Opening Day Budget Update
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Our Continuous Budget Cycle

- Governor’s Budget Presented in January
- Governor issues May Revision to Budget
- Tentative Budget presented to Board of Trustees in June
- Legislature (scheduled to) approve state budget June 15
- Governor (scheduled to) approve state budget by June 30
- FHDA Board adopts district budget at September meeting
The State’s Adopted Budget

The California Community Colleges:

• $400 million cuts & $7/quarter unit increase in student fees (De Anza went from $17 to $24 / unit)

• Trigger Clause: Failure to collect $6.6 billion increase in revenue will trigger mid-year cuts up to $102 million along with an additional $7/quarter unit increase in student fees.
District’s Budget Challenge

- District operating deficit $7.6 million (adopted budget for 2011-12)
- Expecting mid-year cuts up to $3.5 million if the trigger amount is $102 million
- Total FHDA reductions = $11 million
- De Anza’s share is $5 million
Fund Balances

– $9.9 million district restricted 5% reserve
– $15 million for 2011-12 stability fund
– $4 million for 2012-13 stability fund
– $5.7 million De Anza College carryover
College Budget Principles

• Protect our student base
• Protect programs and services that serve the mission and strategic initiatives of our college
• Protect core functions that reflect De Anza’s identity
Next Steps

• Use stability fund to balance 2011-12 budget
• PBTs will revisit $15 million PBT reduction plans from Spring 2011
• Develop plan for reducing general fund budget by $5 million
De Anza College Timeline

- PBTs update reductions scenarios (October and November)
- PBT proposals completed by December 1
- Plans presented to College Council on December 8
This Year’s Number

17,516
17,516 FTES

This is the number of FTES that we need in order to avoid further reductions to our base funding by $7 million.

This means maintaining the same enrollment we had last year.
Important Websites

Campus Budget Team
www.deanza.edu/budgetinfo

Community College League
www.ccleague.net

Legislative Analyst’s Office
www.lao.ca.gov

California Budget Project
www.cbp.org

CA Department of Finance
www.ebudget.ca.gov