

# State Center Community College District

Board of Trustees Meeting  
August 7, 2012

2012-2013 Budget Update



# 2012-2013 State Budget



	State Impact		SCCCD Impact	
	TAX INITIATIVE		TAX INITIATIVE	
	<u>Fails</u>	<u>Passes</u>	<u>Fails</u>	<u>Passes</u>
State Apportionment	-\$338M	*\$855M	-\$8.3M	*\$23.8M
Deferrals	-\$961M	-\$801.1M	-\$28M	-\$23.3M
Restoration		\$50M		\$1.1M

\*Assumes Tax Initiative collects \$855M in estimated revenues  
(actual collections could be **significantly less**)



# Projected Deferrals 2012-2013

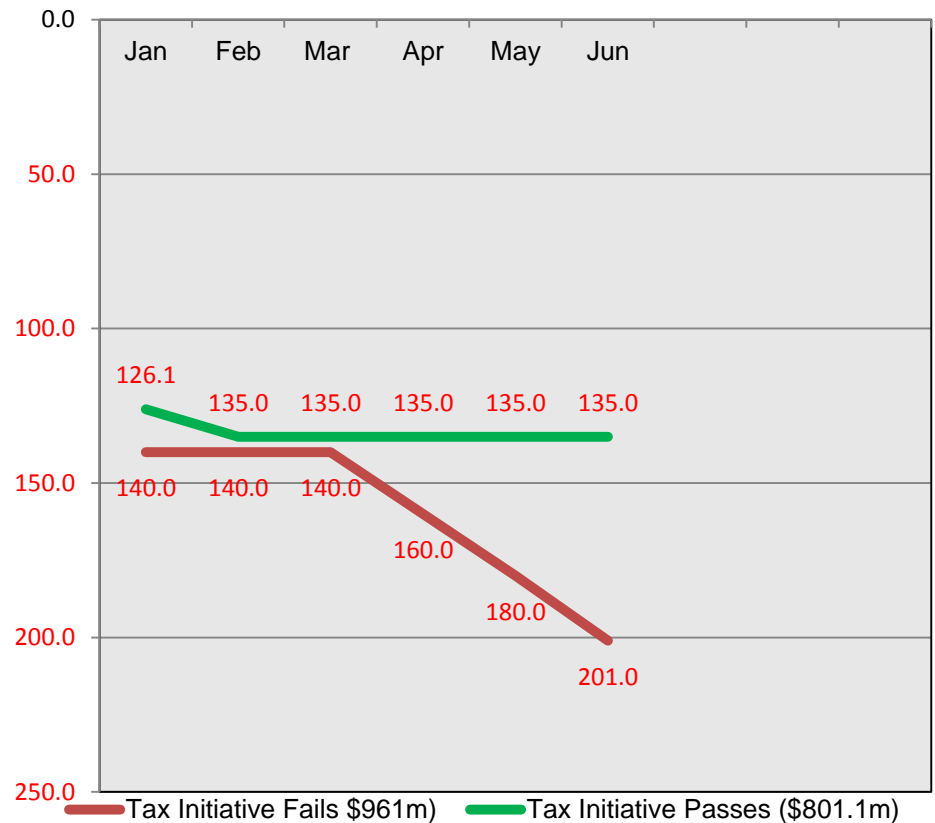


## Tax Initiative Fails

Deferral		Repayment	
January 2013	\$ 140,000,000	July 2013	\$ 140,000,000
February 2013	\$ 140,000,000	July 2013	\$ 140,000,000
March 2013	\$ 140,000,000	July 2013	\$ 140,000,000
April 2013	\$ 160,000,000	July 2013	\$ 160,000,000
May 2013	\$ 180,000,000	July 2013	\$ 180,000,000
June 2013	\$ 201,000,000	October 2013	\$ 201,000,000
<b>Total</b>	<b>\$ 961,000,000</b>	<b>Total</b>	<b>\$ 961,000,000</b>

## Tax Initiative Passes

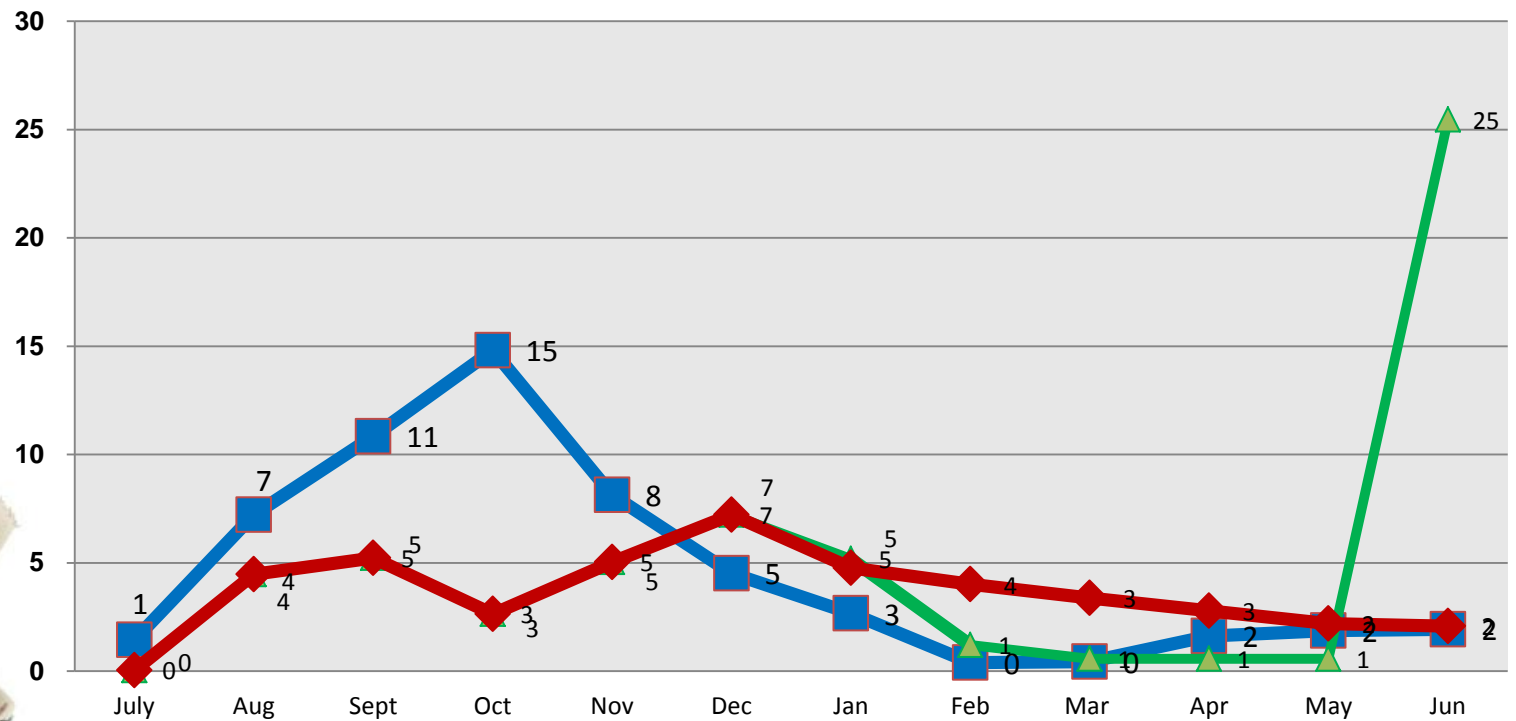
Deferral		Repayment	
January 2013	\$ 126,094,000	July 2013	\$ 126,094,000
February 2013	\$ 135,000,000	July 2013	\$ 135,000,000
March 2013	\$ 135,000,000	July 2013	\$ 135,000,000
April 2013	\$ 135,000,000	July 2013	\$ 135,000,000
May 2013	\$ 135,000,000	July 2013	\$ 135,000,000
June 2013	\$ 135,000,000	July 2013	\$ 135,000,000
<b>Total</b>	<b>\$ 801,094,000</b>	<b>Total</b>	<b>\$ 801,094,000</b>



# Cash Flow (in Millions \$)



■ 2011-12    ▲ 2012-13 (Tax Initiative Passes)    ◆ 2012-13 (Tax Initiative Fails)



# 2012-2013 Budget Update



	Tentative Budget	Final Budget
2011-12 General Fund Resources	\$ 128.1M	\$ 128.1M
Workload Reduction ( <b>Tax Initiative Fails</b> )	\$ (6.4M)	\$ (8.3M)
Estimated 2012-13 General Fund Resources	\$ 121.7M	\$ 119.8M
2011-12 Budgeted Expenditures (Allocation)	\$ (134.7M)	\$ (134.7M)
2012-13 Budget Adjustments (Step/Column, etc.)	\$ (1.3M)	\$ (1.3M)
<b>Estimated Deficit for 2012-13</b>	<b>\$ (14.3M)</b>	<b>\$ (16.2M)</b>
Budget Solutions to Balance:		
Core Restructuring	\$ (3.4M)	\$ (3.4M)
Concessions	\$ (6.0M)	\$ (6.0M)
Use of Reserves	\$ (4.9M)	\$ (4.9M)
Additional Deficit to Address		\$ (1.9M)



# New Budget Shortfall Solution



	<u>6/5/2012</u>	<u>7/3/2012</u>	<u>Difference</u>
<b>Reserves Balance 6/30/11</b>	\$ 41,314,383	\$ 41,314,383	
Adjustments to Reserves FY 2011-12			
2011-12 Budget Use of Reserves	\$ (4,934,747)	\$ (4,934,747)	
2011-12 Lottery Decision Package	\$ (4,129,028)	\$ (4,129,028)	
Mid-Year Reduction Plan (Trigger Cuts)	\$ (941,200)	\$ (941,200)	
February Surprise (shortfall in enrollment fees & property taxes)-Improvement per May Revise	\$ (760,000)	\$ 540,000	\$ 1,300,000
2011-12 Lottery Revenues	\$ 3,450,000	\$ 3,450,000	
Total Adjustments to Reserves FY 2011-12	\$ (7,314,975)	\$ (6,014,975)	\$ 1,300,000
<b>Estimated Reserve Balance at 6/30/12</b>	<u>\$ 33,999,408</u>	<u>\$ 35,299,408</u>	<u>\$ 1,300,000</u>
Adjustment to Reserves FY 2012-13			
2012-13 Lottery Decision Package	\$ (3,950,000)	\$ (3,950,000)	
Proposed Use of Reserves 2012-13 Budget	\$ (4,900,000)	\$ (6,800,000)	\$ (1,900,000)
RDA Mandated Block Funding @ \$28/FTES		\$ 650,000	\$ 650,000
Estimated 2012-13 Lottery Revenue	\$ 2,800,000	\$ 2,800,000	
Total Estimated Adjustments to Reserves FY 2012-13	\$ (6,050,000)	\$ (7,300,000)	\$ (1,250,000)
<b>Estimated Reserve Balance at 6/30/13</b>	<u>\$ 27,949,408</u>	<u>\$ 27,999,408</u>	<u>\$ 50,000</u>



# 2012-2013 Enrollment Cap & Target



Credit FTES Cap	23,488					
	Tentative Budget					
2012-13	SCCCD	FCC	RC	WI	MC	OC
<b>Tax Initiative Fails</b>	100.00%	63.00%	18.24%	11.63%	5.98%	1.15%
Cr FTES Target (2.00%)	23,958	15,094	4,370	2,786	1,433	275
Projected Fall 2012* 4-1-12	12,634	7,516	2,505	1,592	858	163
Spring 2013	11,324	7,578	1,865	1,194	575	112
Summer 2013	-	-	-	-	-	-

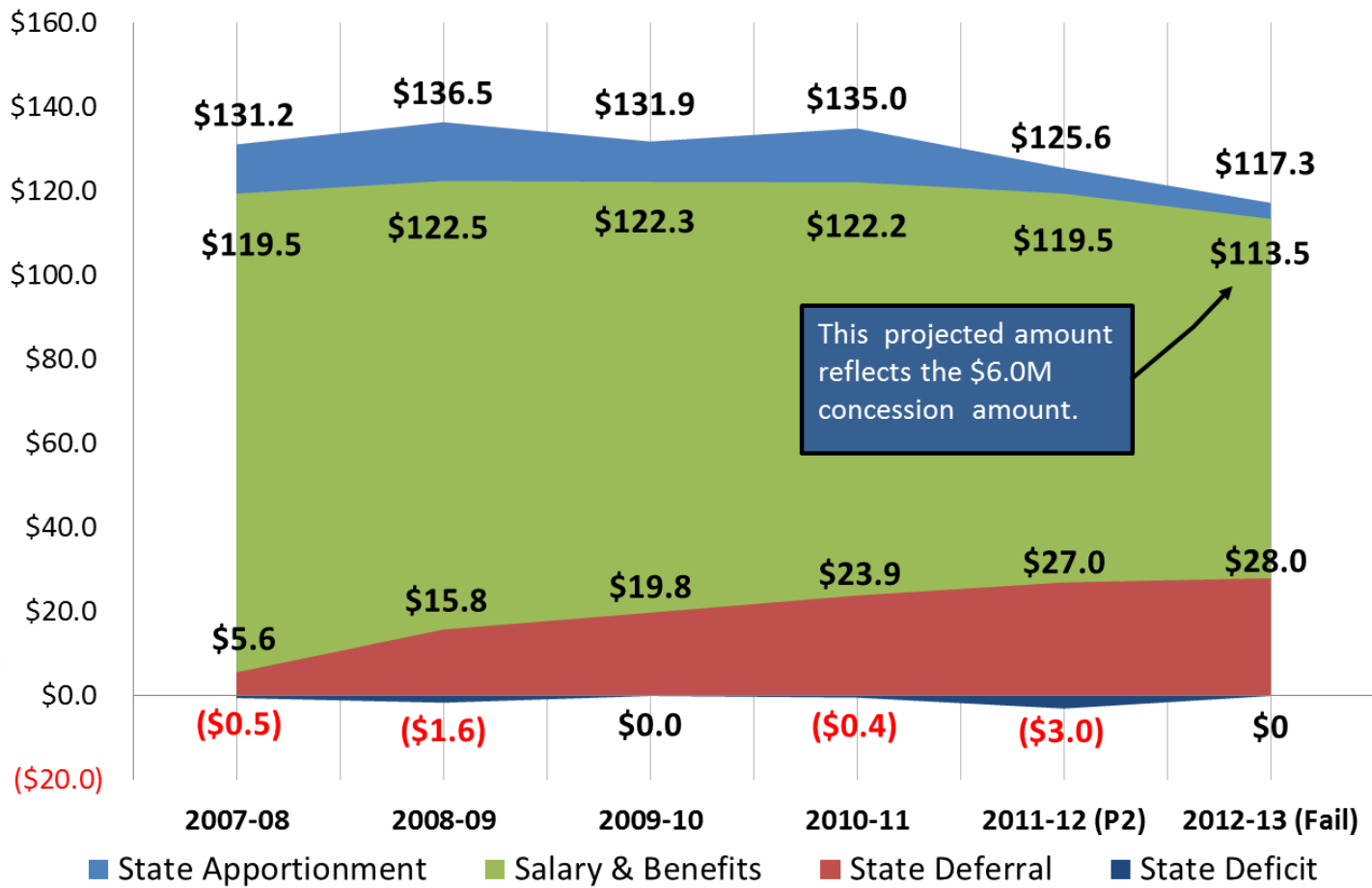
Credit FTES Cap	23,064					
	Proposed Final Budget					
2012-13	SCCCD	FCC	RC	WI	MC	OC
<b>Tax Initiative Fails</b>	100.00%	63.00%	18.24%	11.63%	5.98%	1.15%
Cr FTES Target (3.88%)	23,958	15,094	4,370	2,786	1,433	275
Projected Fall 2012* 4-1-12	12,634	7,516	2,505	1,592	858	163
Spring 2013	10,891	7,305	1,785	1,144	549	108
Summer 2013	433	273	80	50	26	4



# SCCCD – Apportionment/General Fund Trending



(in Millions)





# Questions?

