Victor Valley Community College District
2015-2016 Proposed Tentative Budget Assumptions
Unrestricted General Fund

General Assumptions:

1. The District shall maintain legal compliance with the 50% law.
2. The District will develop a balanced budget with a minimum 5% ending fund balance (reserve).
3. The Program Review, Planning, and Budget Development Process will guide the allocation of resources.
4. Vacancies due to retirement or resignation will not automatically be filled.
5. Board of Trustee Resolution #12-07, approved at their meeting in July, 2012, authorizes and directs the Superintendent/President to establish a policy goal of balancing the District’s budget by Fiscal Year 2015-16 in accordance with Title 5 of the California Code of Regulations.
6. Based upon recommendations from the Governor’s Budget, known and anticipated changes to the FY 2014-15 budget, including negotiated solutions from the employee groups, a Proposed Tentative Operating Budget has been prepared which includes estimated revenues and expenditures for 2015-16 fiscal year.

Revenue Assumptions:

7. General fund reserve funds will be utilized to offset revenue shortfall.
8. Per State requirement, EPA Funds will only support instructional expenditures.
9. Sale of the Redevelopment Agency (RDA) Assets may provide revenue during the fiscal year.
10. When permitted, revenues generated from all sources will be deposited into the general fund.
11. Growth revenue of 1.5% was assumed for Fiscal Year 2015-16 and 1% for fiscal years 2016-17 and 2017-18 respectively.
12. Assume additional revenue of $600,000 in Apportionment Recalculation.

Expense Assumptions:

13. District health benefit premiums will increase by an average of approximately 8.5%.
14. In order to achieve a balanced budget, the following assumptions have been incorporated into the 2015-16 Proposed Tentative Budget:
   • $500,000 – Agreement with constituency groups on Health & Welfare prior to July 1, 2015.
   • $1,050,000 – Summer session reduced by 50%
   • $133,665 – Benefit portion of Summer reduction by 50%
   • $600,000 – Assume 8 @ $75,000 Full-time positions will vacate
   • $130,920 – Benefit portion of 8 vacated positions
   • $214,310 – Step/Column & Longevity Freeze
   • $150,000 – Reduce contractual expenditures