

VENTURA COUNTY  
COMMUNITY COLLEGE DISTRICT



EXECUTIVE SUMMARY  
2008-2009 ADOPTION BUDGET  
OCTOBER 14, 2008

# BUDGET HIGHLIGHTS

- For FY08, the District reported full restoration of 1,110 FTES and growth of 458 FTES. The impact of this increase is reflected in the base revenue for 2008-09.
- Based on current Board adopted policy of not budgeting growth revenue until after it is earned, no growth revenue from possible increased FTES for 2008-09 has been incorporated into this Adoption Budget.
- The Adoption Budget reflects an increase in compensation for faculty of 5.94% - for full-time a 5.07% general salary increase and an increase in service increment (longevity) rates, and for part-time a 4.73% increase distributed as pro-rata pay adjustments plus a new health insurance program; 5.96% for managers; and 6.00% for classified, supervisors and confidential employees.
- Health benefit costs increased only slightly over the past year (.07%) for all employee groups.
- The Adoption Budget includes .68% COLA in General Fund Unrestricted revenue. The full statutory COLA was 5.66%
- No increases in student fees were approved.
- Ventura College ended the 2007-08 year reporting above 10,000 FTES, a benchmark which now qualifies them as a “medium” college for state funding and provides the district with an additional \$554,000 in base funding.

**2008-09 ADOPTION BUDGET  
GENERAL FUND - UNRESTRICTED  
BALANCED BUDGET OVERVIEW**

|                    |             |
|--------------------|-------------|
| BUDGET ROLLOVER    | 1,232,094   |
| REVENUE            | 138,711,391 |
| TOTAL RESOURCES    | 139,943,485 |
|                    |             |
| TOTAL EXPENDITURES | 139,943,485 |

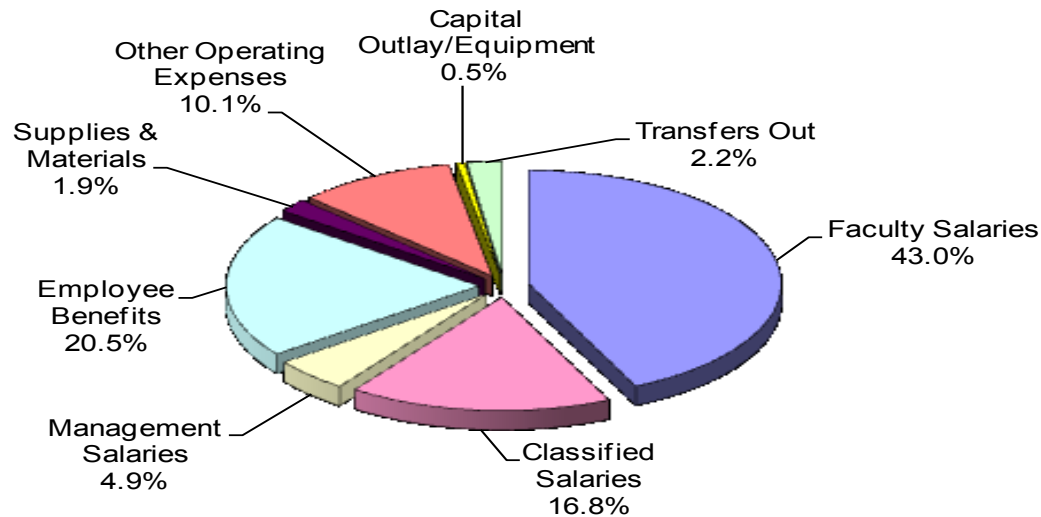
# 2008-09 ADOPTION BUDGET GENERAL FUND – UNRESTRICTED BUDGET COMPARISON

|   | 2007-08            |                      | 2008-09            |                      | Change from<br>Prior Year | Percent of<br>Change |
|---|--------------------|----------------------|--------------------|----------------------|---------------------------|----------------------|
|   | Actual<br>Expenses | Percent of<br>Budget | Adoption<br>Budget | Percent of<br>Budget |                           |                      |
| Faculty Salaries  | 57,469,054         | 43.4%                | 60,237,708         | 43.0%                | 2,768,654                 | 37.4%                |
| Classified Salaries   | 21,014,505         | 15.9%                | 23,508,853         | 16.8%                | 2,494,348                 | 33.7%                |
| Management Salaries   | 5,572,392          | 4.2%                 | 6,846,029          | 4.9%                 | 1,273,637                 | 17.2%                |
| Employee Benefits   | 26,867,665         | 20.3%                | 28,717,832         | 20.5%                | 1,850,167                 | 25.0%                |
| Supplies & Materials  | 1,775,659          | 1.3%                 | 2,675,849          | 1.9%                 | 900,190                   | 12.1%                |
| Other Operating Expenses                                      | 13,128,649         | 9.9%                 | 14,109,155         | 10.1%                | 980,506                   | 13.2%                |
| Capital Outlay/Equipment                                      | 927,670            | 0.7%                 | 714,483            | 0.5%                 | (213,187)                 | -2.9%                |
| Transfers In/Out  | 5,775,895          | 4.4% *               | 3,133,576          | 2.2%                 | (2,642,319)               | -35.6%               |
|   | 132,531,489        | 100.0%               | 139,943,485        | 100.0%               | 7,411,996                 | 100.0%               |
| * Does not include \$2.4 million in one-time use of reserves. |                    |                      |                    |                      | 5.59%                     |                      |

# 2008-09 ADOPTION BUDGET GENERAL FUND - UNRESTRICTED COMPARISON BY SITE

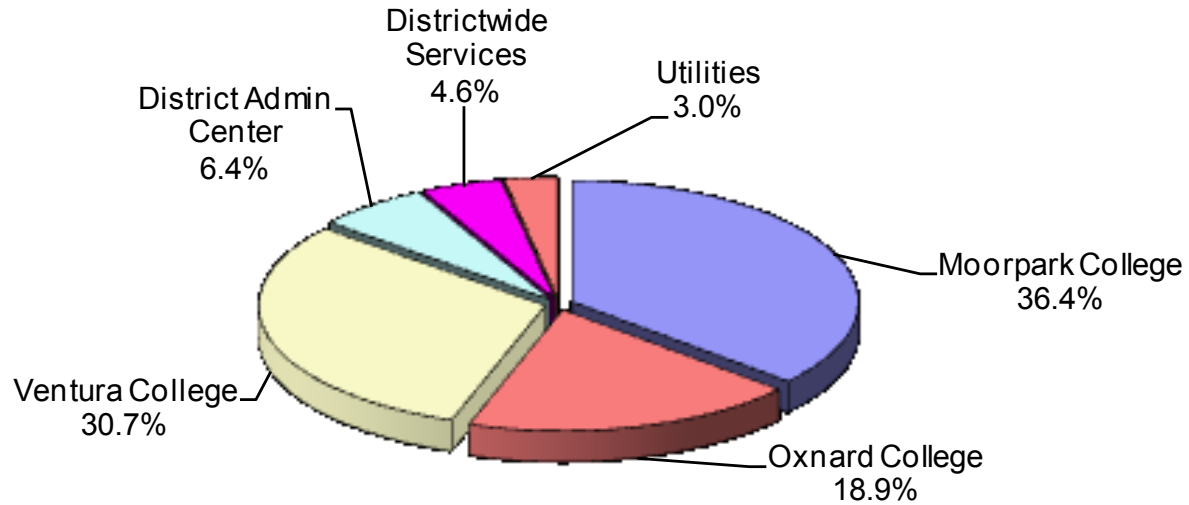
|   | <b>2007-08<br/>Actual<br/>Expense</b> |  | <b>2008-09<br/>Adoption<br/>Budget</b> |
|---|---------------------------------------|--|--|
| Moorpark College  | 47,933,393                            |  | 50,986,563                             |
| Oxnard College  | 25,159,813                            |  | 26,383,152                             |
| Ventura College   | 40,471,313                            |  | 43,016,061                             |
| District Administrative Ctr                                   | 8,494,597                             |  | 8,963,333                              |
| Districtwide Services   | 6,631,880 *                           |  | 6,409,376                              |
| Utilities   | 3,840,493                             |  | 4,185,000                              |
| <b>Total Expenses</b>   | <b>132,531,489</b>                    |  | <b>139,943,485</b>                     |
| * Does not include \$2.4 million in one-time use of reserves. |                                       |  |  |

# BY EXPENDITURE CATEGORY



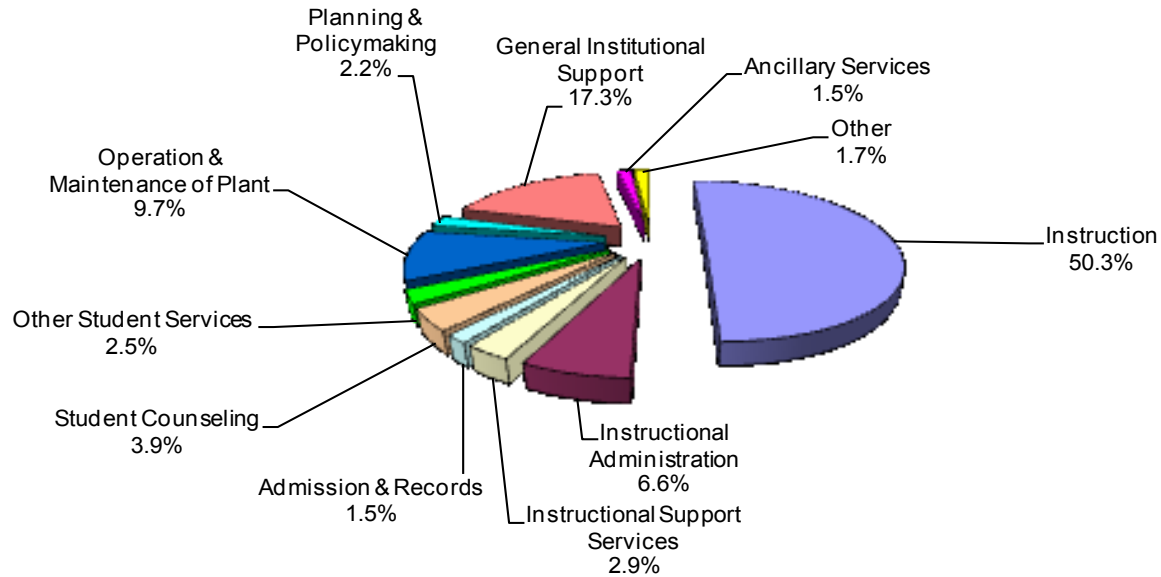
|                          |                    |               |         |
|--------------------------|--------------------|---------------|---------|
| Faculty Salaries         | 60,237,708         | 43.0%         | } 85.2% |
| Classified Salaries      | 23,508,853         | 16.8%         |         |
| Management Salaries      | 6,846,029          | 4.9%          |         |
| Employee Benefits        | 28,717,832         | 20.5%         |         |
| Supplies & Materials     | 2,675,849          | 1.9%          |         |
| Other Operating Expenses | 14,109,155         | 10.1%         |         |
| Capital Outlay/Equipment | 714,483            | 0.5%          |         |
| Transfers Out            | 3,133,576          | 2.2%          |         |
| <b>Total</b>             | <b>139,943,485</b> | <b>100.0%</b> |         |

# BY LOCATION



|                       |                    |               |
|-----------------------|--------------------|---------------|
| Moorpark College      | 50,986,563         | 36.4%         |
| Oxnard College        | 26,383,152         | 18.9%         |
| Ventura College       | 43,016,061         | 30.7%         |
| District Admin Center | 8,963,333          | 6.4%          |
| Districtwide Services | 6,409,376          | 4.6%          |
| Utilities             | 4,185,000          | 3.0%          |
| <b>Total</b>          | <b>139,943,485</b> | <b>100.0%</b> |

# BY PROGRAM



|                                  |                    |               |
|----------------------------------|--------------------|---------------|
| Instruction                      | 70,361,272         | 50.3%         |
| Instructional Administration     | 9,199,662          | 6.6%          |
| Instructional Support Services   | 4,053,602          | 2.9%          |
| Admission & Records              | 2,129,434          | 1.5%          |
| Student Counseling               | 5,473,219          | 3.9%          |
| Other Student Services           | 3,490,429          | 2.5%          |
| Operation & Maintenance of Plant | 13,565,621         | 9.7%          |
| Planning & Policymaking          | 3,016,129          | 2.2%          |
| General Institutional Support    | 24,189,431         | 17.3%         |
| Ancillary Services               | 2,102,123          | 1.5%          |
| Other                            | 2,362,563          | 1.7%          |
| <b>Total</b>                     | <b>139,943,485</b> | <b>100.0%</b> |



## 2008-09 ADOPTION BUDGET BUDGET SUMMARY BY FUND

|   | 2008-09<br>Adoption Budget | Percent of<br>Total |
|---|----------------------------|---------------------|
| General Fund - Unrestricted                         | 154,297,649                | 57.9%               |
| General Fund - Designated                           | 4,950,765                  | 1.9%                |
| General Fund - Restricted                           | 24,987,175                 | 9.4%                |
| Health Service Fund                                 | 4,349,794                  | 1.6%                |
| Parking Services Fund                               | 3,267,288                  | 1.2%                |
| Child Development Fund                              | 1,731,898                  | 0.6%                |
| Bookstore Fund                                      | 16,330,919                 | 6.1%                |
| Cafeteria Fund                                      | 2,026,195                  | 0.8%                |
| Internal Services Fund                              | 9,053,650                  | 3.4%                |
| Financial Aid Fund                                  | 13,234,319                 | 5.0%                |
| Capital Projects Fund *                             | 32,409,176                 | 12.2%               |
| Total All Funds                                     | 266,638,828                | 100.0%              |
| * Does not include Measure S funds of \$226,538,467 |                            |                     |

# 2008-09 BUDGETED RESERVES GENERAL FUND - UNRESTRICTED

|                                |                   |
|--------------------------------|-------------------|
| STATE REQUIRED MINIMUM - 5%    | 6,945,834         |
| REVENUE SHORTFALL CONTINGENCY  | 2,000,000         |
| UNALLOCATED                    | 5,408,330         |
| TOTAL RESERVES                 | <u>14,354,164</u> |
|                                |                   |
| DESIGNATED FOR BUDGET ROLLOVER | 1,232,094         |

# BUDGET CHALLENGES/OPPORTUNITIES

- The District is projecting moderate growth for FY09 but funding for that growth is constrained by the District 's growth cap as well as the amount of growth included in the state budget. The District is currently serving unfunded FTES, but doing so through improved productivity.
- The current negotiated agreements with AFT and SEIU have salary re-opener clauses for FY10.
- Minimal COLA was received in FY09 and the State is unlikely to fund any COLA for FY10. Current projection of statutory COLA for FY10 is 5.60%
- Senator Jack Scott, as Community College Chancellor, will give community colleges unprecedented presence in Sacramento.
- The FY09 State Budget did not resolve the State's structural problems, but rather just pushed them into the next year. Most of the proposed budget reforms (rainy day fund, temporary suspension of COLA) will require voter approval in the next statewide election (expected to be June 2009).

# BUDGET CHALLENGES/OPPORTUNITIES (CONTINUED)

- Last week, the State Controller confirmed that the state revenues for the first quarter of this fiscal year were \$1.1 billion (-5.4%) below the revenue assumptions included in this year's state budget. There is widespread belief that the current year budget is out of balance by at least \$5 billion, making the threat of mid-year cuts more significant.
- The collapse of the housing market presents a continued threat of a property tax shortfall.
- The securitization of the State Lottery is still being discussed; it is not known how this will effect the District in the future. The District, for example, is budgeting \$3 million of General Fund Unrestricted lottery revenues (and \$.4 million in Restricted Lottery) in FY 09. If securitization does not occur, there is an additional budget gap in FY10.
- The District must continue to emphasize an environment that ensures stability and sustainability of enrollment and revenue, and balance all needs to ensure that sustainability.