

# Budget Update

Board Study Session

February 4<sup>th</sup> 2015

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Vice-President, Finance & Administration

# Overview

- Update on FY 2014-15
- Highlights of Governor's FY 2015-16 Proposal
- Questions

FY 2014-15  
General Fund

<b>REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE</b>		<b>Proposed Budget 2014-15</b>	<b>Projected Yr Totals 2014-15</b>
<b>REVENUES:</b>			
Federal Sources		\$	\$
State Sources		30,049,589	30,049,589
Local Sources		16,187,418	16,187,418
	<b>Total Revenue</b>	<b>46,237,007</b>	<b>46,237,007</b>
<b>EXPENDITURES:</b>			
Academic Salaries		19,452,036	20,277,404
Other Staff Salaries		9,228,064	9,761,492
Employee Benefits		12,769,496	12,186,577
Supplies & Materials		458,838	378,275
Services & Other Operating		4,737,792	4,781,819
Strategic Proposals		300,000	191,083
	<b>Total Expenditures</b>	<b>46,946,226</b>	<b>47,576,650</b>
<b>EXCESS REVENUES (EXPENDITURES)</b>		<b>(709,219)</b>	<b>(1,339,643)</b>
<b>OTHER FINANCING SOURCES (USES):</b>		<b>(665,000)</b>	<b>(590,000)</b>
<b>FUND BALANCE INCREASE (DECREASE)</b>		<b>(1,374,219)</b>	<b>(1,929,643)</b>
<b>BEGINNING FUND BALANCE:</b>		<b>4,342,715</b>	<b>4,342,715</b>
<b>ENDING FUND BALANCE</b>		<b>\$ 2,968,496</b>	<b>\$ 2,413,072</b>
		<b>6.23%</b>	<b>5.07%</b>

# FY 2014-15 Analysis

## Expenditure Increases/Decreases

- Classes (\$535k)
- Release/Coordinator Time (\$338k)
- Benefits \$514k

## Cost Reduction Initiatives

- Reorganization WDCE/SBDC \$25k
- Defer OPEB payment to FY 2015-16 \$320k
- SSSP/SEP \$150k

FY 2014-15  
Encroachments on the  
Unrestricted General Fund  
Results through December 2014

WDCE (activities suspended Dec 2014)

(\$151k)

SBDC

(\$24k)

Child Development Center

(\$91k)

Estimated Annualized Impact

(\$381k)

# Governor's FY 2015-16 Budget Proposal

	(in Millions)
Base Allocation Funding	\$125
2% Growth	\$106.9
1.58% Cost-of-Living Adjustment	\$92.4
Eliminate last Apportionment Deferrals	\$94.5
One-time funds to pay down Prior-Year Mandates	\$351.1
Student Success Programs	\$200
Adult Education	\$500
Enhanced Non-Credit Rate	\$49
Career Technical Education Pathways Program	\$48
Proposition 39	\$39.6
Awards for Innovation in Higher Education	\$25
Apprenticeship	\$29.1

No Enrollment Fee Increase

SP Direct - January 20, 2015  
Governor's Budget Workshop

*"... Everyone was very upbeat about the budget ...  
We need to ensure we do not make long term  
commitments with a budget increase that may be  
temporary."*