

# ANTELOPE VALLEY COMMUNITY COLLEGE 2009-2010 ADOPTED BUDGET

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October 12, 2009



# ANTELOPE VALLEY COMMUNITY COLLEGE 2009-2010 ADOPTED BUDGET

## ASSUMPTIONS - GENERAL FUND

- NO COLA
- NO GROWTH
- \$1 MILLION SHORTFALL (Prior year reduction/property tax shortfall/mid-year cuts)
  - DEFICIT SPENDING
- CATEGORICAL PROGRAMS – ARRA Funding
  - SCE Under Billed Amount (\$769K)

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## *Deeper Deficit*

State Controller John Chiang released the latest state revenues last week. His report notes that state revenues are approximately *\$1 billion short of what is estimated in the latest budget deal*. The report notes that the largest part of the lower revenues comes from lower than anticipated income tax receipts, which are down 11%. This puts the *current-year budget about \$1 billion in the red*. The Department of Finance has estimated that the 2010-11 budget will have a \$7.4 billion deficit while the LAO has estimated that deficit to be closer to \$8 billion.

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## SOUTHERN CALIFORNIA EDISON SCENARIO

Full Amount of Under Billed Amount	\$ 769,434.00
Proposed Payment Plan = \$769,434.00/4 installments	\$ 192,358.50
SCE Plan - \$769,434.00/3 This amount will also be added to the annual billing for the corrected billing *Subject to increases	* \$ 256,478.00
2009-2010 Budget Adjustment	
1st Installment - Payment Plan	\$ 192,358.50
Annual Billing Adjustment	\$ 256,478.00
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Total for 2009-2010 Budget	\$ 448,836.50
Difference to be applied to proposed shortfalls in schedule reduction/mid-year cuts	\$ 320,597.50

# ANTELOPE VALLEY COMMUNITY COLLEGE 2009-2010 ADOPTED BUDGET

Course Reduction Estimate as of 9/10/2009

Term	Summer	Fall	Winter	Spring	Total LHE	FTES (.95*LHE)
LHE						
2008/2009	1,661	5,656	630	5,701	13,648	
2009/2010	1,573	5,567	133	4,832	12,105	11,500
Difference	-88	-89	-497	-869	-1,543	
\$/LHE	\$ 1,229.08	\$ 1,229.08	\$ 1,229.08	\$ 1,229.08		
\$ Change	<b>\$ (108,159.04)</b>	<b>\$ (109,388.12)</b>	<b>\$ (610,852.76)</b>	<b>\$ (1,068,070.52)</b>		
Total					<b>\$ (1,896,470.44)</b>	

Course Reduction Estimate as of 10/12/2009

Term	Summer	Fall	Winter	Spring	Total LHE	FTES (.95*LHE)
LHE						
2008/2009	1,661	5,656	630	5,701	13,648	
2009/2010	1,574	5,664	117	4,855	12,210	11,600
Difference	-87	8	-513	-846	-1,438	
\$/LHE	\$ 1,229.08	\$ 1,229.08	\$ 1,229.08	\$ 1,229.08		
\$ Change	<b>\$ (106,929.96)</b>	<b>\$ 9,832.64</b>	<b>\$ (630,518.04)</b>	<b>\$ (1,039,801.68)</b>		
Total					<b>\$ (1,767,417.04)</b>	

AVC Reduced  
Instructional  
Expenditures      \$ 1,900,000.00

Est. Diff                      \$ (132,582.96)  
(Potential Additional  
Shortfall)

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Term	LHE	FTES	Annual FTES	Funded FTES	Target FTES
Summer 2009	1,574	1,324	11,738	11,107	11,500
Fall 2009	5,664	5,546	Overage	631	238
Winter 2010	117	115	Underfunded (\$4565/FTES)	\$ 2,882,142	\$ 1,088,097
Spring 2010	4,855	4,754	Cost (\$1229/LHE)	\$ 783,775	\$ 295,899
<b>Total</b>	<b>12,210</b>	<b>11,738</b>			

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LET'S LOOK AT THE  
2009-2010 ADOPTED BUDGET



ANTELOPE VALLEY COMMUNITY COLLEGE  
2009-2010 ADOPTED BUDGET

2010-2011 AT A GLANCE



		2008-2009 Adopted Budget	2008-2009 Actuals	2009-2010 Adopted Budget	2010-2011 Tentative Budget (est.)
<b>Beginning Fund Balance</b>		3,680,514	3,680,514	4,892,391	3,507,153
<b>REVENUE</b>					
8100-8200	Federal	27,681	19,641	22,600	22,600
8600-8700	State	50,003,720	49,534,885	47,203,652	48,193,445
8800	Local	9,409,749	10,762,262	9,646,076	9,604,369
<b>Total Revenue</b>		59,441,150	60,316,788	56,872,328	57,820,414
<b>Total Beginning Balance and Revenue</b>		63,121,664	63,997,302	61,764,719	61,327,567
<b>EXPENDITURES</b>					
1100-1400	Academic Salaries	29,884,697	29,785,398	27,890,901	28,169,810
2100-2400	Classified Salaries	11,256,249	10,745,876	10,554,550	10,660,096
3100-3800	Employee Benefits	11,395,857	10,851,393	11,465,654	12,429,691
4100-4700	Supplies	1,719,894	1,378,317	1,220,456	1,220,456
5100-5800	Other Operating Costs	4,384,075	5,408,283	6,230,963	5,827,063
6100-6700	Capital Expenditures	359,237	97,584	100,000	100,000
<b>Total Expenditures</b>		59,000,009	58,266,852	57,462,525	58,407,116
7100-7600	Other Outgo	944,920	838,059	795,041	795,041
<b>Total Expenditures &amp; Other Outgo</b>		59,944,929	59,104,911	58,257,566	59,202,157
<b>Reserves</b>					
COLA		0	0	0	0
Growth		0	0	0	0
One-Time 06-07		0	0	0	0
Basic Skills		0	0	0	0
Instructional Block Grant		0	0	0	0
Parking		259,925	278,249	250,000	250,000
Prop 20		0	0	0	0
TTIP		0	0	0	0
Contingency for mid-year cuts		0	0	1,000,000	1,000,000
<b>Ending Fund Balance</b>		<b>3,176,735</b>	<b>4,892,391</b>	<b>3,507,153</b>	<b>2,125,410</b>
<i>Unrestricted Reserve</i>		<b>5.30%</b>	<b>8.28%</b>	<b>6.02%</b>	<b>3.59%</b>
<b>Surplus/Deficit</b>		<b>-503,779</b>	<b>1,211,877</b>	<b>-1,385,238</b>	<b>-1,381,743</b>

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## Concerns: Accreditation

*<http://www.acswasc.org/faq.htm#7>*

- 13. Have developed an adequate financial base to give reasonable assurance of continuing financial stability.

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QUESTIONS

