

# FINAL BUDGET

**2009 - 2010**

Office of the Chancellor  
September 2009



**Los Angeles Community College District**

## EXECUTIVE SUMMARY

The following is a brief summary of the District's 2009-2010 Final Budget with reference to extended discussions in the body of the document.

- The 2009-2010 Final Budget for all funds is \$1.85 billion distributed over eight funds - General Fund, Bookstore Fund, Cafeteria Fund, Child Development Fund, Special Reserve Fund, Building Bond Fund, Student Financial Aid Fund, and Debt Services Fund (page 1).
- The 2009-2010 General Fund, consisting of restricted and unrestricted programs, is \$671.59 million, and represents 36.3 percent of the total budget (pages 2-3).
- The Unrestricted General Fund budget, which supports the principal operations of the District, is \$574.05 million and represents 31.03 percent of the Final Budget (pages 4-8).
- The level of Unrestricted General Funds available for appropriation, which consists of beginning balances, reserve for open orders, transfers, and income, is \$29.97 million less than the 2008-09 Final Budget (page 15).
  - 1) The Beginning Balance of \$45.8 million is \$14.5 million less than the 2008-09 Beginning Balance.
  - 2) State General Revenue is projected to decrease from 2008-09, primarily because of the base workload reduction of \$17 million and without any COLA and funded growth revenue.
- 2009-2010 Unrestricted General Fund appropriations of \$574.05 million are \$14.5 million (-5 %) less than 2008-09 Final Budget (page 8). Appropriations for the nine colleges and ITV program are at \$426.62 million, which is \$27.9 million less than 2008-09 Final Budget allocation for college locations.
- Appropriations in all Other Funds appear to be adequate to maintain planned levels of service (pages 98-113).

## OVERVIEW

The Final Budget for fiscal year 2009-2010, summarized in the following pages, has been revised from the Tentative Budget, which was adopted by the Board of Trustees on June 24, 2009. The Final Budget totals \$1.85 billion for the General Fund and other funds. The budget includes \$825.86 million of Proposition A, AA, and Measure J bond funds and \$574.05 million for general operations of the District. The Budget reflects a \$172.5 million decrease (-8.5%) for all funds due to a combination of decreases in funding from State General Revenue with 2008-09 balances carried forward in the Unrestricted General Fund and the budgets for the Building Bond Fund.

As the California Community College system received more than \$680 million in revenue reductions, the impact of the state budget crisis on the District is a loss of \$40 million in state funding of the state apportionments and categorical program funds. The District finds itself in the position to balance the budget by reducing student and program support services and eliminating classes (-5% to -9%) in summer, fall, winter, and spring terms across our nine campuses. This will deny access to approximately 22,000 students in our service areas. The District continues to maintain hiring and purchasing freezes into 2009-2010. The District's balances also were decreased in 2008-2009. As the state budget is expected to be worse in 2010-11 and will not improve until at least 2012-2013, the District will have to take further actions to align its appropriations/expenditures with the significant loss of state funding.

The following overview provides information on total funds available for each fund (Chart #1).

CHART #1

**SUMMARY OF ALL FUNDS  
(In Millions)**

	2007-08 Actual	2008-09 Final Bud	2008-09 Actual	2009-10 Tent Bud	2009-10 Final Budget	2009-10 Final Budget difference from:					
						2008-09 Final Budget		2008-09 Actual		2009-10 Tentative Budget	
	\$	\$	\$	\$	\$	\$	%	\$	%	\$	%
<b>GENERAL FUND</b>											
Unrestricted Total	537.389	604.022	556.706	562.665	574.052	(29.970)	(5.0)	17.347	3.1	11.387	2.0
less Intrafund w/in Unres	0.000	0.000	0.000	0.000	0.000	0.000	0.0	0.000	0.0	0.000	0.0
Unrestricted Net	537.389	604.022	556.706	562.665	574.052	(29.970)	(5.0)	17.347	3.1	11.387	2.0
Restricted	91.015	88.472	94.231	33.638	98.753	10.281	11.6	4.523	4.8	65.115	>100.0
less Other Intrafund	1.665	1.141	1.242	1.132	1.215	0.074	6.5	(0.027)	(2.2)	0.083	7.3
<b>TOTAL GENERAL FUND</b>	<b>626.739</b>	<b>691.353</b>	<b>649.695</b>	<b>595.171</b>	<b>671.591</b>	<b>(19.763)</b>	<b>(2.9)</b>	<b>21.896</b>	<b>3.4</b>	<b>76.420</b>	<b>12.8</b>
BOOKSTORE FUND	32.835	38.818	32.915	40.085	40.211	1.393	3.6	7.296	22.2	0.126	0.3
CAFETERIA FUND	3.295	3.726	3.515	3.202	3.303	(0.423)	(11.4)	(0.212)	(6.0)	0.101	3.2
CHILD DEVELOPMENT FUND	9.264	4.153	9.354	3.329	3.864	(0.288)	(6.9)	(5.489)	(58.7)	0.535	16.1
SPECIAL RESERVE FUND	49.824	136.303	55.351	138.297	153.910	17.607	12.9	98.559	>100.0	15.613	11.3
BUILDING FUND	482.765	1,037.917	634.335	958.040	825.864	(212.053)	(20.4)	191.529	30.2	(132.177)	(13.8)
FINANCIAL AID FUND	92.457	115.995	119.343	187.487	156.029	40.034	34.5	36.687	30.7	(31.458)	(16.8)
DEBT SERVICE FUND	0.408	0.410	101.601	5.860	7.310	6.900	>100.0	(94.291)	(92.8)	(91.343)	24.7
<b>TOTAL APPROPRIATIONS</b>	<b>1,297.586</b>	<b>2,028.675</b>	<b>1,606.107</b>	<b>1,931.471</b>	<b>1,862.082</b>	<b>(166.593)</b>	<b>(8.2)</b>	<b>255.975</b>	<b>15.8</b>	<b>(69.389)</b>	<b>(3.6)</b>
less Interfund Transfers	15.511	6.676	15.757	6.591	12.591	5.915	88.6	(3.166)	(20.1)	6.000	91.0
<b>TOTAL AVAILABLE</b>	<b>1,282.076</b>	<b>2,021.999</b>	<b>1,590.350</b>	<b>1,924.879</b>	<b>1,849.491</b>	<b>(172.509)</b>	<b>(6.5)</b>	<b>259.140</b>	<b>16.3</b>	<b>(75.389)</b>	<b>(3.9)</b>

Note: Interfund Transfers represent a transfer between any two of the funds listed above. In order not to account for the same funds twice, transfers are subtracted from the total.