College Forum

Budget Status

March 17, 2009
The purpose of these college forums is to discuss Ventura College's three budget horizons:

- **Immediate:** Make mid-year reductions using one-time dollars. ($860,000 reduction 11/2008)
- **Next Year:** Make additional reductions using recurring dollars. (up to a 7% reduction = $3 million with no reductions to Full-time employees)
- **Longer Term:** Develop a sustainable budget by identifying college priorities and levels-of-service.
The suggestions are posted on the Luminis Portal.

- **Employee Cuts, Retirements, Freezes (18)**
  - “Golden handshakes/lower salary vs. higher salaries for faculty and classified”

- **Reduce District Management (10)**
  - “Cut out the waste at the district level. They are incredibly top heavy…”

- **Grants (14)**
  - “Encourage all faculty to search grant databases to subsidize their salaries…”

- **Partnerships/Donations (8)**
  - “Fundraisers, why not?” “Get private industry involved…”

- **Rent Facilities (12)**
  - “Activity market our facilities for rental …”
Your Feedback (190 Suggestions)

- **Increase the Activities at ICPD (8)**
  - “Move courses that do not apply to degrees or certificates to community education...”

- **Increase Student Fees (22)**
  - “Raise the tuition by $5.00.”

- **Reorganize Programs (7)**
  - “Need to better coordinate outreach efforts...”

- **Reorganize Operations (17)**
  - “Reduce meetings...reduce number of reports that are not necessary...”

- **Restructure Classes/Online (26)**
  - “Minimize the number of units required to complete a degree or certificate...”
Your Feedback (190 Suggestions)

- **Reduce Costs: Energy/Recycling (22)**
  - “Be more energy efficient by turning off lights…” “Reclaim water for irrigation…”

- **Reduce Costs: Purchasing/Printing (26)**
  - “Streamline procurement and recurring resupply procedures…”
$42 Billion State Budget Reduction

Federal Economic Stimulus Package

Governor's Plan

Legislative Analysts Proposal

State Legislature

State FY10 Budget

Ventura College FY10 Budget

District Office Plans 2% - 7% Cuts
Federal Economic Stimulus Package

- $787 billion nationwide
- $31 billion for California
- Legislative Analyst Office estimates $8 billion will be available for the State general fund.
  - The recently enacted state 2009-10 budget specifies that if the amount available to address the state's general fund budgetary problem is less than $10 billion, then annual state program reductions of nearly $1 billion and revenue increases of about $1.8 billion will go into effect.
- Legislature should make decisions regarding the stimulus funds to maximize the benefit to the general fund.
Impressive progress on balancing the 2009-10 Budget...

- $42 billion in solutions adopted by the Legislature
- Early adoption
- Includes revenue increases, spending reductions and deferrals (payments and borrowing).

but more needs to be done..

- An additional $8 billion revenue shortfall
- Short term solutions (revenue and expenses)

and, the budget relies on May election.

- Three ballot measures provide $6 billion
- If these measures fail then the Legislature will need to quickly balance the FY 2009-10 budget.
Need to prepare for FY10 midyear cuts in July
  - Adjustments to the budget will be made to account for any additional state shortfall ($8 billion) and the outcome of the May elections ($6 billion).

- COLA is not funded in the State budget.
- 1.76% FTES growth dollars were funded.
- Health insurance premium will increase about $1.5 million.
- The effects of collective bargaining are unknown.
- Adjustments to the Allocation Model
Unfunded FTES

- **Full-time Equivalent Students (FTES)**
  - This year’s FTES target for VCCCD (Base + Growth) is 26,844
  - VC’s FTES target is 10,201 (about 38% of district target)
  - As of 3/16/09 VC’s projected FTES for this year is 11,145
  - Projected unfunded FTES is 944
  - At $4,565 per FTES, the unfunded amount is $4,309,360 (the amount per FTES varies depending on the mix of credit and non-credit units earned).
  - This 944 unfunded FTES equates to about 236 unfunded sections (at 4 FTES per section).
Faculty Positions

VCCCD Full-Time Obligation (Fall, 2008)

<table>
<thead>
<tr>
<th>Full-Time Obligation</th>
<th>Moorpark</th>
<th>Oxnard</th>
<th>Ventura</th>
<th>District</th>
<th>Percent</th>
</tr>
</thead>
<tbody>
<tr>
<td>Full-time FTEF</td>
<td>182</td>
<td>100</td>
<td>136</td>
<td>418</td>
<td>51.5%</td>
</tr>
<tr>
<td>Part-time FTEF</td>
<td>173</td>
<td>75</td>
<td>146</td>
<td>394</td>
<td>48.5%</td>
</tr>
<tr>
<td>Total FTEF</td>
<td>355</td>
<td>175</td>
<td>282</td>
<td>812</td>
<td>100.0%</td>
</tr>
<tr>
<td>College Full-time FTEF %</td>
<td>51.3%</td>
<td>57.1%</td>
<td>48.2%</td>
<td></td>
<td></td>
</tr>
<tr>
<td>College Part-time FTEF %</td>
<td>48.7%</td>
<td>42.9%</td>
<td>51.8%</td>
<td></td>
<td></td>
</tr>
<tr>
<td>College Total %</td>
<td>100.0%</td>
<td>100.0%</td>
<td>100.0%</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

- Should be greater than 50%
- Needs to be greater than 50%
Faculty Positions

- **This Year**
  - Athletic Director
  - Chemistry
  - Librarian

- **Next Year**
  - English
  - Business
  - Art
  - Anatomy/Biology
  - Counselor
  - Basketball
Comparative Employee Groups Growth

VCCCD Fall 2008
State Funded FTES, Fulltime Equivalent Employees

Faculty FTE

Classified FTE

Student FTE

Managers FTE

Total FTES  Faculty  Classified Non Mgmt  Management
Given the campus feedback and other budget considerations, the following budget contingency plan was developed. This plan does not reduce any full-time employees. It converts and reduces hourly budgets, encumbers all discretionary general fund dollars, and offloads some general fund obligations to other discretionary funds (technology refresh and designated funds).
## The College’s Budget Contingency Plan

<table>
<thead>
<tr>
<th>Description</th>
<th>Anticipated Reduction</th>
<th>Targets 2%</th>
<th>Targets 4%</th>
<th>Targets 6%</th>
<th>Comments</th>
</tr>
</thead>
<tbody>
<tr>
<td>Eliminate general fund hourly counseling (categorical and grant funds)</td>
<td>100,000</td>
<td>50,000</td>
<td>50,000</td>
<td></td>
<td>Hire a full-time counselor</td>
</tr>
<tr>
<td>Reduce technology refresh account by 50%, spread over double the orig. period</td>
<td>300,000</td>
<td>150,000</td>
<td>150,000</td>
<td></td>
<td>Use refresh dollars to cover general fund costs</td>
</tr>
<tr>
<td>Reduce instructional hourly account by 7.5%</td>
<td>600,000</td>
<td>200,000</td>
<td>400,000</td>
<td></td>
<td>Over 1,000 unfunded FTES Replace 5 vacant full-time faculty positions</td>
</tr>
<tr>
<td>Reduce remaining non-instructional hourly account by 5%, beyond counseling</td>
<td>17,500</td>
<td>17,500</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Reduce student hourly by 31%</td>
<td>100,000</td>
<td>100,000</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Reduce consulting services by $200,000</td>
<td>200,000</td>
<td>200,000</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Vacancy factor</td>
<td>35,000</td>
<td>35,000</td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Carry forward 1% from 08-09</td>
<td>430,000</td>
<td>430,000</td>
<td></td>
<td></td>
<td>Board approved 1% spending deficit for FY10</td>
</tr>
<tr>
<td>Other operating expenses</td>
<td>300,000</td>
<td>150,000</td>
<td>150,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Reduce supplies to level spent in 07-08</td>
<td>50,000</td>
<td>50,000</td>
<td></td>
<td></td>
<td>Contingency 4999 of $397,023 will not be available (already counted)</td>
</tr>
<tr>
<td>Offload General Fund Expenses to the Designated Fund</td>
<td>246,783</td>
<td>246,783</td>
<td></td>
<td></td>
<td>Fund balance and one time personnel costs will be removed</td>
</tr>
<tr>
<td>Payroll Benefits</td>
<td>80,000</td>
<td>40,000</td>
<td>40,000</td>
<td></td>
<td>Average part-time rate = 9.59% of direct salary</td>
</tr>
<tr>
<td>Internal Capital Projects</td>
<td>303,088</td>
<td>303,088</td>
<td></td>
<td></td>
<td>Source of revenues included prior year transfers from the general fund</td>
</tr>
<tr>
<td>Other Savings/Reductions</td>
<td>237,629</td>
<td>237,629</td>
<td></td>
<td></td>
<td>Source of revenues included prior year transfers from the general fund</td>
</tr>
<tr>
<td>Total Reductions</td>
<td>3,000,000</td>
<td>911,783</td>
<td>1,180,717</td>
<td>907,500</td>
<td></td>
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</tbody>
</table>
A “Budget Forum” subgroup will be setup in the Groups feature of Luminis under the “Ventura College Committees” group.
Questions?

Do you have questions about the budget presentation?
College Forum

Thank You