

# Sierra Joint Community College District

## BUDGET UPDATE

February 10, 2009

Prepared by: Doug Smith

# Summary: Revised Budget

2008-09 Balanced

Assumes Ø COLA

Growth booked when funded

CAP 4.25% Expect deficit

Apportionment deficit 1½ %

No mid-year cuts

Reserves 10.5%

# Major Indicators

- State Issues - \$40b +
  - Not yet resolved
- Trending away from CC cuts
- 2009-10, 2010-11 outlook
  - Not certain
  - Remain defensive

# Major Indicators, cont...

## ■ College Strategies

- Soft Freeze – apply critical & essential filter
- Strengthen alignment between planning & resource allocation even as we retract!
- Growth Dollars – use to replenish depleted buckets.
- No layoff of regular staff

# Specifics to the “Buckets”

## Growth revenue

2007-08 \$'s for 2008-09 Staffing

\$3.8 in credits

less \$1.6 in debits

= \$2.2 available “one time” to buckets

Potential District Mutual Interest item – convert to permanently restore bucket deficits

- One time options
- Permanent staff options

# Specifics to the “Buckets”, cont...

## Growth revenue

2008-09 \$'s if 3% = \$2m

To mitigate cuts

To maintain balance

To prepare for unknown future

# Specifics to the “Buckets”, cont...

In 2009-10 to address College priorities,  
becomes formula resource for additional  
staff and to replenish buckets

One time or convert

Via mutual interest

# In Summary

- 2008-09 – Based on current assumptions, should be OK
- 2009-10, 2010-11 – Continue current strategies; update as information becomes available

# In Summary, cont....

- Focus on linking planning to resources
- Develop e-Par for expansion & retraction
- Work to “settle up” bucket deficits
- Address staffing issues within formula and context of the whole.

# In Summary, cont....

- Reserves to buy time
- Open channels of communication
- Keep an eye on long-term strategies – FT/PT gains
- Remember the experience
- These cycles repeat
- Come out of the experience as a stronger institution