

Scenarios Summary

Notes: Total range of state cuts: \$11M to \$25M

Presented below are most likely scenarios (state cuts \$8M, \$14 M or \$17M)

Fiscal Year:	10/11	11/12 Status Quo	11/12 Scenario 1	11/12 Scenario 2A	11/12 Scenario 2B
State cut			\$8M	\$14M	\$17M
Assumptions:		base reduced due to FTES loss in 10/11, increase in operating expenses	6% workload reduction, increase in operating expenses, assuming June tax package is approved, student fee increase offsets state cuts	10% workload reduction, assuming June tax package fails, Prop 98 at minimum, student fee increase offsets state cuts, increase in operating expense	12% workload reduction, assuming June tax package fails, student fee increase does not offset cuts, Prop 98 at minimum, increase in operating expense
Revenue	181,156,493	176,751,387	168,727,979	162,642,059	159,598,593
Expenses	182,273,451	181,884,824	179,251,071	177,253,315	176,254,271
Net:	(1,116,958)	(5,133,437)	(10,523,092)	(14,611,256)	(16,655,678)

Major Variables that may increase/decrease projections:

	10/11	11/12 Status Quo	11/12 Scenario 1	11/12 Scenario 2A	11/12 Scenario 3
reduction in deficit factor	1,563,416	1,503,900	1,424,793	1,364,788	1,334,781
Non-resident tuition--enrollment uncertainty (\$18M-19M Budget)	?	?	?	?	?
restoration of FTES lost in 10/11 (net of PT Faculty expenses)		3,376,901	3,376,901	3,376,901	3,376,901
Productivity increase or decrease	?	?	?	?	?
Impact of Enrollment Fee increase on FTES		?	?	?	?

Projected Available Resources to close deficit in FY 11/12 (est. as of 9/30/10):

Stability Fund:	10,347,031
Colleges/CS Carryover	6,388,878 <i>(half of 10/11 carryover)</i>
	\$ 16,735,909

Multi-Year projections (Update as of 1/24/11)

Description:	Scenario 1 -Status Quo Base reduced due to FTES lost in 10/11			Scenario 1 Workload Reduction 6% (\$7.9M equiv) Assuming June Tax Package is Approved Student Fee increase offset total cuts			Scenario 2A Workload Reduction 10% (\$14M equiv) Assuming June Tax Package Fails Student Fee increase offset total cuts Prop 98 at minimum			Scenario 2B Workload Reduction 12% (\$17M equiv) Assuming June Tax Package Fails Prop 98 at minimum					
	10/11	Descr	%	11/12	Descr	%	11/12	Descr	%	11/12	Descr	%			
Revenue															
Apportionment	156,341,642	COLA 0 Growth	0.00% 0.00%	150,390,007	COLA 0 Growth	0.00% 0.00%	142,479,279	COLA 0 Growth	0.00% 0.00%	136,478,829	COLA 0 Growth	0.00% 0.00%	133,478,104	COLA 0 Growth	0.00% 0.00%
		Base FTES addtl FTES Cr Rate FT	32,094 0 4,585		Base FTES addtl FTES Cr Rate FTES	30,792 0 4,585		Base FTES addtl FTES Cr Rate FTES	29,064 0 4,585		Base FTES addtl FTES Cr Rate FTES	29,064 0 4,585		Base FTES addtl FTES Cr Rate FTES	30,792 0 4,585
Deficit Factor	(1,563,416)			(1,503,900)			(1,424,793)	Deficit Factor	1.00%	(1,364,788)	Deficit Factor	1.00%	(1,334,781)	Deficit Factor	1.00%
Non-Res	18,139,095	Fee Incr 0 Growth	0.00% 0.00%	19,968,830	Fee Incr 0 Growth	0.00% 0.00%	19,968,830	Fee Incr 0 Growth	0.00% 0.00%	19,968,830	Fee Incr 0 Growth	0.00% 0.00%	19,968,830	Fee Incr 0 Growth	0.00% 0.00%
Other	8,239,173		0.00%	7,896,450		0.00%	7,704,663		0.00%	7,559,189		0.00%	7,486,440		0.00%
Total Revenue	181,156,493			176,751,387			168,727,979			162,642,059			159,598,593		
Expenses:															
Salaries:															
FT Faculty	44,700,934	COLA - Growth steps, colu	0.00% 0.00% 1.00%	44,700,934	COLA - Growth steps, column	0.00% 0.00% 1.00%	44,700,934	COLA - Growth steps, column	0.00% 0.00% 1.00%	44,700,934	COLA - Growth steps, column	0.00% 0.00% 1.00%	44,700,934	COLA - Growth steps, column	0.00% 0.00% 1.00%
PT Faculty	32,112,201	COLA - Growth	0.00% 0.00%	29,409,292	COLA - Growth	0.00% 0.00%	26,801,616	COLA - Growth	0.00% 0.00%	24,823,640	COLA - Growth	0.00% 0.00%	23,834,487	COLA - Growth	0.00% 0.00%
PT Equitu Full Implementation Change in Productivitu	-		0.00%	294,093		1.00%	268,016	steps, column	1.00%	248,236	steps, column	1.00%	238,345	steps, column	1.00%
Non-teaching	39,222,821	COLA - Growth steps, colu	0.00% 0.00% 1.00%	39,222,821	COLA - Growth steps, column	0.00% 0.00% 1.00%	39,222,821	COLA - Growth steps, column	0.00% 0.00% 1.00%	39,222,821	COLA - Growth steps, column	0.00% 0.00% 1.00%	39,222,821	COLA - Growth steps, column	0.00% 0.00% 1.00%
Total Salaries	116,035,956			114,466,377			111,832,624			109,834,868			108,835,824		
Benefits:															
Discretionary	22,112,794	Cost Incr	0.00%	22,112,794	Cost Incr	0.00%	22,112,794	Cost Incr	0.00%	22,112,794	Cost Incr	0.00%	22,112,794	Cost Incr	0.00%
Regulatory	17,071,742	COLA - steps, colu - Growth	0.00% 0.00% 0.00%	17,071,742	COLA 391,845 steps, column - Growth	0.00% 1.00% 0.00%	17,071,742	COLA 391,845 steps, column - Growth	0.00% 1.00% 0.00%	17,071,742	COLA 391,845 steps, column - Growth	0.00% 1.00% 0.00%	17,071,742	COLA 391,845 steps, column - Growth	0.00% 1.00% 0.00%
Total Benefits	39,184,536			39,576,381			39,576,381			39,576,381			39,576,381		
B Budget	8,737,434	COLA 0 Growth	0.00% 0.00%	8,737,434	COLA 0 Growth	0.00% 0.00%	8,737,434	COLA 0 Growth	0.00% 0.00%	8,737,434	COLA 0 Growth	0.00% 0.00%	8,737,434	COLA 0 Growth	0.00% 0.00%
Unfunded Ret Liability	400,000		0.00%	400,000		0.00%	400,000		0.00%	400,000		0.00%	400,000		0.00%
Utilities	3,161,493		0.00%	3,161,493		0.00%	3,161,493		0.00%	3,161,493		0.00%	3,161,493		0.00%
Insurance and Claims	1,062,710		5.00%	1,115,845		5.00%	1,115,845		5.00%	1,115,845		5.00%	1,115,845		5.00%
Software/Hardware Maint	1,353,345		0.00%	1,488,679		10.00%	1,488,679		10.00%	1,488,679		10.00%	1,488,679		10.00%
Special Ed Match	5,095,739		0.00%	5,146,696		1.00%	5,146,696		1.00%	5,146,696		1.00%	5,146,696		1.00%
Lease of Instr Space	1,055,328		0.00%	1,073,269		1.70%	1,073,269		1.70%	1,073,269		1.70%	1,073,269		1.70%
Other	6,186,912		0.00%	6,718,650		2.00%	6,718,650		2.00%	6,718,650		2.00%	6,718,650		2.00%
Total Other Expenses	27,052,960			27,842,066			27,842,066			27,842,066			27,842,066		
Total Expenses	182,273,451			181,884,824			179,251,071			177,253,315			176,254,271		
Difference (Revenue less Expenses)	(1,116,958)			(5,133,437)			(10,523,092)			(14,611,256)			(16,655,678)		
Escrow II and Deferment I positions absorbed on ongoing basis															
Net Revenue Over Expenses (Ongoing)	(1,116,958)			(5,133,437)			(10,523,092)			(14,611,256)			(16,655,678)		

Table 1

Analysis Of FTES

09-10 P-A	Resident Credit	Non Credit	Total Apportionment	Non resident	Total
De Anza	18,529	79	18,608	2,538	21,147
Foothill	14,162	218	14,380	1,530	15,910
Total	32,692	297	32,988	4,068	37,056

variance from workload reduction **908** **-20** **888**
 1.028

10-11 Adopt Budget-revised 7/27/10	Resident Credit	Non Credit	Total Apportionment	Non resident	Total
De Anza	18,529	79	18,608	2,538	21,147
Foothill	13,254	238	13,492	1,530	15,022
Total	31,783	317	32,100	4,068	36,168

Revised Base from recertified 09/10	31,798	297	32,094	4,068	36,162
draft 1/10/11		09/10 over base	894		

10-11 P-1	Resident Credit	Non Credit	Total Apportionment	Non resident	Total
De Anza	17,301	0	17,301	2,073	19,374
Foothill	13,382	109	13,491	1,519	15,010
Total	30,683	109	30,792	3,592	34,384
		FTES below base	1,302		
		% below base	4%		

11-12 Projected--Status Quo	Resident Credit	Non Credit	Total Apportionment	Non resident	Total
De Anza	17,301	0	17,301	2,073	19,374
Foothill	13,382	109	13,491	1,519	15,010
Total	30,683	109	30,792	3,592	34,384
			New Base for 11/12		

Same FTES as funded in 09/10 (source, draft recalc 1/10/11)

11-12 Projected-Scenario 1--6 % Workload Reduction (based on \$7.9M reduction)	Resident Credit	Non Credit	Total Apportionment	Non resident	Total
De Anza	16,330	0	16,330	2,073	18,403
Foothill	12,631	103	12,734	1,519	14,253
Total	28,961	103	29,064	3,592	32,656

Workload Reduction estimated at 6% total state reduction estim \$8M 0.94

11-12 Projected-Scenario 2A--10 % Workload Reduction (based on \$14M reduction)	Resident Credit	Non Credit	Total Apportionment	Non resident	Total
De Anza	15,594	0	15,594	2,073	17,667
Foothill	12,061	98	12,160	1,519	13,679
Total	27,655	98	27,753	3,592	31,346

Workload Reduction estimated at 10% total state reduction estim \$14M 0.90

11-12 Projected-Scenario 2B--12 % Workload Reduction (based on \$17M reduction), no offset of cuts by fee increase	Resident Credit	Non Credit	Total Apportionment	Non resident	Total
De Anza	15,225	0	15,225	2,073	17,299
Foothill	11,777	96	11,873	1,519	13,392
Total	27,002	96	27,098	3,592	30,690

Workload Reduction estimated at 12% total state reduction estim \$17M 0.88