



Antelope Valley Community College Office of Business Services

Special Meeting of the Board of Trustees

Budget Forecast
Friday, February 26, 2010

Presented By: Deborah Wallace, Vice President



Antelope Valley Community College

Special Meeting of the Board of Trustees

AGENDA

- Where are we?
 - Estimates 2009-2010 (Handout)
 - Effects of the State-wide Deferral (Handout)
- 2010-2011 Budget
- Budget Planning



Antelope Valley Community College

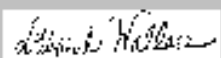
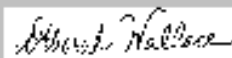
Special Meeting of the Board of Trustees

Where are we?

2009-2010 Fiscal Year Ending

- ✓ 2008-2009 Recalculation ?
- ✓ AB 8X 5—Funding Deferral – March Payment – Defer to May ?
- ✓ Deferral interest expense
- ✓ Focus on managed growth
- ✓ Budget monitoring and freezing
- ✓ Deficit spending

Antelope Valley College
 General Fund Unrestricted Trial Balance
 As of 2/24/2010

Object	Description	2009-2010* Budget	Current Year (CY) As of 2/23/2010 Actuals	Prior Year (PY) As of 2/23/2009 Actuals	Prior Yr to Current Diff	% Diff	Estimates to Actuals to Budget			
							2008-2009 PY Actuals	Diff PY Act. & PY As of Date Actuals	Diff PY Act. & As of Date PY Actuals +CY	Est. Actuals to Budget Diff
Revenues										
8100-8200	Federal	22,600.00	362,646.00	0.00	(362,646.00)	16.04%	19,640.52	19,640.52	382,286.52	359,686.52
8600-8700	State	47,203,652.00	27,352,244.26	32,234,092.51	4,881,848.25	0.5795%	49,534,884.93	17,300,792.42	44,653,036.68	(2,550,615.32)
8800	Local	9,646,078.00	6,720,138.33	6,601,870.92	(118,267.41)	0.6967%	10,762,252.36	4,160,381.44	10,880,519.77	1,234,443.77
		56,872,328.00	34,435,028.59	38,835,963.43	4,400,934.84	0.6055%	60,316,777.81	21,480,814.38	55,915,842.97	(956,485.03)
Expenditures										
1000	Academic Salaries	28,074,292.00	15,795,490.61	16,276,008.65	480,518.04	0.5626%	29,785,398.67	13,509,390.02	29,304,880.63	1,230,588.63
2000	Classified Salaries	10,780,009.00	6,404,266.56	6,232,387.20	(171,879.36)	0.5941%	10,745,876.35	4,513,489.15	10,917,755.71	137,746.71
3000	Employee Benefits	10,979,756.00	5,561,887.35	5,861,109.14	299,221.79	0.5066%	10,851,393.23	4,990,284.09	10,552,171.44	(427,584.56)
4000	Instruct Supplies/Materials	1,192,385.00	644,501.47	848,253.89	203,752.42	0.5405%	1,378,317.25	530,063.36	1,174,564.83	(17,820.17)
5000	Other Operating/Contracts	6,347,974.00	3,603,584.06	3,316,832.55	(286,751.51)	0.5677%	5,408,262.80	2,091,450.25	5,695,034.31	(652,939.69)
6000	Capitalized Items	88,108.00	0.00	11,277.48	11,277.48	0	97,584.01	86,306.53	86,306.53	(1,801.47)
7000	Other Outgo	795,041.00	533,705.72	674,376.43	140,670.71	0.6713%	823,130.50	148,754.07	682,459.79	(112,581.21)
		58,257,565.00	32,543,435.77	33,220,245.34	676,809.57	0.5566%	59,089,982.81	25,869,737.47	58,413,173.24	155,608.24
		(1,385,237.00)								
	Beginning Fund Balance		4,900,965.56	3,827,434.45	1,073,531.11		3,827,434.45		4,900,965.56	
	Audit Adjustments		12,692.72	0.00	12,692.72		(153,263.89)		0.00	
	Difference in Revs/(Exp)		1,891,592.82	5,615,718.09	(3,724,125.27)	Deficit	1,226,795.00		(2,497,330.27)	
	Ending Fund Balance		6,805,251.10	9,443,152.54	(2,637,901.44)	if negat	4,900,965.56		2,403,635.29	
			20.9113%	28.4259%	-389.7553%		8.2941%		4.1149%	
							3,403,635.29		(2,497,330.27)	Est. Deficit
	Reconciliation	Reconciliation	(0.00)	0.00			5.83%		1,000,000.00	Add back mid
	Where should we be?	Where should we be? (% income and expenditures)	66%						0.00	Int./Spring Sav.
									(1,497,330.27)	
	Available Cash - Unrestrict.	Available Cash - Unrestricted	\$5,166,513.66	5,447,978.17						
Reviewed by:										
		Deborah Wallace	Deborah Wallace							
		*Budget Augmentation Approved 2-8-2010								



2009-2010
Actuals

Antelope Valley Community College

Special Meeting of the Board of Trustees

2010-2011 Budget

- ❑ Statewide budget deficit of \$20 billion
- ❑ \$1 billion in deferrals again!
- ❑ Deferrals will force community colleges to borrow
- ❑ Expenditure increases without additional revenues
- ❑ Deficit spending
- ❑ Palmdale FTES SB 361 Funding?
- ❑ No COLA, or Negative COLA

Antelope Valley Community College

Special Meeting of the Board of Trustees

2010-2011 Budget

Expenditure Increases/Concerns/Unknowns:

- ❑ Health and Welfare Increases (Other Benefits ?) - \$300K +
- ❑ No backfill of categorical funds – ARRA - \$362K
- ❑ U/I Increase (2-17-10) - \$175K
- ❑ Step/Column Increases - \$300K +
- ❑ Utilities Increases - \$100K +
- ❑ Software Licenses (Banner) \$150K +

Total = \$1,387,000

Antelope Valley Community College

Special Meeting of the Board of Trustees

Budget Planning



- ❑ COLA – $<.68\%>$
- ❑ Possible Apportionment Shortfalls
- ❑ Frozen Positions – Additional cuts
- ❑ Recalculation 2011 – Palmdale Center FTES (SB 361)
- ❑ FTES growth – $??\%$ (Allowable)
 - ❑ State-wide growth of 2% ($\$??m$)??
- ❑ Estimated FTES – 11,107 + (EM planning)
- ❑ Categorical Cuts – NO ARRA FUNDING/BACKFILLS \$362K
- ❑ Head Count – Est. 13,000 + (Spring 2010) Source: EM Report 2-19-10
- ❑ Palmdale Site Enrollment – 2,000 +
 - ❑ 1,000 + FTES (2009-2010)

Antelope Valley Community College

Special Meeting of the Board of Trustees

Budget Planning

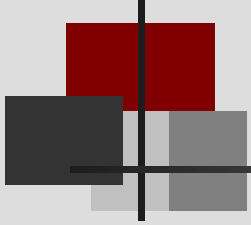
General Fund Unrestricted Budget Mitigation Strategy	2009-2010 Draft Adopted Budget	2010-2011 Projected Budget	2011-2012 Projected Budget	2012-2013 Projected Budget
Beginning Fund Balance	4,900,965	3,515,728	3,533,253	847,914
Estimated Revenues	56,872,328	58,089,579	58,147,911	59,106,341
Grand Total Revenues Plus Beginning Fund Balance	61,773,293	61,605,307	60,704,589	59,954,255
Estimated Expenditures	58,257,565	58,072,053	59,856,676	60,169,952
Ending Fund Balance	3,515,728	3,533,253	847,914	-215,697
Surplus/Deficit	(1,385,238)	(950,475)	(1,708,765)	(1,063,611)
Reserve	6.03%	6.08%	1.42%	-0.36%

Assumptions on all strategies

- Revenues remain flat in 2009-2010 and 2010-2011, No COLA's
- No Growth in 2009-2010 or 2010-2011
- Positions Remain Frozen
- Assumes receipt of Palmdale funding in 2010-2011
- Assumes 2% growth in 2012-2013

Antelope Valley Community College

Special Meeting of the Board of Trustees



QUESTIONS

