

2009 Spring Budget Forum



Overview of the State Budget

The Governor's Plan – “ A Responsible Budget: The 4-Legged Stool”

“This four-legged approach will balance our budget, make government more efficient, and help stimulate our economy by putting people to work.”

Governor Arnold Schwarzenegger 1/7/09

The **Four-Legged** Approach to solving the state's \$42 billion deficit

- Leg 1 - **Spending Reductions** – \$14.9 billion in reductions - Education \$8.4 billion in Prop 98 related reductions
- Leg 2 - **Revenue Increases** - \$12.5 billion over 2 years - Increases in Sales Tax, Vehicle License Fee, Personal Income Tax, and a reduction to the Dependent Credit

The **Four-Legged** Approach to solving the state's \$42 billion deficit

- Leg 3 – **Economic Stimulus** Incentives that keep jobs in CA or bring them back to CA
- Leg 4 – **Making Government More Efficient**
More flexibility in the spending of Categorical Education Funding, Reorganizing of the state's IT functions, Reorganizing of the state's energy and recycling functions under one office

California Community Colleges Budget 2008-09

- Eliminates the Cost-of-living adjustment -\$39.8 million - a .68% COLA increase
- Reduces state funding for mandates -\$4 million

California Community Colleges Budget 2008-09

- Defers \$340 million in 2008-09 cash payments from January, February, March and April to June and the June payment to October
Reduces Prop 98 guarantee - ongoing for 2009-10 fiscal year
- Delays repayment of \$200 million June to July deferral

Citrus College 2008-09 Budget Revisions

IMPACT

- No COLA
- Reduced Growth Dollars
- 1-2% Deficit

Citrus College 2008-09 Budget Revisions

ADJUSTMENTS

- Reduced Class Sections
- Reduced On-Call Support
- Reduced Travel
- Deferred Equipment Purchases
- Vacant Positions Frozen

Citrus College 2008-09 Budget Revisions

GOAL

- Ending Balance @ 2007-08 Levels

California Community Colleges Budget 2009-10

- **Funds** 3% Enrollment Growth (\$185.4 million, enough funds for 36,000 Full-time equivalent students FTES)
- **Maintains** funding for Competitive Cal Grants (Provides 22,500 grants annually to needy non-traditional students)

California Community Colleges Budget 2009-10

- Repay K-12 and community colleges \$9.3 billion over seven years beginning in 2011-12
Measure to be placed on next statewide ballot
- Eliminates any funding for COLA - \$0
- Maintains \$20 per unit fee
- Maintains funding for Competitive Cal Grants
- Maintains all courses at current funding rates

Budget Calendar Flowchart - 2009

Budget Office

State

Cost Center Managers

Financial Resources Committee

Board of Trustees

Budget Roll Over
3/09

Governor's Proposed Budget
2/09

Create Budget Calendar & send to Financial Resources Committee for Approval
3/09

Approve Budget Calendar
3/17/09

Create & Distribute Budget Sheets
4/8/09

Receive & Review Budget Sheets
4/09 -> 5/8/09

Approve Budget Calendar
4/7/09

Staffing Adjustments and Augmentation
5/8 -> 6/9/09

Requests for staffing and augmentation
5/8/09

Governor's May Revised Budget
5/09

Send Tentative Budget to Financial Resources Committee
6/9/09

Approve Tentative Budget
6/9/09

Approve Tentative Budget
6/16/09

Adjust Budget based on State budget updates
3/09 -> 8/09

Governor's Final Budget
7/09

Adopt District Budget
9/15/09

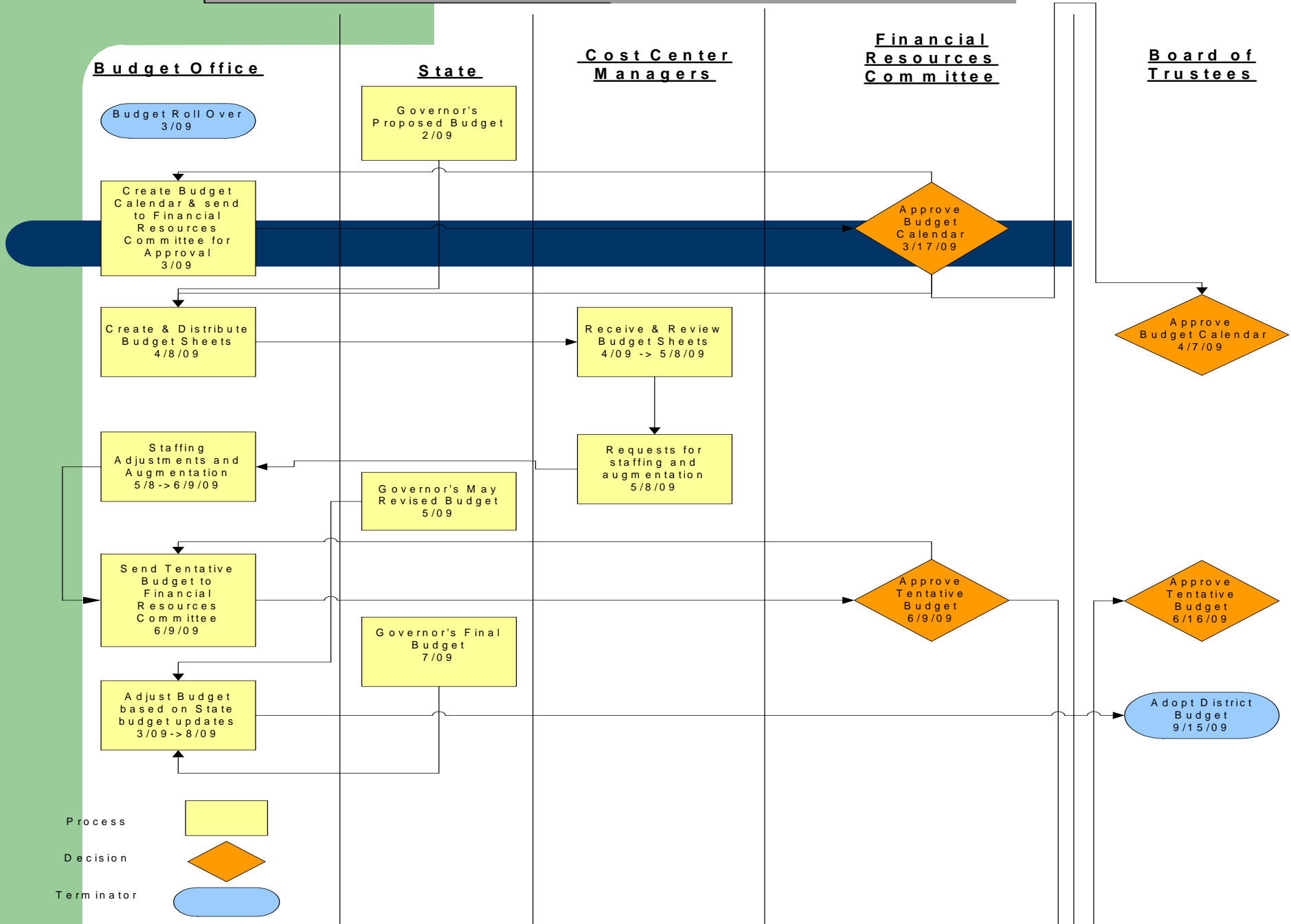
Process



Decision



Terminator



CITRUS COMMUNITY COLLEGE DISTRICT BUDGET CALENDAR 2009-2010

- 3/17/09 Budget Calendar and Budget Assumptions approved by Financial Resources Committee
- 4/7/09 Budget Calendar and Budget Assumptions provided to Board of Trustees
- 4/8/09 Budget Worksheets out to Superintendent, Vice Presidents and Cost Center Managers
- 5/8/09 Budget Worksheets due to Business Office
- 6/9/09 Tentative Budget reviewed by Financial Resources

Budget Calendar 2009-2010 Cont.

6/16/09 Adoption of Tentative Budget by Board of Trustees

July and August Monitor State budget developments making modifications to Tentative Budget

9/15/09 Adopt District Budget for 2009-2010

Citrus College 2009-10 Budget Assumptions

- Contractual Agreements
- Step/Column/Class
- Health Benefits
- Maintain a 5% Reserve throughout the year

QUESTIONS AND ANSWERS

