



2012-2013
Budget Update
Governor's 2013-2014 Proposed
Budget

Board of Trustees Meeting
January 14, 2013

State Budget Update Governor's Proposed Budget

- Proposed Budget released January 10th
- Governor proclaims budget is balanced
- Focus on education
- Finally some good news!
- Prop 30 funds provide additional Prop 98 funding
 - Approximately 50% of new tax revenues subject to Prop 98
 - \$2.7 billion more for K-14 education

State Budget Update

Governor's Proposed Budget

Community Colleges Impact

- No increase to student enrollment fees
- \$196.7 million (3.6%) in apportionment funding
 - Approximately \$5 million for RSCCD
 - Subject to BOG defining distribution
- \$179 million for partial deferral buy down
 - “Wall of Debt”
 - No net increase in funding for RSCCD
 - State buying back about \$4.5 million in IOU's to RSCCD
- \$133.2 million in increased state general funds to offset redevelopment agency dissolution revenues not materializing
 - No net increase in funding for RSCCD

State Budget Update Governor's Proposed Budget Community Colleges Impact

- \$16.9 million to increase access to matriculated students through the use of online technology
 - Statewide system centrally run as a “portal” to all district’s online courses
 - RSCCD share of funds unknown
 - Not a “virtual college”
- Require all students seeking BOG fee waivers to complete a FAFSA
 - To minimize BOG fee waiver costs to the state

State Budget Update
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Community Colleges Impact

- Shift remaining Adult Education programs (approximately 30%) to the community college system
 - \$300 million shift within Prop 98 from K-12 to community colleges
 - “new block grant based on number of students served and only for core instructional areas”

- Change census date based apportionment funding to completion rates
 - Add a second census date at the *end of each term*
 - Blended census counts
 - Five year transition of relative weight of census dates
 - After fifth year of transition, funding will be solely based on completion date census
 - Any loss of funds transferred to student services categorical programs

State Budget Update Governor's Proposed Budget Community Colleges Impact

- Create a \$49.5 million energy efficient fund (Prop 39) for energy efficient projects
 - Per FTES funding for all districts
 - RSCCD “FTES share” = \$1.2 million
 - Prop 39 funds used to fund Prop 98 minimum funding guarantee
- Limit state supported instruction to 90 units
 - State will not provide funds over 90 units
 - Charge tuition at “full cost”

State Budget Process

- Governor's Proposed Budget just starts state budget discussions for 2013-2014
 - Not much happens until May
- May Revise (expected May 14) updates state revenues and expenditures
 - This is generally when serious budget discussions start
- Legislature has a June 15th deadline to enact a state budget to forward to Governor