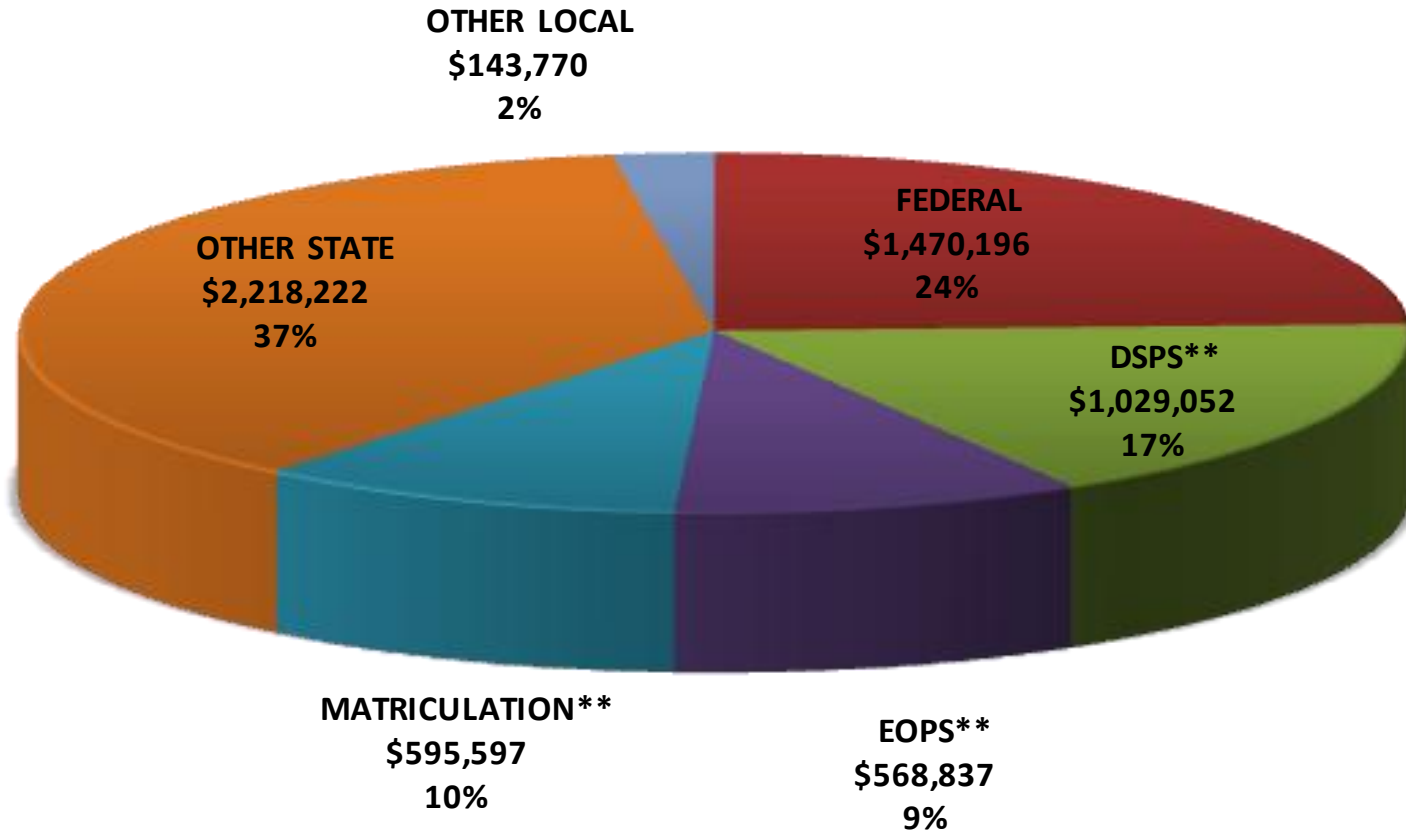
Currently we do not have any solid information for fiscal year 2010-11. The Tentative Budget only includes salaries & benefits for the above programs.

# PROJECTED REVENUE

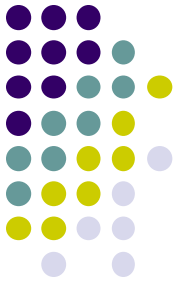
CERRITOS COMMUNITY COLLEGE DISTRICT  
2010-2011 PROPOSED TENTATIVE BUDGET  
GENERAL FUND - RESTRICTED SUMMARY (FUND 01.3)



## GENERAL FUND - RESTRICTED REVENUE



# BEGINNING BALANCE & PROJECTED REVENUE



CERRITOS COMMUNITY COLLEGE DISTRICT

2010-2011 PROPOSED TENTATIVE BUDGET

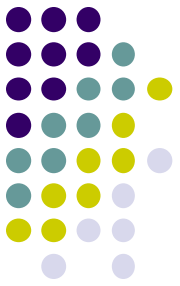
## GENERAL FUND - RESTRICTED SUMMARY (FUND 01.3)

	2009-10 ADOPTED BUDGET	2009-10 REVISED BUDGET	2009-10 REVENUE/ EXPENDITURES AS OF 5/21/10	2010-11 PROPOSED TENTATIVE BUDGET
<b>NET BEGINNING BALANCE</b>	<b>\$3,581,648</b>	<b>\$3,581,648</b>	<b>\$3,581,648</b>	<b>\$3,581,648</b>
<b>INCOME</b>				
<b>FEDERAL</b>				
<b>STATE</b>				
<b>DSPS**</b>	\$1,452,535	\$1,452,535	\$923,146	\$1,029,052
<b>EOPS**</b>	\$818,422	\$866,671	\$597,715	\$568,837
<b>MATRICULATION**</b>	\$1,034,338	\$1,034,338	\$459,936	\$595,597
<b>OTHER STATE</b>	\$3,971,406	\$3,246,044	\$2,781,525	\$2,218,222
<b>LOCAL</b>				
<b>OTHER LOCAL</b>	\$404,038	\$352,790	\$274,807	\$143,770
<b>DISTRICT SUPPORT</b>	\$0	\$0	\$0	\$0
<b>TOTAL INCOME</b>	<b>\$9,292,330</b>	<b>\$10,089,176</b>	<b>\$6,506,826</b>	<b>\$6,025,674</b>
<b>NET BEGINNING BALANCE &amp; INCOME</b>	<b>\$12,873,978</b>	<b>\$13,670,824</b>	<b>\$10,088,474</b>	<b>\$9,607,322</b>

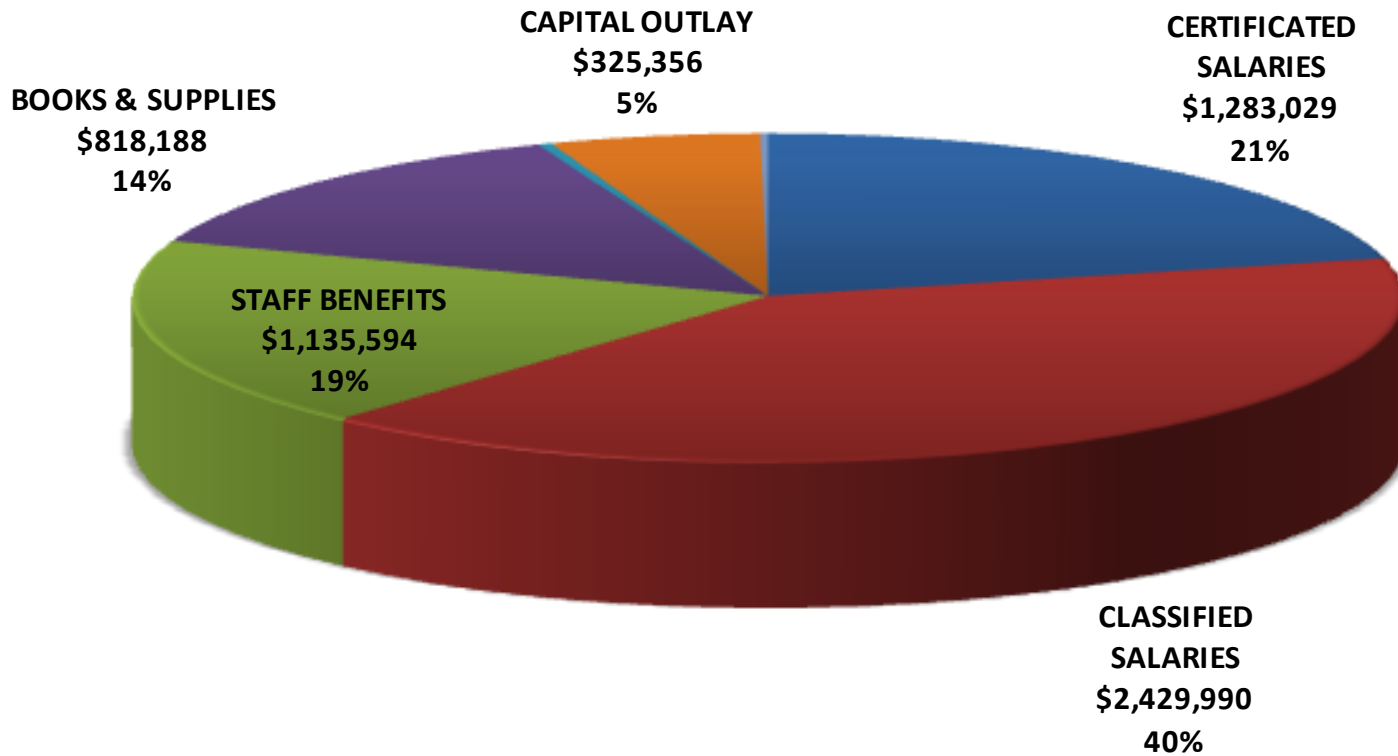
\*\* Budget transfers of approximately \$1M in reductions are in progress

# PROJECTED EXPENDITURES

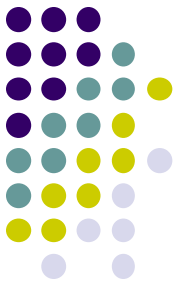
CERRITOS COMMUNITY COLLEGE DISTRICT  
2010-2011 PROPOSED TENTATIVE BUDGET  
GENERAL FUND - RESTRICTED SUMMARY (FUND 01.3)



## GENERAL FUND - RESTRICTED EXPENDITURES



# PROJECTED EXPENDITURES & ENDING BALANCE

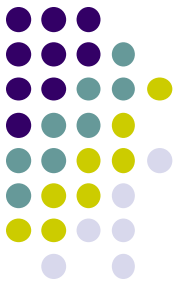


CERRITOS COMMUNITY COLLEGE DISTRICT

2010-2011 PROPOSED TENTATIVE BUDGET

## GENERAL FUND - RESTRICTED SUMMARY (FUND 01.3)

	2009-10 ADOPTED BUDGET	2009-10 REVISED BUDGET	2009-10 REVENUE/ EXPENDITURES AS OF 5/21/10	2010-11 PROPOSED TENTATIVE BUDGET
<b>EXPENDITURES</b>				
CERTIFICATED SALARIES	\$1,161,990	\$2,441,569	\$1,741,352	\$1,283,029
CLASSIFIED SALARIES	\$2,147,801	\$3,626,794	\$3,103,331	\$2,429,990
STAFF BENEFITS	\$1,037,186	\$1,492,962	\$1,153,570	\$1,135,594
BOOKS & SUPPLIES	\$3,090,973	\$3,346,544	\$289,862	\$818,188
SERVICES & OPERATIONS	\$435,858	\$752,891	\$397,637	\$21,557
CAPITAL OUTLAY	\$550,222	\$753,036	\$302,433	\$325,356
OTHER OUTGO	\$326,056	\$367,067	\$249,574	\$11,960
<b>TOTAL EXPENDITURES</b>	<b>\$8,750,086</b>	<b>\$12,780,863</b>	<b>\$7,237,759</b>	<b>\$6,025,674</b>
<b>ENDING BALANCE</b>	<b>\$4,123,892</b>	<b>\$889,961</b>	<b>\$2,850,715</b>	<b>\$3,581,648</b>
<b>TOTAL EXPENSES &amp; ENDING BALANCE</b>	<b>\$12,873,978</b>	<b>\$13,670,824</b>	<b>\$10,088,474</b>	<b>\$9,607,322</b>



# The End

- For any questions, please contact
- David El Fattal [delfattal@cerritos.edu](mailto:delfattal@cerritos.edu)
  - Ext 2242
- Lola Rizkallah [rizkallah@cerritos.edu](mailto:rizkallah@cerritos.edu)
  - Ext 2266

# Thank You