TO: Board of Trustees

FROM: Kathleen F. Burke, Chancellor

RE: SOCCCD: Adopted Budget for Fiscal Year 2019-2020

ACTION: Approval

BACKGROUND

Title 5, California Code of Regulations, Section 58305 requires that by September 15 the Board of Trustees adopt a final budget. Enclosed for approval is the proposed Adopted Budget for the FY 2019-2020. As required by Section 58301 of Title 5, this document has been available for public inspection at each college library.

Proposition 30, the Schools and Local Public Safety Protection Act of 2012 passed in November 2012. This proposition temporarily raised the sales and income tax rates to provide continuing funding for local school districts and community colleges. Proposition 55 amended Proposition 30 in November 2016 to extend the income tax increase through 2030. The Education Protection Account (EPA) is created in the state General fund to receive and disburse these temporary tax revenues. Districts have sole authority to determine how EPA funds are spent, provided that the governing board makes these spending determinations in an open session of a public meeting.

STATUS

On June 24, 2019, the Board of Trustees approved the Tentative Budget for FY 2019-2020. Since that time, total unrestricted resources have increased from $339,789,722 to $365,779,272. The unrestricted General Fund ending balance on June 30, 2019 is $77,459,636. The District Reserve for economic uncertainties has been set at 7.5% totaling $14,304,887 in accordance with Board Policy 3100.

The proposed Adopted Budget includes estimated EPA funds of $2,640,000, which will be spent on part-time faculty instructional salaries and benefits.

RECOMMENDATION

The Chancellor recommends that the Board of Trustees approve the FY 2019-2020 Adopted Budget and the EPA spending plan as presented in EXHIBIT A.

Item Submitted By: Ann-Marie Gabel, Vice Chancellor, Business Services