

Sonoma County Junior College District Budget Overview

**Presented to the Board of Trustees
April 10, 2018**

**Presented by Kate Jolley
Senior Director, Fiscal Services**



Sonoma County Junior College District ACCJC Response to \$3.2 Million Deficit

RESPONSE TO COMMISSION ACTION LETTER

SRJC Plan to Reduce/Eliminate the "Structural Operating Loss" Identified as a Concern by ACCJC

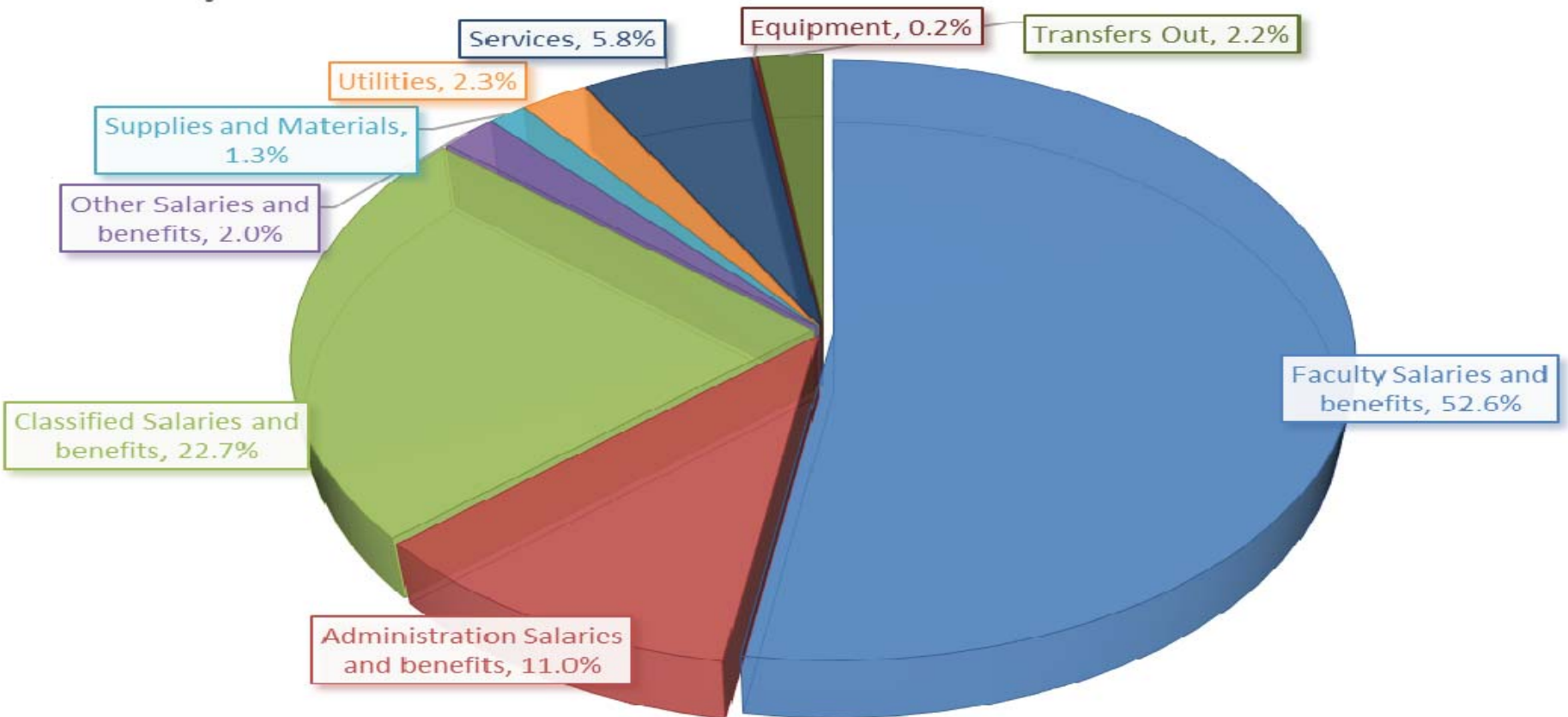
Activity Description	Unrestricted General Fund (UGF) Structural Imbalance Reduction		
	2017-18	2018-19	2019-20
Use of Measure H Bond Funds to Build Photovoltaic Arrays and Other Sustainability Projects that Reduce the District's Utility Costs (Doc 15 – pg. 9 , Doc 16 , Doc 17 – pg. 12 & 13 , and Doc 18 – pg. 3)	1,100,000	1,500,000	1,900,000
Use of Measure H Bond Funds to Build Grey Water System for restrooms and irrigation - Reduce the District's sewer and water costs (Doc 19)	-	110,000	110,000
Use of Measure H Bond Funds to purchase (properties) such as the current Southwest Center site - Eliminate current facilities rental costs (Doc 15 – pg. 9 and Doc 20)	210,000	210,000	210,000
Increase Non-resident Student Enrollment, Finalize Intense English Language School Partnership Agreement - Increase Non-resident Tuition (Doc 21 – pg. 15 & 35 and Doc 22)	20,000	400,000	800,000
Use of Measure H Bond Funds to erect electronic signage along Highway 101 - Reduce current advertising costs. (Doc 21 – pg. 37 and Doc 23 – pg. 6)	20,000	20,000	20,000
Student Passage of Transportation Fee - Elimination of District-share to help subsidize County's Free Ridership for SRJC students (Doc 24)	30,000	30,000	30,000
Change in Bookstore Management from District-owned Bookstore to one that is outsourced to a third party - Increased Revenue/Commissions (Doc 25)	600,000	600,000	600,000
UGF Structural Imbalance Reduction (A)	1,980,000	2,870,000	3,670,000

Activity Description	Unrestricted General Fund (UGF) One-time UGF Resource In-flow		
	2017-18	2018-19	2019-20
Change in Bookstore Management - Sale of inventory/transfer of fund balance to UGF (Doc 25 and Doc 26)	500,000		
Use of Bond Funds to Pay-off remaining outstanding Race Building Revenue Bonds - Transfer Fund 22 debt-repayment-set-aside to UGF (Doc 27 and Doc 28)	1,200,000		
One-time UGF Resources (B)	1,700,000	-	-
Impact against Structural Operating Loss (C) = (A+B)	3,680,000	2,870,000	3,670,000
Structural Operating Loss (D)	3,200,000	3,200,000	3,200,000
Net Impact on Fund Balance (E) = (C-D)	480,000	(330,000)	470,000
Cumulative "Net" Impact on Fund Balance	480,000	150,000	620,000



Sonoma County Junior College District
2017/18 Budget Overview by Type - \$122 million

**EXPENDITURES BY TYPE
2017/18 BUDGET**



Sonoma County Junior College District Budget Overview – Looking Ahead to 18/19

○ Reductions of one time funding from 2017/18	\$2.6 million
○ PERS/STRS increases	\$1.1 million
○ Step increases	\$1.1 million
○ Garbage	\$100 thousand
○ Minimum wage increases for student employees	\$100 thousand
○ Negotiated changes for employees	\$3.4 million
○ Other salary/benefit changes	\$200 thousand
○ Election costs	\$100 thousand
○ Reduction of hiring slowdowns from 2017/18	\$1 million
○ Savings from solar	(\$500 thousand)
○ Other miscellaneous changes	<u>(\$100 thousand)</u>
○ Anticipated Change before COLA	\$9.1 million
○ Offset by COLA	(\$2.6 million)
○ Total Anticipated Deficit	\$6.5 million

**Sonoma County Junior College District
Budget Overview**

Questions?

