



2008-2009

ADOPTED BUDGET

**FOOTHILL-DE ANZA
COMMUNITY COLLEGE DISTRICT**

**2008-2009
ADOPTED BUDGET**

Board of Trustees

Bruce Swenson, President
Paul Fong, Vice President
Betsy Bechtel
Laura Casas Frier
Hal Plotkin

Patrick Ahrens, De Anza Student Trustee
Confiance Dukunde, Foothill Student Trustee

Chancellor

Martha J. Kanter

Vice Chancellor, Business Services

Andy Dunn

Director, Budget Operations

Bernata Slater

**FOOTHILL-DE ANZA
COMMUNITY COLLEGE DISTRICT**

2008-2009 ADOPTED BUDGET

Contents

MEMO TO THE BOARD.....	1
GENERAL FUND ANALYSIS/BOARD OF TRUSTEES PRESENTATION.....	3
DISTRICT FUNDS - Organizational Chart.....	25
BUDGET TABLES	
2008-2009 Budget Summary	
All Funds	26
General Funds	27
Interfund Transfers	28
UNRESTRICTED GENERAL FUND	
General Purpose	29
08-09 Budget by Campus	33
07-08/08-09 Comparison.....	34
Self-Sustaining	35
08-09 Budget by Campus	37
07-08/08-09 Comparison.....	38
RESTRICTED GENERAL FUND	
Categorical	39
08-09 Budget by Campus	43
07-08/08-09 Comparison.....	44
Special Education	45
08-09 Budget by Campus	47
07-08/08-09 Comparison.....	48
Work Study	49
08-09 Budget by Campus	51
07-08/08-09 Comparison.....	52
Parking	53
07-08/08-09 Comparison.....	55
Campus Center Use Fees	57
08-09 Budget by Campus	59
07-08/08-09 Comparison.....	60

OTHER FUNDS

Enterprise Fund	61
08-09 Budget by Campus	65
07-08/08-09 Total Enterprise Comparison.....	66
07-08/08-09 Foothill College Campus Center Comparison.....	67
07-08/08-09 De Anza College Campus Center Comparison	68
07-08/08-09 Flint Center Comparison.....	69
Child Development.....	71
07-08/08-09 Comparison.....	74
Financial Aid.....	75
08-09 Budget by Campus	77
07-08/08-09 Comparison.....	78
Internal Service Fund.....	79
Fund Balance Summary	81
08-09 Active and Retired Employees.....	82
07-08/08-09 Comparison	83
Capital Projects	85
07-08/08-09 Comparison.....	89
Debt Service	91
07-08/08-09 Comparison	96
SUPPLEMENTAL INFORMATION	97
2007-2008 Actual Summary	
All Funds	98
General Funds	99
Interfund Transfers	100
Changes in Fund 14 Revenue & Expenses	101
2007-2008 Comparison of Projections	102
Facts At A Glance	104
Comparison of FTE	105
Fund 15 Program Report.....	108
Categorical Programs – Estimated Cuts	111
Glossary	112



August 25, 2008

To: Board of Trustees
From: Andy Dunn
Subject: 2008-09 Adopted budget

The 2008-09 Adopted Budget is presented to the Board of Trustees for consideration. A summary of the major elements of this budget is presented with a comprehensive budget document enclosed including appendices of various analyses and exhibits to help explain the budget and key trend data.

Although this budget is balanced with respect to revenues and expenses, it relies on certain one-time funding solutions and reflects a structural imbalance of approximately \$7.9 million. These one-time funding solutions, as the name implies, may not be available in the following fiscal year and the district will therefore have to look to on-going adjustments to achieve a balanced budget.

For the second year in a row, at the time this memo was being drafted, the state budget had not yet been signed into law. Despite this delay and the fact that the system office has extended annual budget adoption dates, staff is recommending the Board hold the public hearing as scheduled. District budget adoption historically takes place in September, which is also the month the first quarter of the new fiscal year concludes. Once the state budget is signed into law, should any changes to the revenue assumptions underlying this budget emerge, they can be addressed in the first quarterly financial report.

A combination of crisis in the housing sector and a general economic downturn has thrust the state into another budget crisis. The community college system experienced a mid-year cut in the 2007-08 fiscal year of nearly \$100 million. While the May Revise proposed to backfill the majority of this reduction, the 2008-09 fiscal year budget is stalled in the legislature with the outcome unclear. This turn of events has added to the uncertainty facing the district in 2008-09.

While there will be continued construction on both campuses, the students have benefited significantly from the improvements to facilities made possible by the 1999 Measure E bond approval. Most of that renovation and construction program is now completed and is being utilized by students. The final two major construction projects at Foothill, Lower Campus and Campus Center, came on-line with the Fall 2007 term. The Visual and Performing Arts Center at De Anza broke ground earlier this year and is anticipated for occupancy in 2009.

The Measure C bond, approved by the voters in June 2006 will provide another \$490.8 million for renovation, new construction and, importantly, equipment replacement for students over the next fifteen years. The students will see an immediate impact of this bond as aging computers are replaced in the computer labs and outdated and broken classroom and laboratory equipment is replaced. This vitally important bond will provide fiscal stability for the district. Meeting this funding challenge has been one of the key elements of the education master plan. Early in calendar

year 2008, the Measure C litigation was resolved in the District's favor and the Board recently approved the first annual contract for the Gilbane-Maas Program management team. Architectural/Engineering Design teams have been approved and planning and design work is underway for all major Measure C projects. Compliance with the California Environmental Quality Act (CEQA) is largely complete at De Anza College and is underway at Foothill College.

The Measure C bond will complete the last 30% of facility renovation not completed under Measure E. The new bond, approved under the rules established by Proposition 39, allows for equipment acquisition. Not only does this program contemplate a "computer refresh" program providing replacement computers on every employee's desk, it provides a state of the art computer system to run all of our student registration, enrollment, human resources and financial applications. These applications touch almost every employee, every day in their work environment. It is expected that the implementation of the new Educational Information System (EIS) will enable us not only to operate more efficiently, but more importantly, to serve our students better.

The underlying revenue assumptions built into this budget reflect the on-going fiscal crisis at the state level and include no Cost of Living Adjustment (COLA) and a deficit factor of one percent, reflecting the continuing instability of the housing market and related property tax collections and minimal funded growth.

The district has not only recovered from an enrollment decline two years ago but has experienced net growth that may slightly exceed our funded cap for the 2007-08 fiscal year. Given the minimal anticipated growth funding, increased student demand in 2008-09 will have to be met primarily through increased productivity.

The cost of delivering health benefits continues to escalate at a rate that exceeds the revenues available through the state COLA. Our broker has advised us that the cost of providing health benefits to active employees will increase 6% and 22% for retirees for the 2008-09 fiscal year. Due to several successive years of moderate levels of utilization, significant one-time reserves have accumulated. There will be about \$6 million remaining in our self-insured medical benefits accounts to pay for probable rate increases for the next few years for active and retired employees.

There are sufficient funds set aside in the operating budget to fully pay for the 30 year amortized cost of the Unfunded Retiree Medical Liability. Fully funding this Annual Required Contribution (ARC) will now bring the district into full compliance with the recommendations of GASB 43/45. Prior to June 30, 2008, the District transferred the \$1,005,182 budgeted for fiscal year 2007-08 to the irrevocable trust we established as part of the Community College Retiree Trust Joint Powers Authority sponsored by the Community College League in order to fully fund the ARC. Further, the district budgeted \$829,400 to fully fund the ARC for fiscal year 2008-09. The \$829,400 funding contribution is calculated using a three-year smoothing by averaging the funding obligation of fiscal year 2006-07 (\$975,905), 2007-08 (\$1,005,182), and the unfunded obligation reported on the Actuarial Study of Retiree Health Liabilities dated April 4, 2008 (\$507,042).

While the budget is balanced as noted above, I am sure the Board will realize how tight the budget is and what could be accomplished if the California Community Colleges were funded even at the national AVERAGE compared to other states. The current budget crisis has again highlighted needed reforms such as an automatic property tax backfill such as K-12 receives. Although the community college system continues to advocate for the interests of students, the outcome of the state budget stalemate is not yet known nor are the impacts to the System budget.



Board of Trustees Presentation



Foothill College



De Anza College

2008-2009 ADOPTED BUDGET Public Hearing August 25, 2008

Andy Dunn, Vice Chancellor, Business Services
Bernata Slater, Director, Budget Operations



Review of 6/30/08 Ending Balance

The 6/30/08 ending balance was \$30,628,609, which will be used as follows:

- \$10,000,000 to maintain District's 07/08 budgeted 5% reserves
- \$ 600,000 to maintain Board of Trustees Stability Fund
- \$13,185,273 for College/Central Services carryover
- \$ 499,962 for encumbrances carryover
- \$ 2,116,486 for District-wide carryover (negotiated contract items, EIS backfill, etc.)
- Undesignated 07/08 ending balance = \$4,226,889

The important aspects of this ending balance to note are:

- There is an undesignated positive ending balance as of 6/30/08 of \$4,226,889
- The restricted carryover is made up of:

Foothill College carryover	\$ 4,312,300
De Anza College carryover	\$ 5,845,883
Central Services carryover	\$ 3,027,090
Encumbrances carryover	\$ 499,962
District-wide carryover	\$ 2,116,486
Board of Trustees Stability Fund	\$ 600,000
Total Restricted Carryover	\$ 16,401,721

As noted on the next page, there still may be one-time adjustments to the apportionment allocation in February 2009.



Major Changes in Assumptions from Tentative to Adopted Budget

■ Tentative Budget Assumptions

- Enrollment estimated at 36,827 FTES
- Zero COLA
- No growth budgeted for credit and non-credit FTES
- No growth budgeted for non-resident FTES
- Deficit factor applied to state apportionment (1%)
- Utilities cost increase (\$310K)

■ Adopted Budget Assumptions

- Enrollment estimated at 37,364 FTES
- Zero COLA
- Growth budgeted at .38% for resident FTES
- No growth budgeted for non-resident FTES
- Deficit factor applied to state apportionment (1%)
- Utilities cost increase (\$845K)

The most critical Revenue and Expense assumptions are outlined above.

In fiscal year 2007/08 we recovered all resident FTES from our decline in 2006/07 and we also grew to the full state-allowed growth of 2.14% (as estimated at P-2). It is important to note that due to strong restoration of FTES statewide, only \$72 million of \$117 million needed to fund new growth was available as of third quarter. As the state recalculates final revenue and incorporates all FTES data from all community colleges, the state-allowed growth rate, known as FTES cap, may be adjusted. We will not know our final 2007/08 growth cap and revenue until 2007/08 recalculation data is provided, sometime in February 2009. At that time we may have to make adjustments to our revenue to account either for additional revenue or for shortfall due to further reduction in growth funding.

In 2007/08 we also grew beyond the state-allowed growth rate (FTES cap) by .38%, or 125 FTES. We will not be funded by the state for these FTES; however, our higher-than-budgeted productivity allowed for absorbing the costs of providing instruction to these additional students.

We are projecting that in 2008/09 our enrollment will remain flat at the 2007/08 level and that the state will fully fund all FTES in 2008/09. Hence, the most significant change in revenue from the Tentative Budget is derived from projecting additional state apportionment revenue of approximately \$560,000 for over-the-cap FTES from fiscal year 07/08 (.38%, or 125 FTES).



Where are we now for 08/09?

■ Current Income (ongoing) vs. Current Expenses (ongoing)

■ Income	=	\$184,298,308
■ Expenses	=	\$192,157,721
■ Difference	=	\$ (7,859,413)

Even though our budget shows an operating deficit, we are projecting to use one-time savings from variety of sources to offset this deficit in fiscal year 08/09

See: Potential Solutions (One-Time) to FY 2008/09 Deficit

The difference between current revenue and current expense is commonly called “operating income” or “operating deficit” and is used to measure whether the budget is in balance. We pay close attention to the relationship between operating income and expense to determine if we are “structurally balanced.”

Based on all the assumptions of revenue and expense, the budget for 2008/09 is forecast to have a structural deficit of approximately \$7.9 million, with an excess of projected expenses over projected revenue.

There are a variety of factors that contribute to this structural deficit:

- no COLA proposed in governor’s budget
- very small funded growth projected above fiscal year 07/08 FTES funded level
- estimated deficit factor of 1% on state apportionment
- increased operating expenses (5%-25%)
- increased discretionary benefits rates (Per Employee Per Year average) (approx. 11%)

For a summary of Current Income vs. Current Expenses, see the 2008/09 General Fund Budget Summary pages.



Potential Solutions (One-Time) to 2008/09 Deficit

There are two scenarios for balancing the budget for fiscal year 2008/09:

Scenario 1 assumes:

- the use of one-time monies available from the prior year
 - 07/08 Unrestricted Ending Fund Balance
 - restricted carryover from the campuses and Central Services
 - Recovery of property tax backfill from fiscal year 07/08

Scenario 2 assumes:

- the use of one-time monies available from the prior year
 - 07/08 Unrestricted Ending Fund Balance
 - restricted carryover from the campuses and Central Services

Our Adopted Budget estimates assume no recovery of property tax backfill (Scenario 2).

We will revise our budget accordingly in the first quarter of fiscal year 08/09 if recovery of property tax backfill materializes in governor's budget, once it is signed into law.



Potential Solutions (One-Time) to 2008/09 Deficit

Scenario 1

- \$3.8M – 07/08 unrestricted ending fund balance (\$4.2M reduced by a reserve augmentation of \$430,000). \$4.2M unrestricted ending fund balance includes:
 - Medical benefits savings from fiscal year 07/08 retained in general fund (\$2.1M)
 - Other unrestricted ending fund balance (\$2.1M)
- \$1.53M – 08/09 increase in medical benefits - transfer in from the Internal Service Fund (Fund 61) (use of savings generated in prior years)
- \$530K – Use of restricted carryover from the campuses and Central Services
- \$2.0M – Recovery of property tax backfill (*est.*)



Potential Solutions (One-Time) to 2008/09 Deficit

Scenario 2

- \$3.8M – 07/08 unrestricted ending fund balance (\$4.2M reduced by a reserve augmentation of \$430,000). \$4.2M unrestricted ending fund balance included:
 - Medical benefits savings from fiscal year 07/08 retained in the general fund (\$2.1M)
 - Other unrestricted ending fund balance (\$2.1M)
- \$1.53M – 08/09 increase in medical benefits - transfer in from the Internal Service Fund (Fund 61) to use prior year savings
- \$2.53M – Use of restricted carryover from the campuses and Central Services

This scenario is reflected in our Budget Document



Impact of Use of Restricted Carryover from Campuses & Central Services to Close Operating Deficit

The use of this carryover for the purposes of closing the operating deficit in fiscal year 08/09 will severely limit the district's and colleges' budget plans and restrict the growth initiatives approved by the Board of Trustees in fiscal year 06/07.



Major Revenue Assumptions

■ State Revenues

- Zero COLA
- Growth budgeted for credit and non-credit resident FTES at .38%, or 125 FTES
- No growth budgeted for non-resident FTES
- Deficit factor applied to state apportionment funds (1%)
- Mandated Cost Reimbursement = \$0
- Reduction in part-time faculty compensation funding (11%, or \$161K)

COLA: The governor's budget for fiscal year 08/09 does not include COLA for the Community College System. For Foothill-De Anza, this represents a \$7.8 million shortfall in apportionment.

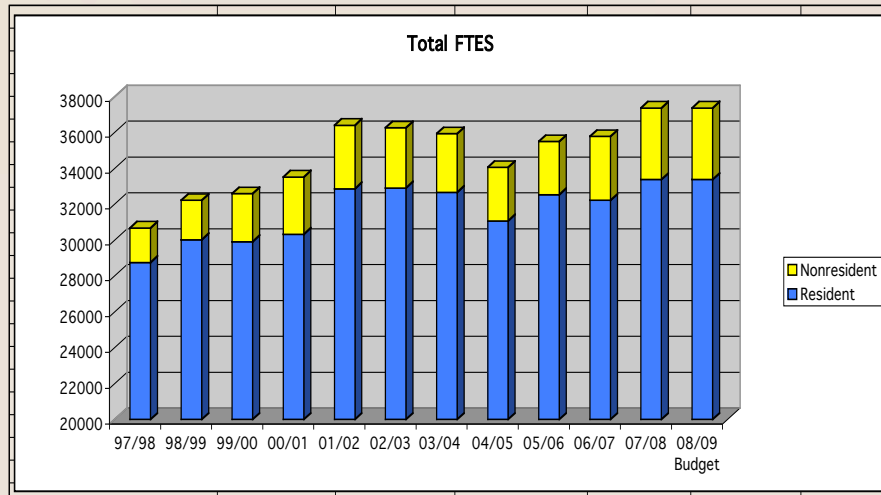
GROWTH: We are projecting growth of .38%, or 125 FTES, in resident enrollment in 08/09. Even though the governor's budget incorporates growth of 1.67% system-wide for fiscal year 08/09, our district growth rate is capped at .65% and may be further reduced. Please refer to the table in this document which displays the detail of our FTES components.

DEFICIT FACTOR: Fiscal year 07/08 was the first year in a long time that we have seen a deficit factor applied to state apportionment. This year, contributing factors included the property tax shortfall and higher-than-expected FTES restoration which resulted in a growth deficit and recalculation of the growth cap. Recent updates from the system office indicate that in fiscal year 08/09, there is still potential risk of a deficit factor regardless of the governor's proposed property tax shortfall backfill. It is estimated that even if the revenue fully materializes, the community college system will still face a deficit of approximately \$30 million, which may translate into an approximate 1% deficit factor. We have included this assumption into our projections.

MANDATED COST REIMBURSEMENT: One of the proposals in the legislature recommends funding for a portion of these unfunded mandates, so we remain hopeful that some money will begin to flow to pay for this mandate backlog.



Chart on Foothill-De Anza Enrollment



Enrollment drives about 99% of the general fund revenue; therefore, considerable attention is devoted to enrollment management.

In 2007/08, the district fully recovered its resident credit FTES base as well as grew 2.52%, or 822 FTES, above the recovered amount.

Final enrollment reports indicate that we grew .38%, or 125 FTES, above the state-allocated growth cap of 2.14% (as of P-2) for fiscal year 07/08. This additional growth over cap will not be funded by state apportionment. We will closely watch our enrollment trends in fall 2008 to ensure that we can cover the cost of instruction and align it with our goal of providing as many programs as possible to our growing student population.

At this moment, we are projecting to stay at the same level of FTES for fiscal year 08/09 as our total reported fiscal year 07/08 FTES.



Analysis of FTES

06-07 P-A Recertified		Resident Credit	Non Credit	Total	
				Apportionment	Non resident
Total		31,935	425	32,361	3,613
		Total			
07-08 P-A		Resident Credit	Non Credit	Apportionment	Non resident
					Total
De Anza		19,595	171	19,766	2,363
Foothill		13,276	334	13,610	1,625
Total		32,871	505	33,376	3,988
Variance from New Restored Base (%) (*)		2.36%	14.64%	2.52%	
Variance from New Restored Base (FTES) (*)		757	65	822	
Restored Base (*)		32,114	441	32,555	3 year restoration allowed (stability plus COLA)
Growth Constrained by 2.14% Growth		32,801	450	33,251	based on P-2 recalculation (b)
Unfunded FTES		69.76	55.08	124.84	(a-b)
Variance from base restored constrained for growth 2.14%		0.21%	12.24%	0.38%	(a/b)
08-09 Adopted Budget		Resident Credit	Non Credit	Total	
				Apportionment	Non resident
De Anza		19,595	171	19,766	2,363
Foothill		13,276	334	13,610	1,625
Total		32,871	505	33,376	3,988

Our district cap for the budget year is estimated to be .65%; consequently, we are projecting that our enrollment will remain flat at the 07/08 FTES level.



FHDA 2008/09 Productivity

- FTES from regular on-campus and off-campus programs is budgeted at 32,898 FTES and productivity of 535
- In addition, the Job Corps Program at De Anza College and the Performing Arts Alliance Program at Foothill College are estimated to generate 4,466 FTES

We use the term “productivity” to describe the ratio between Weekly Student Contact Hours (WSCH) and Full-Time Equivalent Faculty (FTEF). This is a consistent way to measure the number of instructors needed to teach a given student load. For 08/09, we are budgeting on-campus productivity at 535.

The focus on productivity measurements is important because an increase (or decrease) of 15 points in productivity is equal to an approximate \$1 million increase (or decrease) in part-time faculty costs.



Health Benefit Plans

- FY 07/08 ended with lower-than-expected claims experience. A savings of \$2.1M has been realized due to exposure cost variance and claims cost variance. However,
 - Active per employee per year (PEPY) rate is projected to increase 6% as compared to 07/08 actual PEPY rate, and
 - Retiree per employee per year (PEPY) rate is projected to increase 22% as compared to 07/08 actual PEPY rate.

These changes will result in health benefits increases of \$1.5 million (year-to-year comparison).
- Since our 2008/09 budget has an operating deficit of \$7.9 million, we have retained one-time medical benefits savings from 07/08 in our general fund rather than transferring it to the Internal Service Fund as has been done in the past few years. In addition, we will need to transfer \$1.5 million from the Internal Service Fund to cover a projected increase to the benefits rates in 08/09.

The 07/08 fiscal year resulted in health benefits savings of \$2.1 million, mostly in retiree employee claims. At the end of 07/08, these savings were retained in the general fund to be used to offset next year's operating deficit. As a result, our ending fund balance in the general fund increased at year-end by \$2.1 million to a total of \$4.2 million.

In 2008/09, the Active per employee per year (PEPY) rate is projected to increase about 6%, and the Retiree PEPY rate projections are forecast to increase by 22% as compared to the 07/08 PEPY rate, which will increase the total cost to the general fund by approximately \$1.5 million. We are recommending a transfer of \$1.5 million from the savings generated in prior years.

After a transfer of \$1.5 million to the general fund, there will be approximately \$6 million in the Internal Service Fund (Fund 61) in one-time unrestricted funds remaining to offset future increases in benefits costs (see the Internal Service Fund Summary for details).

It is very important to note that the medical benefits projections for 08/09 have been recalibrated based on the lower experience level incurred in 07/08. Specifically,

- the self-insured medical claims have been projected from the actual 07/08 claims experience (not the budgeted experience), and
- our projection for unfilled positions has now been incorporated into the lower per employee per year rate to anticipate higher float from unfilled positions so this is not overstated.

All of these changes reflect a continued effort to tighten the forecasting for our Health Benefits Program to ensure it is the most accurate representation of our expected costs.



Significant New Expense Items Budgeted in 08/09

- The cost to backfill additional full-time faculty on professional development leave in 08/09 (\$630,000)
- Utilities (\$845,000)
- District-wide software/maintenance cost increase (\$78,000)
- International Student Program growth augmentation (\$280,000)
- Health benefits increases of \$1.5 million (year-to-year comparison)



FY 08/09 Ending Balance Analysis Scenario 1

Fiscal Year 08/09 Ending Balance Analysis-Scenario 1		
07/08 Ending Balance	\$	30,628,609
less Restricted Budget Carry Forward	\$	16,401,721
plus 08/09 Revenue	\$	184,298,308
less 08/09 Expenses	\$	192,157,721
less 08/09 Reserves (5%)	\$	10,430,000
08/09 Unrestricted Budget Balance	\$	(4,062,525)
One time Transfer In from Internal Service Fund to offset projected Medical Benefits Increases in 08/09	\$	1,534,008
Recovery of Deficit Factor in FY 08/09 (if passed in Governor's Budget) (est)	\$	2,000,000
Net Deficit Before Transfer In from Campuses and Central Services	\$	(528,517)
Transfer in from Campuses and Central Services	\$	528,517
08/09 Ending Fund Balance	\$	0

The above analysis projects the ending balance to 6/30/09 under Scenario 1 where it is assumed that the Property Tax Backfill (an estimated \$2 million) is recovered. For the purpose of building our Adopted Budget we have used Scenario 2 (on the next page).



FY 08/09 Ending Balance Analysis Scenario 2

Fiscal Year 08/09 Ending Balance Analysis-Scenario 2		
07/08 Ending Balance	\$	30,628,609
less Restricted Budget Carry Forward	\$	16,401,721
plus 08/09 Revenue	\$	184,298,308
less 08/09 Expenses	\$	192,157,721
less 08/09 Reserves (5%)	\$	10,430,000
08/09 Unrestricted Budget Balance	\$	(4,062,525)
One time Transfer In from Internal Service Fund to offset projected Medical Benefits Increases in 08/09	\$	1,534,008
Net Deficit Before Transfer In from Campuses and Central Services	\$	(2,528,517)
Transfer in from Campuses and Central Services	\$	2,528,517
08/09 Ending Fund Balance	\$	0

The above analysis projects the ending balance to 6/30/09. The important aspects of this ending balance to note are:

- It could easily change by several million dollars as we wait to hear:
 - what the official state budget will be
 - what our benefits experience will be
 - what our funded enrollment in fiscal year 08/09 will be
 - if there will be a deficit factor in fiscal year 08/09 and how large
 - if there will be backfill for the property tax shortfall in the governor's adopted budget for fiscal years 07/08 and 08/09

The positive news is that we are well positioned to use a variety of one-time savings from prior years to weather the next year's challenging budget conditions.



Major Variables for Expense and Revenue Projections

- Reliability of Base Apportionment Funding
- Deficit Factor
- Productivity
- Self-Funded Benefit Programs
- Reliability of Continued Lottery Funding
- Student Demand in 08/09



Following will need to be addressed in FY 08/09

- Will we achieve our FTES goal?
- Will our productivity estimates materialize?
- Will we need to adjust our benefits projections?



The Governor's Budget and its Impact on Other Programs

- Categorical Programs – reduction in most programs for FHDA (\$1,073,807)

- The impact of these reductions may result in reduced services to students and may require reliance on one-time carryover where applicable

(see schedule attached in Supplemental Information)



Remember what we will do to achieve our Educational Master Plan goals

- We will be able to serve an expected 37,364 full-time equivalent students (FTES)
- We will be able to provide adequate support services to assist with student success
- We will be able to maintain a minimum 5% reserve to anticipate mid-year fluctuations



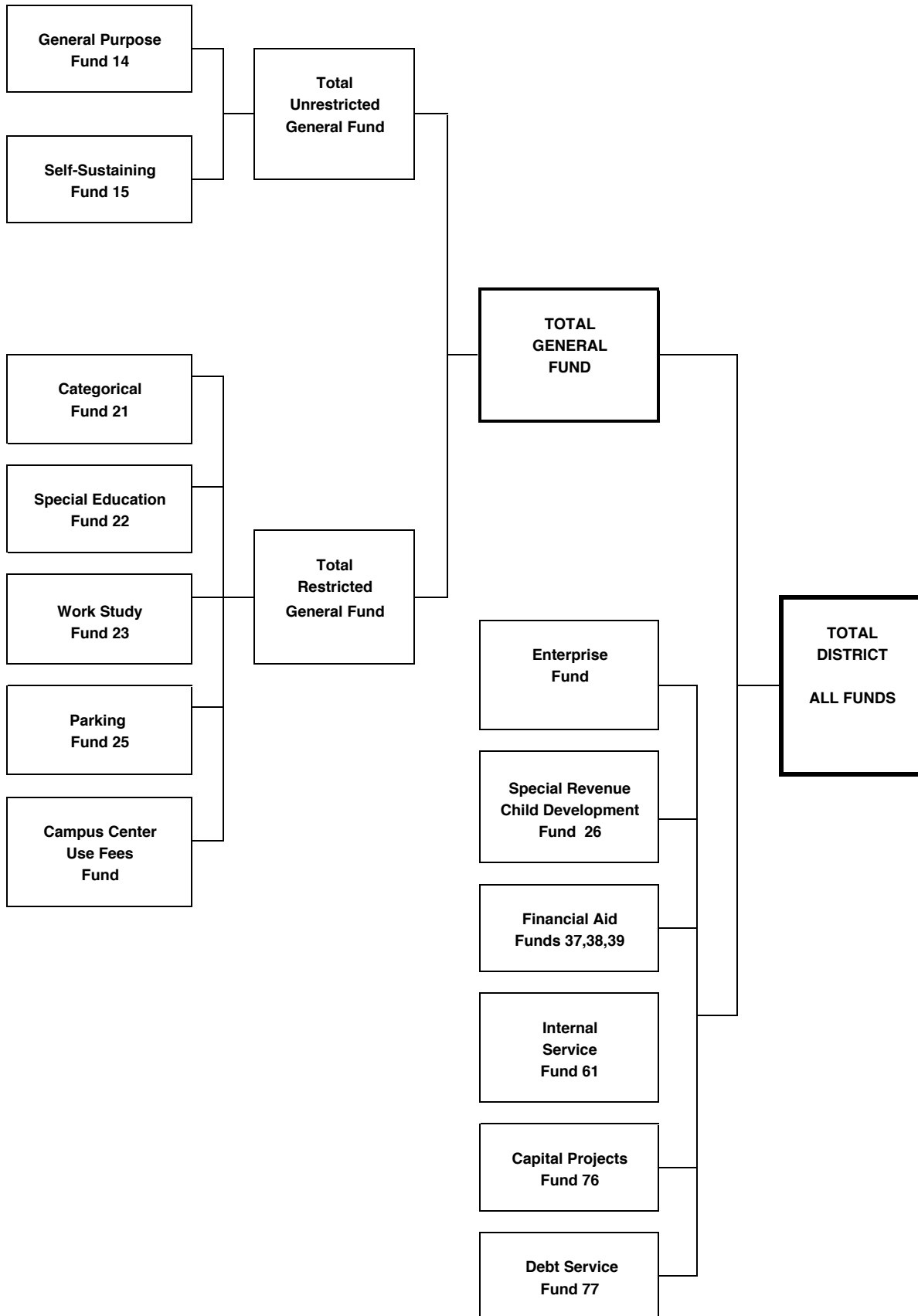
Looking Ahead

- 08/09 deficit solved with one-time solutions
- 09/10 will need to be balanced primarily with structural solutions

This budget, although including an operating deficit of \$7.9 million, still supports the educational initiatives and objectives of the district. While the budget has been tight these past few years, it is important to recognize the accomplishments of the colleges in delivering educational services to students. We will be working with the campuses and constituency groups in the first half of fiscal year 08/09 to place strategic corrections into our budget in order to build a structurally balanced budget for fiscal year 09/10.

Independent of the fiscal outlook of the state budget, we may have some one-time funds to help us through the process but it will be our goal to build an ongoing, structurally balanced budget that will support the Educational Master Plan of the colleges.

ALL FUNDS CHART



FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**2008-2009
Adopted Budget Summary
for ALL FUNDS**

	TOTAL GENERAL FUND	Enterprise Funds	Child Development Fund 26	Financial Aid Funds	Capital Projects Fund 76	Debt Service Fund 77	TOTAL DISTRICT ALL FUNDS	Internal Service Fund 61
INCOME								
Federal Income	\$ 4,033,926	\$ 0	\$ 25,000	\$ 9,852,224	\$ 0	\$ 0	\$ 13,911,150	\$ 0
State Income	105,415,949		922,081	808,700	1,187,902	0	108,334,632	0
Local Income	110,641,808	13,676,305	1,330,682	26,075	9,214,716	21,297,966	156,187,552	49,997,944
TOTAL INCOME	\$ 220,091,683	\$ 13,676,305	\$ 2,277,763	\$ 10,686,999	\$ 10,402,618	\$ 21,297,966	\$ 278,433,334	\$ 49,997,944
EXPENSES								
Cost of Sales	\$ 0	\$ 9,178,456	\$ 0	\$ 0	\$ 0	\$ 0	\$ 9,178,456	\$ 0
Certificated Salaries	88,457,129	0	938,760	0	0	0	89,395,888	0
Classified Salaries	50,947,334	2,225,940	782,465	0	1,426,509	0	55,382,248	0
Employee Benefits	48,335,480	611,340	471,558	0	579,566	0	49,997,944	49,997,944
Materials and Supplies	3,799,235	0	158,637	0	569,312	0	4,527,184	0
Operating Expenses	45,833,956	1,406,407	20,000	636,075	6,507,078	0	54,403,516	0
Capital Outlay	1,315,772	0	0	0	115,490,430	0	116,806,202	0
TOTAL EXPENSES	\$ 238,688,905	\$ 13,422,143	\$ 2,371,420	\$ 636,075	\$ 124,572,895	\$ 0	\$ 379,691,438	\$ 49,997,944
TRANSFERS AND OTHER								
Transfers-in	\$ 7,324,792	\$ 0	\$ 93,657	\$ 84,000	\$ 0	\$ 3,641,115	\$ 11,143,564	\$ 0
Other Sources	30,000	0	0	526,000	0	150,455	706,455	0
Transfers-out	(9,609,556)	(17,850)	0	0	0	0	(9,627,406)	0
Contingency	(829,400)	0	0	0	0	0	(829,400)	0
Other Out Go	(433,690)	(43,360)	0	(10,660,924)	0	(15,121,031)	(26,259,005)	0
TOTAL TRANSFERS/OTHER SOURCES	\$ (3,517,854)	\$ (61,210)	\$ 93,657	\$ (10,050,924)	\$ 0	\$ (11,329,461)	\$ (24,865,792)	\$ 0
FUND BALANCE								
Net Change in Fund Balance	\$ (22,115,077)	\$ 192,952	\$ 0	\$ 0	\$ (114,170,277)	\$ 9,968,505	\$ (126,123,896)	\$ 0
Beginning Balance, July 1	40,856,146	4,205,001	468,656	2,698,829	274,995,495	23,016,175	346,240,302	10,298,649
Adjustments to Beginning Balance	0	0	0	0	0	0	0	0
NET FUND BALANCE, June 30	\$ 18,741,070	\$ 4,397,953	\$ 468,656	\$ 2,698,829	\$ 160,825,218	\$ 32,984,680	\$ 220,116,406	\$ 10,298,649

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**2008-2009
Adopted Budget Summary
for GENERAL FUNDS**

	Fund 14 Total		Self-Sustaining Fund 15	Total Unrestricted General Fund	Categorical Fund 21	Special Educ. Fund 22	Work Study Fund 23	Parking Fund 25	Campus Center Fund 28	Total Restricted General Fund	TOTAL GENERAL FUND
	General Fund 14	Cyrr/Use Resvs Fund 14									
INCOME											
Federal Income	\$ 2,089	\$ 0	\$ 0	\$ 2,089	\$ 3,651,573	\$ 0	\$ 380,264	\$ 0	\$ 0	\$ 4,031,837	\$ 4,033,926
State Income	89,314,989	0	2,063,990	91,378,979	10,864,423	3,172,547	0	0	0	14,036,970	105,415,949
Local Income	94,981,231	0	9,134,014	104,115,245	2,181,019	1,600	0	2,287,000	2,056,944	6,526,563	110,641,808
TOTAL INCOME	\$ 184,298,308	\$ 0	\$ 11,198,004	\$ 195,496,312	\$ 16,697,015	\$ 3,174,147	\$ 380,264	\$ 2,287,000	\$ 2,056,944	\$ 24,595,370	\$ 220,091,683
EXPENSES											
Certificated Salaries	\$ 80,362,939	\$ 0	\$ 1,661,530	\$ 82,024,469	\$ 2,353,802	\$ 4,078,858	\$ 0	\$ 0	\$ 0	\$ 6,432,660	\$ 88,457,129
Classified Salaries	38,636,500	0	2,155,946	40,792,446	6,067,562	2,195,436	494,019	943,152	454,719	10,154,888	50,947,334
Employee Benefits	42,535,269	0	1,064,308	43,599,577	2,372,917	1,812,585	0	369,746	180,655	4,735,902	48,335,480
Materials and Supplies	1,895,374	0	568,356	2,463,730	1,282,399	24,634	4,000	2,000	42,472	1,335,505	3,799,235
Operating Expenses	20,581,999	16,401,721	4,995,987	41,979,707	3,030,572	472,358	9,000	120,000	222,319	3,854,249	45,833,956
Capital Outlay	70,565	0	111,000	181,565	1,053,020	21,187	0	0	60,000	1,134,207	1,315,772
TOTAL EXPENSES	\$ 184,082,647	\$ 16,401,721	\$ 10,557,127	\$ 211,041,495	\$ 16,140,272	\$ 8,605,059	\$ 507,019	\$ 1,434,897	\$ 960,164	\$ 27,647,411	\$ 238,688,905
TRANSFERS AND OTHER											
Transfers-in	\$ 1,534,008	\$ 0	\$ 0	\$ 1,534,008	\$ 50,772	\$ 5,236,214	\$ 126,755	\$ 377,043	\$ 0	\$ 5,790,784	\$ 7,324,792
Other Sources	0	0	30,000	30,000	0	0	0	0	0	0	30,000
Transfers-out	(7,245,675)	0	(56,323)	(7,301,998)	(84,000)	0	0	(1,229,146)	(994,412)	(2,307,558)	(9,609,556)
Contingency	(829,400)	0	0	(829,400)	0	0	0	0	0	0	(829,400)
Other Out Go	0	0	0	0	(433,690)	0	0	0	0	(433,690)	(433,690)
TOTAL TRANSFERS/OTHER SOURCES	\$ (6,541,067)	\$ 0	\$ (26,323)	\$ (6,567,390)	\$ (466,918)	\$ 5,236,214	\$ 126,755	\$ (852,103)	\$ (994,412)	\$ 3,049,536	\$ (3,517,854)
FUND BALANCE											
Net Change in Fund Balance	\$ (6,325,406)	\$ (16,401,721)	\$ 614,554	\$ (22,112,572)	\$ 89,825	\$ (194,698)	\$ 0	\$ 0	\$ 102,368	\$ (2,504)	\$ (22,115,077)
Beginning Balance, July 1	14,226,889	16,401,721	6,059,340	36,687,950	3,338,961	194,698	0	0	634,538	4,168,197	40,856,146
Adjustments to Beginning Balance	0	0	0	0	0	0	0	0	0	0	0
NET FUND BALANCE, June 30	\$ 7,901,483	\$ 0	\$ 6,673,894	\$ 14,575,377	\$ 3,428,786	\$ 0	\$ 0	\$ 0	\$ 736,906	\$ 4,165,693	\$ 18,741,070

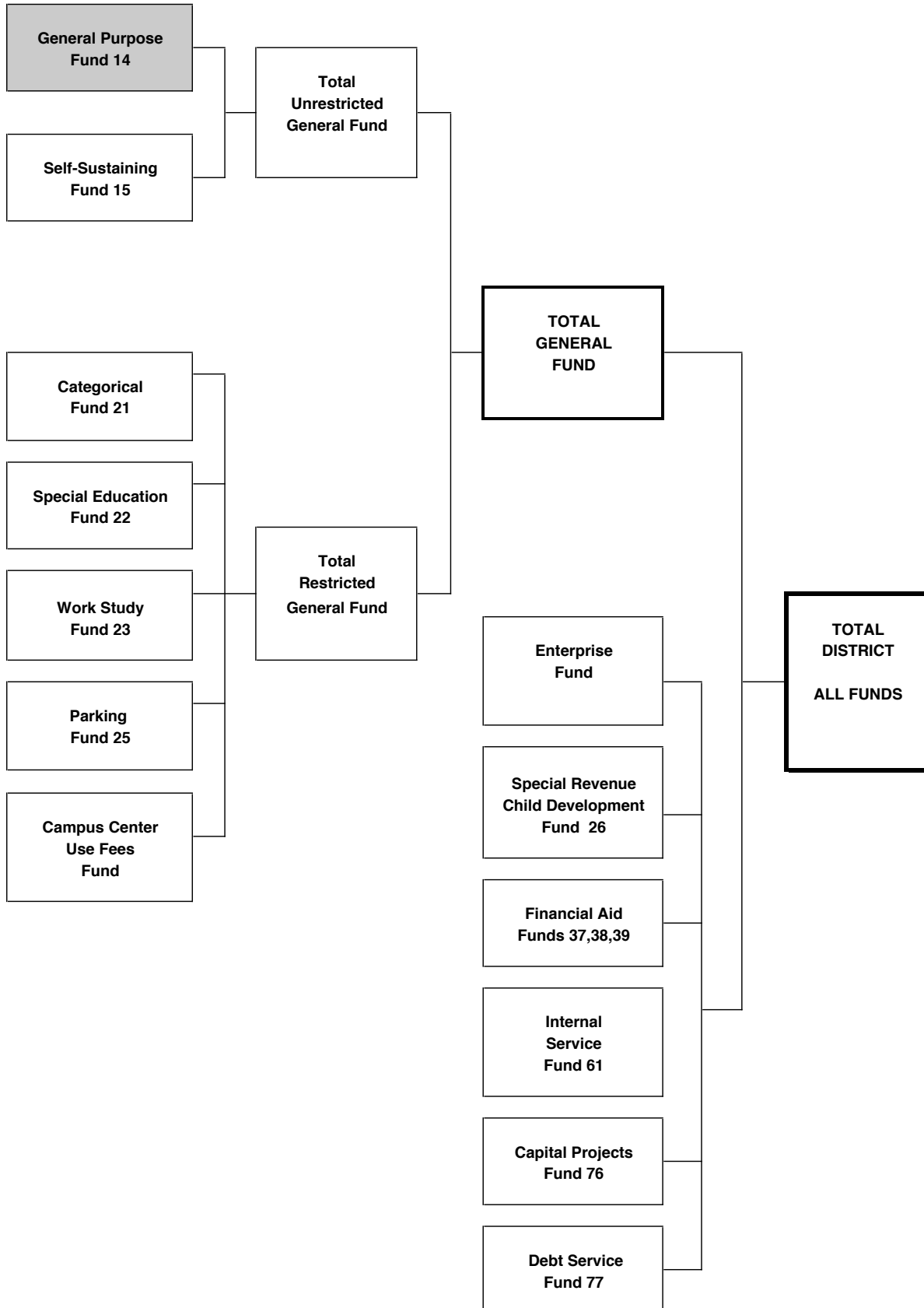
RECONCILIATION OF INTERFUND TRANSFERS FOR 08/09

	TO												
Fund	General 14	Self- Sustaining 15	Categorical 21	Special Education 22	Federal Work Study 23	Parking 25	Child Development 26	Campus Ctr Use Fees 28	Financial Aid 33,37,38,39	Internal Service 61	Capital Projects 76	Debt Service 77	Total
14		29,088	29,088	5,236,214	126,755	377,043	93,657		33,37,38,39			1,382,918	7,245,675
15			21,684									34,639	56,323
21									84,000				84,000
22													0
23													0
25												1,229,146	1,229,146
26												994,412	994,412
28													0
37													0
61	1,534,008												1,534,008
76													0
77													0
	1,534,008	0	50,772	5,236,214	126,755	377,043	93,657	0	84,000		0	3,641,115	11,143,564

Notes

- Fund 14 to 21: 29,088 for SDL backfill
- Fund 14 to 22: 5,236,214 for Special Ed Match
- Fund 14 to 23: 126,755 for Federal Work Study match
- Fund 14 to 25: 377,043 to offset parking fund operating deficit
- Fund 14 to 26: 93,657 for PDL backfill
- Fund 14 to 77: 774,113 for Debt Service
2,148 for Debt Service fees
606,657 for Capital Lease payments
- Fund 15 to 21: 21,684 for TB tests & Worker's Comp
- Fund 15 to 77: 34,572 for Debt Service
67 for Debt Service fees
- Fund 21 to 33: 84,000 for Nursing scholarships
- Fund 25 to 77: 1,226,761 for Debt Service
2,385 for Debt Service fees
- Fund 28 to 77: 991,795 for Debt Service
2,617 for Debt Service fees
- Fund 61 to 14: 1,534,008 for 08/09 Projected Medical Benefits Increase

GENERAL PURPOSE



GENERAL PURPOSE**Fund 14**

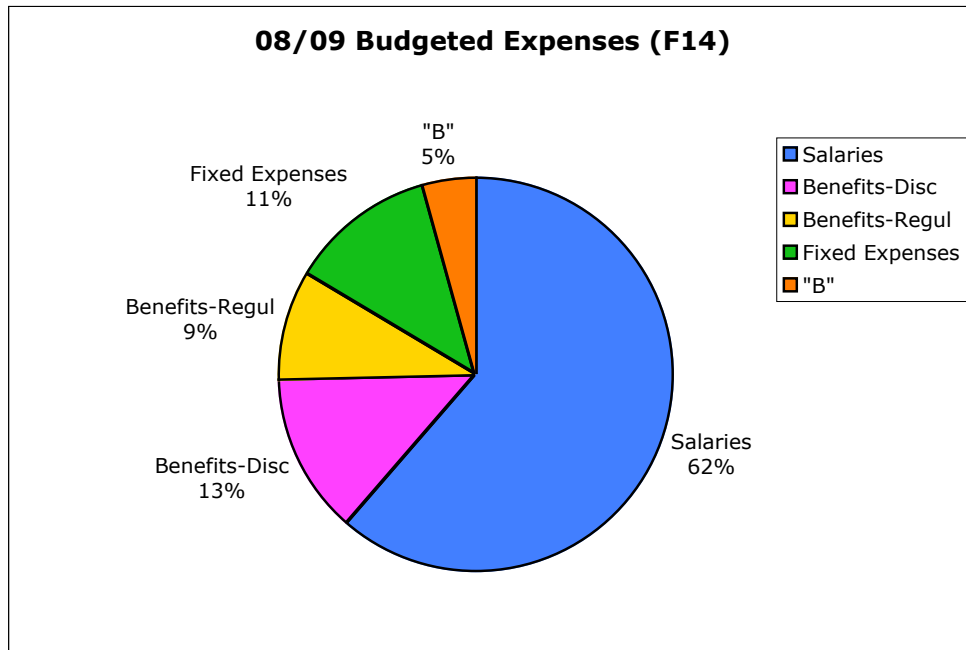
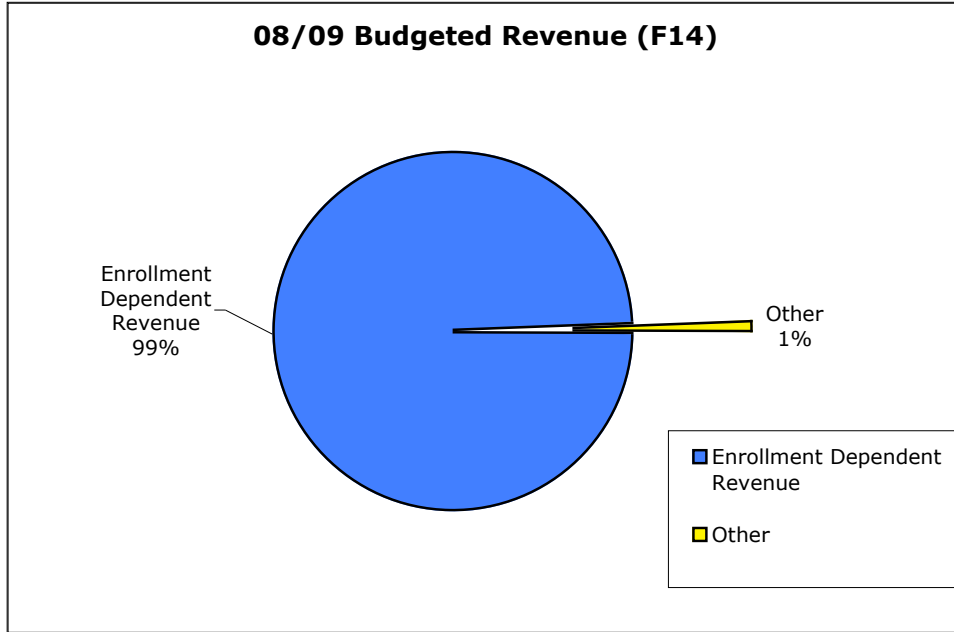
The General Activity fund is part of the unrestricted general fund. This fund accounts for the majority of the district's revenues and expenditures. About 86% of this fund's revenue comes from the base revenue, about 9% comes from non-resident tuition, 2% comes from lottery proceeds, and 3% comes from other sources.

The base revenue is comprised of three revenue sources:

- Local Taxes 7%
- Property Tax Revenue 41%
- State's General Apportionment 52%

The state estimates the amount of property taxes and enrollment revenue that will be generated during the year and budgets general apportionment accordingly. When either property taxes or enrollment revenues are less than originally budgeted, the state general apportionment for community colleges is not increased to make up the deficit in base revenues, resulting in the imposition of a "deficit factor" on revenues.

General Activity fund expenses account for the majority of the district's operating expenses. Salaries and benefits comprise 84% of the total general fund expenses. Fixed expenses such as leases, utilities, debt payment, a transfer out to DSP&S (Disabled Student Programs & Services), insurance premiums, bank and credit card fees, collective bargaining costs, and district-wide software maintenance comprise 11% of the total general fund expenses. The remaining 5% constitutes the campuses' and Central Services' discretionary B budget, approximately \$8.7 million.



FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 14
General Purpose**

2008-09 BUDGETS

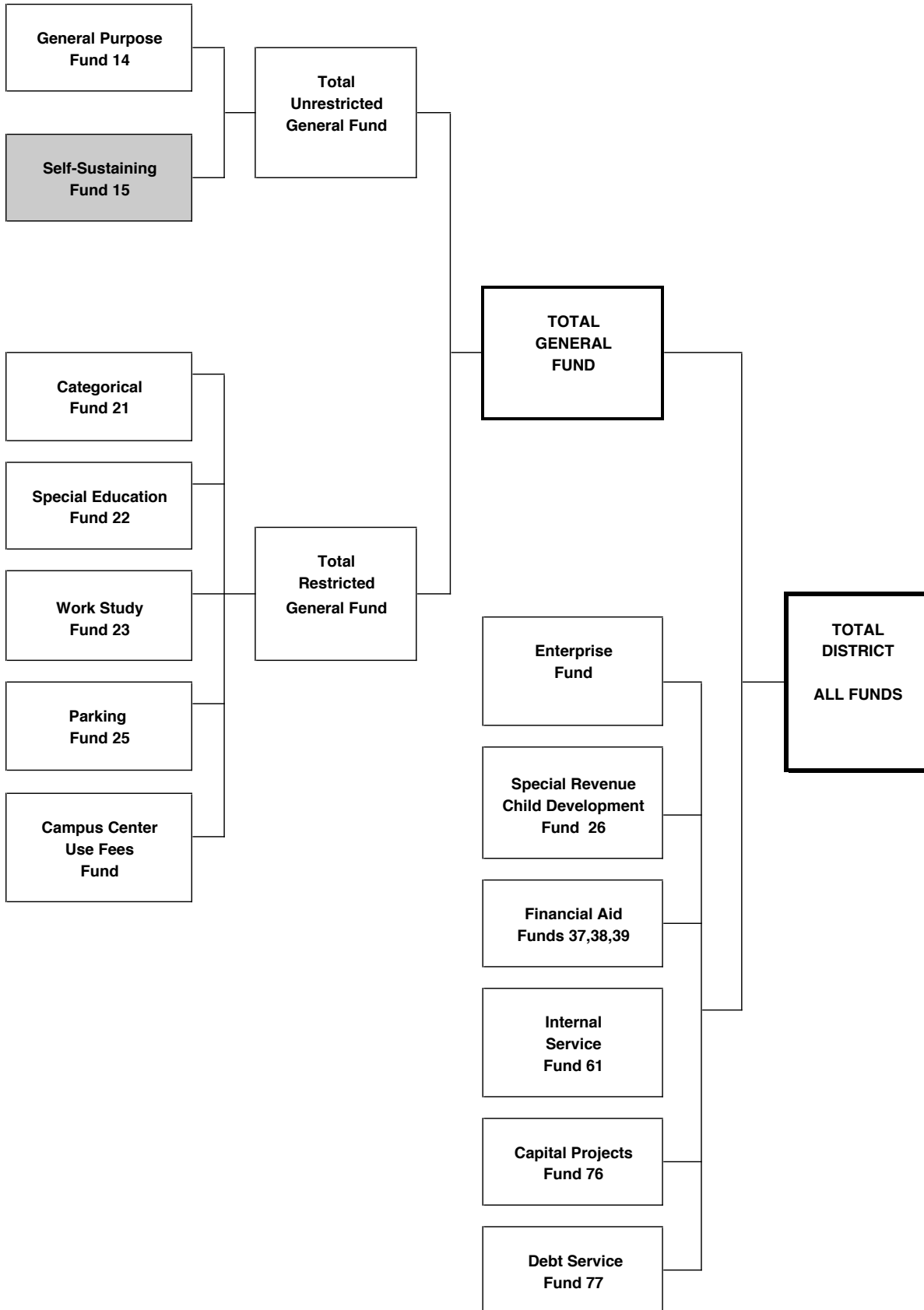
INCOME	Foothill College	De Anza College	Central Services	District-Wide	Total Fund 14
Federal					
Other Federal	\$ 889	\$ 1,200	\$ 0	\$ 0	\$ 2,089
Total Federal Income	\$ 889	\$ 1,200	\$ 0	\$ 0	\$ 2,089
State					
Apportionment	\$ 0	\$ 0	\$ 0	\$ 83,303,469	\$ 83,303,469
Deferred Maintenance	0	0	0	0	0
Lottery	0	0	0	4,408,969	4,408,969
Mandated Cost Reimbursement	0	0	0	0	0
Staff Development	0	0	0	0	0
Other State	0	0	0	1,602,551	1,602,551
Total State Income	\$ 0	\$ 0	\$ 0	\$ 89,314,989	\$ 89,314,989
Local					
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 65,239,283	\$ 65,239,283
Resident Enrollment	92,627	225,000	0	9,834,300	10,151,927
Non-resident Enrollment	0	0	0	15,638,294	15,638,294
Interest	0	0	0	1,800,000	1,800,000
Other Local	429,382	782,345	780,000	160,000	2,151,727
Total Local Income	\$ 522,009	\$ 1,007,345	\$ 780,000	\$ 92,671,877	\$ 94,981,231
TOTAL INCOME	\$ 522,898	\$ 1,008,545	\$ 780,000	\$ 181,986,865	\$ 184,298,308
EXPENSES					
Contract Teachers	\$ 15,318,870	\$ 23,044,280	\$ 0	\$ 244,000	\$ 38,607,150
Contract Non-teachers	5,091,799	5,523,641	639,984	0	11,255,424
Other Teachers	10,827,762	17,422,964	0	0	28,250,726
Other Non-teachers	28,160	78,307	0	2,143,172	2,249,639
Total Certificated Salaries	\$ 31,266,591	\$ 46,069,192	\$ 639,984	\$ 2,387,172	\$ 80,362,939
Contract Non-instructional	\$ 7,751,142	\$ 11,055,059	\$ 15,732,658	\$ 69,500	\$ 34,608,359
Contract Instructional Aides	568,746	2,003,076	0	0	2,571,822
Other Non-instructional	425,909	246,485	0	783,925	1,456,319
Other Instructional Aides	0	0	0	0	0
Students	0	0	0	0	0
Students-FWS	0	0	0	0	0
Total Classified Salaries	\$ 8,745,797	\$ 13,304,620	\$ 15,732,658	\$ 853,425	\$ 38,636,500
Total Salaries	\$ 40,012,388	\$ 59,373,812	\$ 16,372,642	\$ 3,240,597	\$ 118,999,439
Total Staff Benefits	\$ 10,459,003	\$ 15,519,889	\$ 6,494,290	\$ 10,062,087	\$ 42,535,269
Total Materials and Supplies	\$ 715,892	\$ 1,179,482	\$ 0	\$ 0	\$ 1,895,374
Contracted Services	\$ 1,706,630	\$ 2,878,464	\$ 0	\$ 282,000	\$ 4,867,094
Lease of Equipment & Facilities	0	0	0	1,053,996	1,053,996
Utilities	0	0	0	4,841,000	4,841,000
Other Operating	870,762	648,097	4,327,227	20,375,544	26,221,630
Total Operating	\$ 2,577,392	\$ 3,526,561	\$ 4,327,227	\$ 26,552,540	\$ 36,983,720
Buildings	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Equipment-New & Replacement	0	0	0	0	0
Other	51,861	18,704	0	0	70,565
Total Capital Outlay	\$ 51,861	\$ 18,704	\$ 0	\$ 0	\$ 70,565
TOTAL EXPENSES	\$ 53,816,537	\$ 79,618,448	\$ 27,194,159	\$ 39,855,224	\$ 200,484,368
Transfers-in	\$ 0	\$ 0	\$ 0	\$ 1,534,008	\$ 1,534,008
Other Sources	0	0	0	0	0
Transfers-out	0	0	(120,000)	(7,125,675)	(7,245,675)
Contingency	0	0	0	(829,400)	(829,400)
Other Out Go	0	0	0	0	0
TOTAL TRANS/OTHER SOURCES	\$ 0	\$ 0	\$ (120,000)	\$ (6,421,067)	\$ (6,541,067)
Net Change in Fund Balance	\$ (53,293,639)	\$ (78,609,903)	\$ (26,534,159)	\$ 135,710,574	\$ (22,727,127)
Beginning Balance, July 1	0	0	0	0	30,628,609
Adjustments to Beginning Balance	0	0	0	0	0
NET FUND BALANCE, June 30	\$ (53,293,639)	\$ (78,609,903)	\$ (26,534,159)	\$ 135,710,574	\$ 7,901,483

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 14
General Purpose**

TOTAL DISTRICT			
INCOME	Revised Budget 07/08	Actual 07/08	Budget 08/09
Federal			
Other Federal	\$ 2,219	\$ 2,219	\$ 2,089
Total Federal Income	\$ 2,219	\$ 2,219	\$ 2,089
State			
Apportionment	\$ 81,256,096	\$ 81,256,096	\$ 83,303,469
Deferred Maintenance	0	0	0
Lottery	4,157,083	4,157,083	4,408,969
Mandated Cost Reimbursement	0	0	0
Staff Development	0	0	0
Other State	1,823,463	1,823,463	1,602,551
Total State Income	\$ 87,236,642	\$ 87,236,642	\$ 89,314,989
Local			
Property Taxes	\$ 65,696,739	\$ 65,696,739	\$ 65,239,283
Resident Enrollment	10,204,945	10,204,945	10,151,927
Non-resident Enrollment	15,002,591	15,002,591	15,638,294
Interest	3,694,312	3,694,312	1,800,000
Other Local	2,131,460	2,131,460	2,151,727
Total Local Income	\$ 96,730,047	\$ 96,730,047	\$ 94,981,231
TOTAL INCOME	\$ 183,968,907	\$ 183,968,907	\$ 184,298,308
EXPENSES			
Contract Teachers	\$ 35,174,987	\$ 35,035,120	\$ 38,607,150
Contract Non-teachers	13,627,886	13,120,522	11,255,424
Other Teachers	28,784,879	28,784,571	28,250,726
Other Non-teachers	593,250	1,859,932	2,249,639
Total Certificated Salaries	\$ 78,181,002	\$ 78,800,145	\$ 80,362,939
Contract Non-instructional	\$ 34,809,010	\$ 32,246,458	\$ 34,608,359
Contract Instructional Aides	2,539,418	2,503,717	2,571,822
Other Non-instructional	(1,750,947)	1,757,855	1,456,319
Other Instructional Aides	0	0	0
Students	969,812	1,002,239	0
Students-FWS	0	0	0
Total Classified Salaries	\$ 36,567,293	\$ 37,510,270	\$ 38,636,500
Total Salaries	\$ 114,748,295	\$ 116,310,415	\$ 118,999,439
Total Staff Benefits	\$ 40,535,173	\$ 38,325,192	\$ 42,535,269
Total Materials and Supplies	\$ 3,616,437	\$ 4,573,983	\$ 1,895,374
Contracted Services	\$ 6,131,676	\$ 6,229,264	\$ 4,867,094
Lease of Equipment & Facilities	1,252,810	1,199,228	1,053,996
Utilities	3,964,366	4,038,969	4,841,000
Other Operating	27,071,064	5,725,847	26,221,630
Total Operating	\$ 38,419,916	\$ 17,193,308	\$ 36,983,720
Buildings	\$ 63,800	\$ 63,800	\$ 0
Equipment-New & Replacement	715,668	672,821	0
Other	(506,987)	43,571	70,565
Total Capital Outlay	\$ 272,481	\$ 780,192	\$ 70,565
TOTAL EXPENSES	\$ 197,592,302	\$ 177,183,090	\$ 200,484,368
Transfers-in	\$ 85,815	\$ 85,815	\$ 1,534,008
Other Sources	35,007	37,007	0
Transfers-out	(10,371,890)	(10,372,929)	(7,245,675)
Contingency	(2,100,600)	0	(829,400)
Other Out Go	0	(56,673)	0
TOTAL TRANS/OTHER SOURCES	\$ (12,351,668)	\$ (10,306,780)	\$ (6,541,067)
Net Change in Fund Balance	\$ (25,975,063)	\$ (3,520,963)	\$ (22,727,127)
Beginning Balance, July 1	34,149,572	34,149,572	30,628,609
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 8,174,509	\$ 30,628,609	\$ 7,901,483

SELF-SUSTAINING



SELF-SUSTAINING**Fund 15**

Self-Sustaining funds, as the name implies, counterbalance operating expenditures against the revenues generated from various instructional arrangements. Not all related costs are allocated to these programs but, for those expenses that are charged, the programs are expected to generate income or use accumulated balances to cover them. Although budgets are used as a means to forecast and control revenue and expenditure activity, spending is solely dependent upon their ability to generate sufficient revenue to adequately support such operations.

Most accounts within this group have residual funds; excess revenues over expenditures are available for use at the respective college's discretion. The residual funds are regarded as *designated funds*, which mean that, although the district regards them as restricted, they are actually *unrestricted* and are reported to the state as such. The Board of Trustees has the discretion to use the funds for any lawful purpose.

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 15
Self-Sustaining**

2008-09 BUDGETS

INCOME	Foothill College	De Anza College	Central Services	Total Fund 15
Total State Income	\$ 2,031,428	\$ 32,562	\$ 0	\$ 2,063,990
Contract Services	\$ 0	\$ 755,000	\$ 0	\$ 755,000
Enrollment	0	0	0	0
Facilities Rental	275,000	156,000	0	431,000
Field Trip Revenue	42,100	20,000	0	62,100
Sales	0	203,000	0	203,000
Short Courses	0	550,000	0	550,000
Other Local Income	3,284,408	1,238,050	2,610,456	7,132,914
Total Local Income	\$ 3,601,508	\$ 2,922,050	\$ 2,610,456	\$ 9,134,014
TOTAL INCOME	\$ 5,632,936	\$ 2,954,612	\$ 2,610,456	\$ 11,198,004
EXPENSES				
Contract Teachers	\$ 0	\$ 0	\$ 0	\$ 0
Contract Non-teachers	150,288	336,988	0	487,276
Other Teachers	1,130,376	25,000	0	1,155,376
Other Non-teachers	2,877	16,000	0	18,877
Total Certificated Salaries	\$ 1,283,542	\$ 377,988	\$ 0	\$ 1,661,530
Contract Non-instructional	\$ 956,041	\$ 872,541	\$ 0	\$ 1,828,582
Contract Instructional Aides	0	0	0	0
Other Non-instructional	143,912	183,452	0	327,364
Other Instructional Aides	0	0	0	0
Students	0	0	0	0
Students-FWS	0	0	0	0
Total Classified Salaries	\$ 1,099,953	\$ 1,055,993	\$ 0	\$ 2,155,946
Total Salaries	\$ 2,383,495	\$ 1,433,981	\$ 0	\$ 3,817,476
Total Staff Benefits	\$ 610,538	\$ 453,770	\$ 0	\$ 1,064,308
Total Materials and Supplies	\$ 588,643	\$ (20,287)	\$ 0	\$ 568,356
Contracted Services	\$ 0	\$ 0	\$ 0	\$ 0
Lease of Equipment & Facilities	0	0	0	0
Utilities	0	0	0	0
Other Operating	2,024,078	739,642	2,232,267	4,995,987
Total Operating	\$ 2,024,078	\$ 739,642	\$ 2,232,267	\$ 4,995,987
Buildings	\$ 0	\$ 0	\$ 0	\$ 0
Equipment-New & Replacement	0	0	0	0
Other	2,000	109,000	0	111,000
Total Capital Outlay	\$ 2,000	\$ 109,000	\$ 0	\$ 111,000
TOTAL EXPENSES	\$ 5,608,754	\$ 2,716,106	\$ 2,232,267	\$ 10,557,127
Transfers-in	\$ 0	\$ 0	\$ 0	\$ 0
Other Sources	0	30,000	0	30,000
Transfers-out	0	(34,639)	(21,684)	(56,323)
Contingency	0	0	0	0
Other Out Go	0	0	0	0
TOTAL TRANSFERS/OTHER SOURCE	\$ 0	\$ (4,639)	\$ (21,684)	\$ (26,323)
Net Change in Fund Balance	\$ 24,182	\$ 233,867	\$ 356,505	\$ 614,554
Beginning Balance, July 1	2,598,136	2,534,477	926,727	6,059,340
Adjustments to Beginning Balance	0	0	0	0
NET FUND BALANCE, June 30	\$ 2,622,318	\$ 2,768,344	\$ 1,283,232	\$ 6,673,894

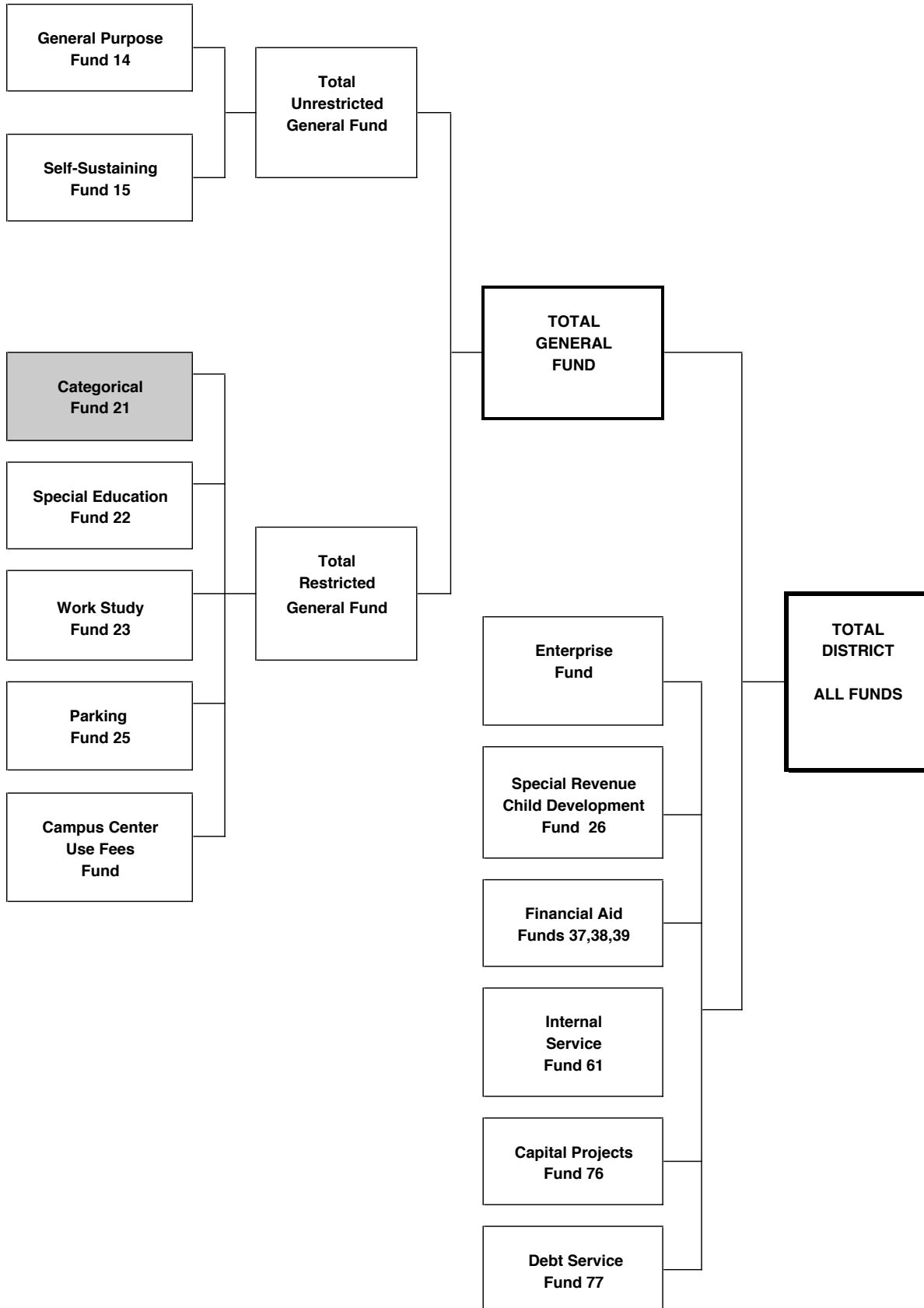
FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 15
Self-Sustaining**

TOTAL DISTRICT

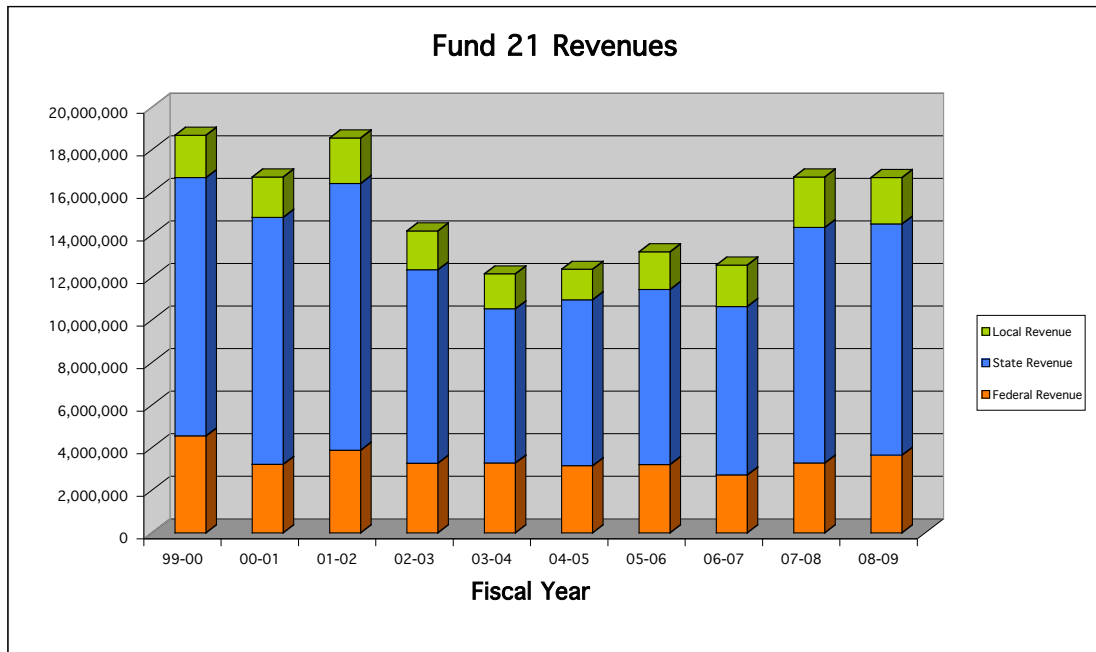
INCOME	Revised Budget 07/08	Actual 07/08	Budget 08/09
Total State Income	\$ 1,977,963	\$ 2,358,130	\$ 2,063,990
Contract Services	\$ 705,000	\$ 745,324	\$ 755,000
Enrollment	0	0	0
Facilities Rental	410,000	653,432	431,000
Field Trip Revenue	62,100	99,442	62,100
Sales	196,500	224,677	203,000
Short Courses	610,000	579,481	550,000
Other Local Income	6,670,193	7,240,399	7,132,914
Total Local Income	\$ 8,653,793	\$ 9,542,755	\$ 9,134,014
TOTAL INCOME	\$ 10,631,756	\$ 11,900,885	\$ 11,198,004
EXPENSES			
Contract Teachers	\$ 0	\$ 0	\$ 0
Contract Non-teachers	539,793	511,021	487,276
Other Teachers	1,081,088	1,203,591	1,155,376
Other Non-teachers	14,045	51,324	18,877
Total Certificated Salaries	\$ 1,634,926	\$ 1,765,936	\$ 1,661,530
Contract Non-instructional	\$ 1,691,582	\$ 1,651,168	\$ 1,828,582
Contract Instructional Aides	0	0	0
Other Non-instructional	549,262	552,237	327,364
Other Instructional Aides	0	0	0
Students	0	195,467	0
Students-FWS	0	0	0
Total Classified Salaries	\$ 2,240,845	\$ 2,398,873	\$ 2,155,946
Total Salaries	\$ 3,875,771	\$ 4,164,808	\$ 3,817,476
Total Staff Benefits	\$ 1,011,646	\$ 898,734	\$ 1,064,308
Total Materials and Supplies	\$ 910,594	\$ 412,956	\$ 568,356
Contracted Services	\$ 0	\$ 2,811,307	\$ 0
Lease of Equipment & Facilities	0	475,230	0
Utilities	0	51,533	0
Other Operating	4,797,315	2,660,449	4,995,987
Total Operating	\$ 4,797,315	\$ 5,998,519	\$ 4,995,987
Buildings	\$ 0	\$ 0	\$ 0
Equipment-New & Replacement	0	156,280	0
Other	212,000	729	111,000
Total Capital Outlay	\$ 212,000	\$ 157,010	\$ 111,000
TOTAL EXPENSES	\$ 10,807,326	\$ 11,632,027	\$ 10,557,127
Transfers-in	\$ 236,126	\$ 236,126	\$ 0
Other Sources	0	30,000	30,000
Transfers-out	(62,724)	(62,447)	(56,323)
Contingency	0	0	0
Other Out Go	0	(9,296)	0
TOTAL TRANSFERS/OTHER SOURCES	\$ 173,402	\$ 194,383	\$ (26,323)
Net Change in Fund Balance	\$ (2,168)	\$ 463,241	\$ 614,554
Beginning Balance, July 1	5,596,099	5,596,099	6,059,340
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 5,593,931	\$ 6,059,340	\$ 6,673,894

CATEGORICAL



**RESTRICTED and CATEGORICAL
Fund 21**

Restricted and Categorical funds are those resources that come from federal, state or local agencies.

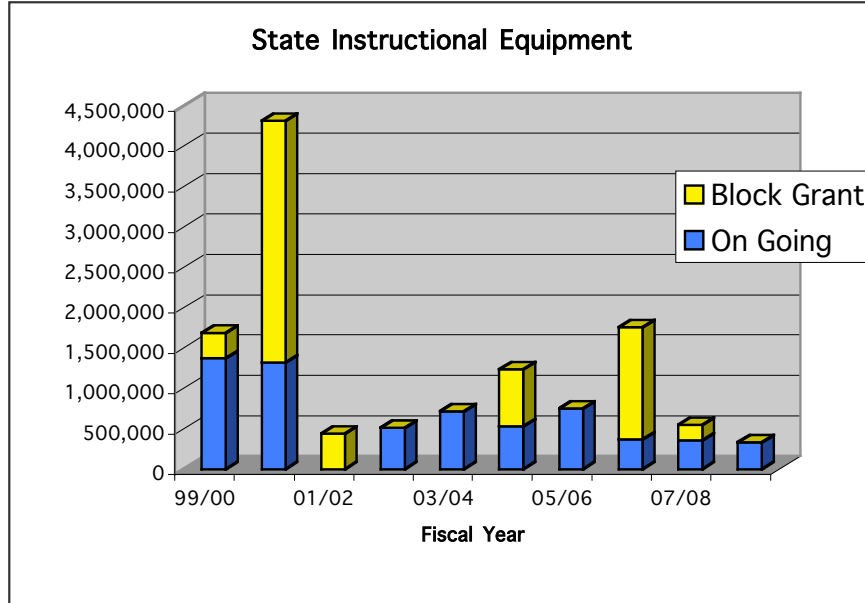


The chart above represents the amounts of revenue received from federal, state, and local sources for Fund 21 for the past ten years. The majority of the revenue that we receive in the Restricted and Categorical fund originates from the state. In 08/09, we are projecting some reductions in various areas of state revenue and expenses due to the Governor’s proposed budget cuts to the categorical programs, as well as a reduction in anticipated restricted state lottery funds. We are projecting to receive approximately the same level of funding from federal and local revenue as was received during fiscal year 07/08.

In general, money received by Fund 21 programs is restricted for a specific purpose. The principal programs in the Restricted and Categorical fund are as follows:

Instructional Equipment, Library Materials, and Technology (Block Grant): For the 08/09 Adopted Budget, we are anticipating a 10.9% reduction of ongoing state funds allocated to our district for instructional equipment (allocation of only \$314,866) and scheduled maintenance

(allocation of only \$314,894) due to the Governor’s proposed budget cuts. Although we anticipate receiving fewer instructional equipment dollars in 08/09 than the prior year, we plan to spend approximately \$1.25 million in 08/09, utilizing 07/08 carryover funds.



NASA Internship Program: Provides training and paid internships for students at NASA Ames Research Center and other related businesses. We are reflecting \$1.536 million in revenue and related expenses for the 08/09 Adopted Budget.

Perkins Career and Technical Education Act (CTEA): CTEA funds are federal funds administered by the state for technical education and improvement of career and technical programs.

High Tech Center Training Unit: This grant is funded by the state and provides support for training of instructors of disabled students at community colleges in the state.

Matriculation, Staff Development, Staff Diversity, Extended Opportunity Programs and Services (EOPS), Cooperative Agencies Resources for Education (CARE), and CalWorks: These programs target specific populations or services funded by the state. In 08/09, we are projecting about 3.7%, or \$171,000, less in overall revenue for these programs based on the Governor’s May Revise. Since the state budget has not been passed, we will make any necessary budget adjustments in the First Quarter Report if new information develops regarding these programs.

Health Services Fees and Mandated Cost Reimbursement: Health Services fees are fees collected from the students and restricted for the provision of health services for students. Because the fee level is set by the state and we are mandated to provide a fixed level of services, the state provides reimbursement, known as “mandated cost reimbursement,” for the cost of providing these services over and above what we collect. The mandated cost reimbursement is recorded in Fund 14. Changing the level of services we provide – either more or less – will jeopardize the mandated cost reimbursement. On June 2, 2008, the Board of Trustees approved an increase to the student health fee of \$1, or \$14/quarter, effective summer quarter 2008. For the Adopted Budget, we anticipate \$1.83 million in income and related expenses for Health Services.

Economic Development: State funding provided for the operation of De Anza’s Center for Applied Competitive Technologies and other projects for improving career development services locally and regionally.

Americans with Disabilities Act (ADA): State funding provided for the removal of architectural barriers to persons with disabilities.

National Science Foundation: Federal funding for curriculum development in science programs.

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 21
Restricted and Categorical**

2008-09 BUDGETS

	Foothill College	De Anza College	Central Services	Total Fund 21
INCOME				
WIA	\$ 0	\$ 50,000	\$ 0	\$ 50,000
Financial Aid Admin. Allowance	3,790	12,720	0	16,510
Perkins CTEA	258,203	550,114	0	808,317
NASA	1,536,372	0	0	1,536,372
NSF	188,161	794,713	0	982,874
Other	0	37,500	220,000	257,500
Total Federal Income	\$ 1,986,526	\$ 1,445,047	\$ 220,000	\$ 3,651,573
Matriculation Apportionment	\$ 1,056,547	\$ 1,360,226	\$ 0	\$ 2,416,773
Special Education	0	1,071,326	0	1,071,326
Board Financial Assistance Program	355,768	487,708	0	843,476
Staff Development	20,000	15,000	10,085	45,085
Staff Diversity	10,000	10,000	10,000	30,000
EOPS (Parts A & B)	664,289	1,107,096	0	1,771,385
CARE	57,465	126,621	0	184,086
Deferred Maintenance	0	0	0	0
Block Grant (Instructional Equipment)	500,000	750,000	0	1,250,000
CalWorks	0	400,000	0	400,000
Other State	329,539	2,522,753	0	2,852,292
Total State Income	\$ 2,993,608	\$ 7,850,730	\$ 20,085	\$ 10,864,423
Health Service Fees	\$ 784,000	\$ 1,045,000	\$ 0	\$ 1,829,000
Other Local	300,000	52,019	0	352,019
Total Local Income	\$ 1,084,000	\$ 1,097,019	\$ 0	\$ 2,181,019
TOTAL INCOME	\$ 6,064,134	\$ 10,392,796	\$ 240,085	\$ 16,697,015
EXPENSES				
Contract Teachers	\$ 0	\$ 0	\$ 0	\$ 0
Contract Non-teachers	901,890	1,237,380	0	2,139,270
Other Teachers	0	0	0	0
Other Non-teachers	15,000	199,532	0	214,532
Total Certificated Salaries	\$ 916,890	\$ 1,436,912	\$ 0	\$ 2,353,802
Contract Non-instructional	\$ 757,960	\$ 3,038,132	\$ 261,374	\$ 4,057,466
Contract Instructional Aides	0	0	0	0
Other Non-instructional	257,542	398,180	0	655,722
Other Instructional Aides	0	0	0	0
Students	1,350,000	4,374	0	1,354,374
Students-FWS	0	0	0	0
Total Classified Salaries	\$ 2,365,502	\$ 3,440,686	\$ 261,374	\$ 6,067,562
Total Salaries	\$ 3,282,392	\$ 4,877,598	\$ 261,374	\$ 8,421,364
Total Staff Benefits	\$ 659,879	\$ 1,606,287	\$ 106,751	\$ 2,372,917
Total Materials and Supplies	\$ 566,741	\$ 686,823	\$ 8,835	\$ 1,262,399
Contracted Services	\$ 363,581	\$ 1,704,961	\$ 0	\$ 2,068,542
Lease of Equipment & Facilities	0	0	0	0
Utilities	0	0	0	0
Other Operating	486,560	748,416	(272,946)	962,030
Total Operating	\$ 850,141	\$ 2,453,377	\$ (272,946)	\$ 3,030,572
Buildings	\$ 0	\$ 0	\$ 0	\$ 0
Equipment-New & Replacement	384,386	668,634	0	1,053,020
Other	0	0	0	0
Total Capital Outlay	\$ 384,386	\$ 668,634	\$ 0	\$ 1,053,020
TOTAL EXPENSES	\$ 5,743,539	\$ 10,292,719	\$ 104,014	\$ 16,140,272
Transfers-in	\$ 39,930	\$ 10,842	\$ 0	\$ 50,772
Other Sources	0	0	0	0
Transfers-out	0	(84,000)	0	(84,000)
Other Out Go	(360,525)	(73,165)	0	(433,690)
TOTAL TRANSFERS/OTHER SOURCES	\$ (320,595)	\$ (146,323)	\$ 0	\$ (466,918)
Net Change in Fund Balance	\$ 0	\$ (46,246)	\$ 136,071	\$ 89,825
Beginning Balance, July 1	0	0	0	3,338,961
Adjustments to Beginning Balance	0	0	0	0
NET FUND BALANCE, June 30	\$ 0	\$ (46,246)	\$ 136,071	\$ 3,428,786

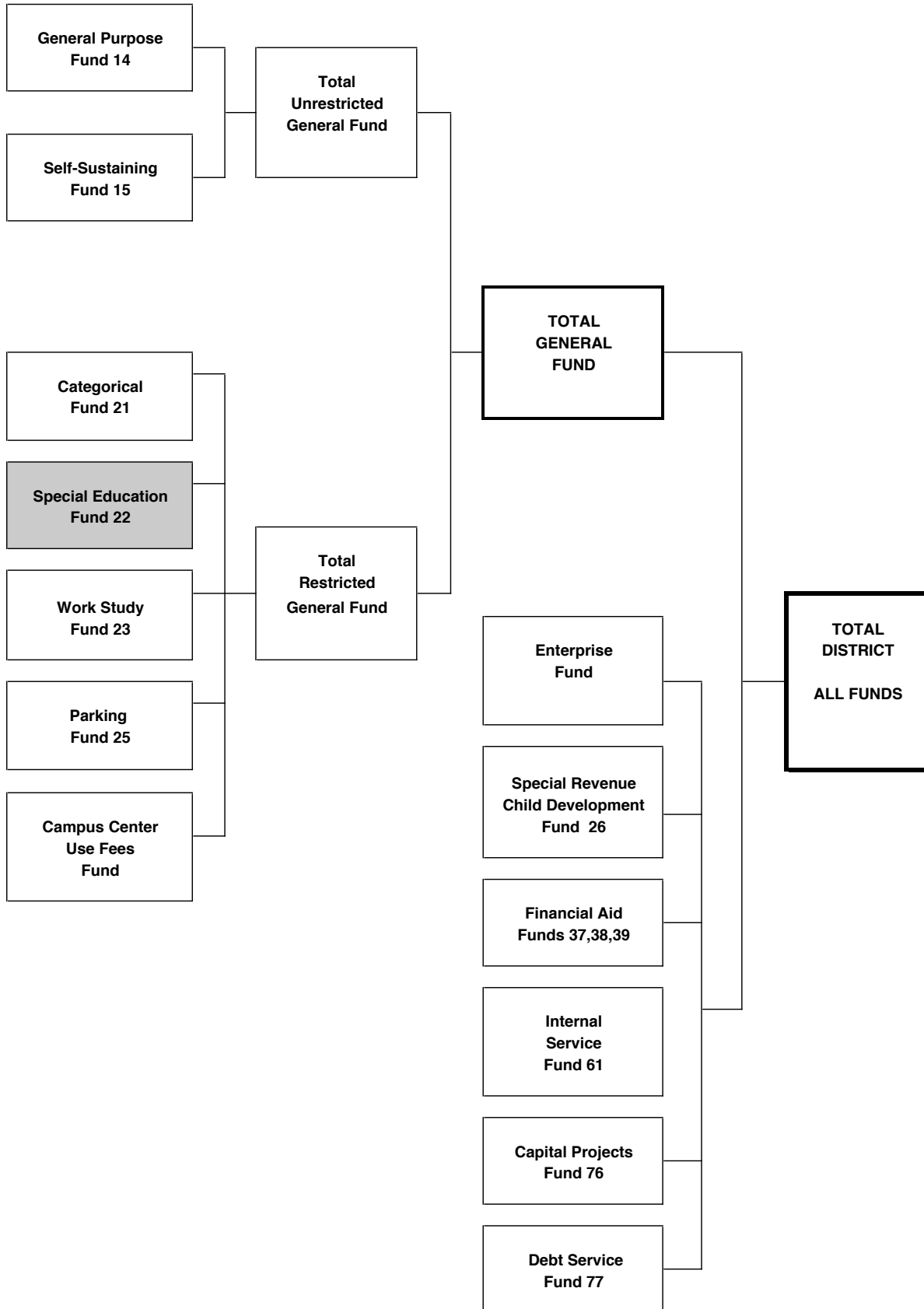
FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 21
Restricted and Categorical**

TOTAL DISTRICT

	Revised Budget 07/08	Actual 07/08	Budget 08/09
INCOME			
WIA	\$ 108,214	\$ 108,214	\$ 50,000
Financial Aid Admin. Allowance	16,510	16,510	16,510
Perkins CTEA	643,961	643,961	808,317
NASA	1,011,528	1,011,528	1,536,372
NSF	925,500	925,500	982,874
Other	574,224	574,224	257,500
Total Federal Income	\$ 3,279,937	\$ 3,279,937	\$ 3,651,573
Matriculation Apportionment	\$ 2,509,146	\$ 2,509,146	\$ 2,416,773
Special Education	1,035,821	1,035,821	1,071,326
Board Financial Assistance Program	924,966	924,966	843,476
Staff Development	45,812	45,812	45,085
Staff Diversity	62,839	62,839	30,000
EOPS (Parts A & B)	1,812,800	1,812,800	1,771,385
CARE	190,893	190,893	184,086
Deferred Maintenance	0	0	0
Block Grant (Instructional Equipment)	733,823	733,823	1,250,000
CalWorks	508,481	508,481	400,000
Other State	3,250,753	3,250,753	2,852,292
Total State Income	\$ 11,075,335	\$ 11,075,335	\$ 10,864,423
Health Service Fees	\$ 1,708,627	\$ 1,708,627	\$ 1,829,000
Other Local	669,318	669,318	352,019
Total Local Income	\$ 2,377,945	\$ 2,377,945	\$ 2,181,019
TOTAL INCOME	\$ 16,733,217	\$ 16,733,217	\$ 16,697,015
EXPENSES			
Contract Teachers	\$ 9,363	\$ 9,363	\$ 0
Contract Non-teachers	1,922,690	1,922,690	2,139,270
Other Teachers	1,556	1,556	0
Other Non-teachers	546,341	546,341	214,532
Total Certificated Salaries	\$ 2,479,951	\$ 2,479,951	\$ 2,353,802
Contract Non-instructional	\$ 3,780,022	\$ 3,780,022	\$ 4,057,466
Contract Instructional Aides	0	0	0
Other Non-instructional	382,714	382,714	655,722
Other Instructional Aides	0	0	0
Students	1,987,527	1,987,527	1,354,373
Students-FWS	0	0	0
Total Classified Salaries	\$ 6,150,263	\$ 6,150,263	\$ 6,067,561
Total Salaries	\$ 8,630,214	\$ 8,630,214	\$ 8,421,363
Total Staff Benefits	\$ 2,283,981	\$ 2,283,981	\$ 2,372,918
Total Materials and Supplies	\$ 1,577,230	\$ 1,577,230	\$ 1,262,399
Contracted Services	\$ 2,539,014	\$ 2,539,014	\$ 2,068,542
Lease of Equipment & Facilities	106,167	106,167	0
Utilities	21,356	21,356	0
Other Operating	553,299	553,299	962,030
Total Operating	\$ 3,219,836	\$ 3,219,836	\$ 3,030,572
Buildings	\$ 0	\$ 0	\$ 0
Equipment-New & Replacement	756,545	756,545	1,053,020
Other	60,175	60,175	0
Total Capital Outlay	\$ 816,721	\$ 816,721	\$ 1,053,020
TOTAL EXPENSES	\$ 16,527,982	\$ 16,527,982	\$ 16,140,272
Transfers-in	\$ 145,326	\$ 145,326	\$ 50,772
Other Sources	508,601	508,601	0
Transfers-out	(331,745)	(331,745)	(84,000)
Other Out Go	(826,649)	(826,649)	(433,690)
TOTAL TRANSFERS/OTHER SOURCES	\$ (504,467)	\$ (504,467)	\$ (466,918)
Net Change in Fund Balance	\$ (299,232)	\$ (299,232)	\$ 89,825
Beginning Balance, July 1	3,638,193	3,638,193	3,338,961
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 3,338,961	\$ 3,338,961	\$ 3,428,786

SPECIAL EDUCATION



SPECIAL EDUCATION**Fund 22**

Special Education is a program mandated by *Title V* and funded primarily by the state. It provides services for physically, developmentally, or learning disabled students. Services include special classes, interpreters, on-campus assistance, test-taking assistance, computer-aided labs, and priority registration.

Both Foothill College and De Anza College anticipate little-to-no growth in WSCH (weekly student contact hours) and FTES (headcount) numbers for DSP&S students in 08/09.

In May 2008, the Governor proposed cuts to the categorical programs, including DSP&S. These cuts reflect a decrease in revenue of \$121,000, or 3.7%, from 07/08. Our Adopted Budget reflects these reductions.

For the 08/09 Adopted Budget, we anticipate receiving approximately \$3.17 million in state revenues for Fund 22. Expenses for the Special Education Fund are estimated at \$8.6 million. The district plans to transfer in a match, also known as “college effort,” from the General Fund to meet the requirement of receiving state Disabled Student Programs and Services (DSP&S) revenues and serving students with special needs in order to balance the fund. The match is estimated to be approximately \$5.24 million for 08/09. The expense budget exceeds the revenue and transfer in budgets by \$194,698, which represents the 07/08 ending fund balance.

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 22
Special Education**

2008-09 BUDGETS

INCOME	Foothill College	De Anza College	Total Fund 22
Federal			
Perkins CTEA	\$ 0	\$ 0	\$ 0
Other Federal	0	0	0
Total Federal Income	\$ 0	\$ 0	\$ 0
State			
Special Education Apportionment	\$ 1,837,711	\$ 1,334,836	\$ 3,172,547
Department of Rehabilitation	0	0	0
Total State Income	\$ 1,837,711	\$ 1,334,836	\$ 3,172,547
Local			
Other Local	\$ 0	\$ 1,600	\$ 1,600
Total Local Income	\$ 0	\$ 1,600	\$ 1,600
TOTAL INCOME	\$ 1,837,711	\$ 1,336,436	\$ 3,174,147
EXPENSES			
Contract Teachers	\$ 711,133	\$ 906,431	\$ 1,617,565
Contract Non-teachers	547,480	689,851	1,237,331
Other Teachers	957,810	234,959	1,192,769
Other Non-teachers	23,007	8,186	31,193
Total Certificated Salaries	\$ 2,239,431	\$ 1,839,427	\$ 4,078,858
Contract Non-instructional	\$ 392,281	\$ 751,063	\$ 1,143,344
Contract Instructional Aides	146,066	898,243	1,044,309
Other Non-instructional	0	7,783	7,783
Other Instructional Aides	0	0	0
Students	0	0	0
Students-FWS	0	0	0
Total Classified Salaries	\$ 538,347	\$ 1,657,089	\$ 2,195,436
Total Salaries	\$ 2,777,778	\$ 3,496,517	\$ 6,274,295
Total Staff Benefits	\$ 690,403	\$ 1,122,182	\$ 1,812,585
Total Materials and Supplies	\$ 0	\$ 24,634	\$ 24,634
Contracted Services	\$ 0	\$ 0	\$ 0
Lease of Equipment & Facilities	0	0	0
Utilities	0	0	0
Other Operating	115,068	357,290	472,358
Total Operating	\$ 115,068	\$ 357,290	\$ 472,358
Buildings	\$ 0	\$ 0	\$ 0
Equipment-New & Replacement	0	0	0
Other	0	21,187	21,187
Total Capital Outlay	\$ 0	\$ 21,187	\$ 21,187
TOTAL EXPENSES	\$ 3,583,249	\$ 5,021,810	\$ 8,605,059
Transfers-in	\$ 1,745,538	\$ 3,490,676	\$ 5,236,214
Other Sources	0	0	0
Transfers-out	0	0	0
Contingency	0	0	0
Other Out Go	0	0	0
TOTAL TRANSFERS/OTHER SOURCES	\$ 1,745,538	\$ 3,490,676	\$ 5,236,214
Net Change in Fund Balance	\$ 0	\$ (194,698)	\$ (194,698)
Beginning Balance, July 1	0	0	194,698
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 0	\$ (194,698)	\$ 0

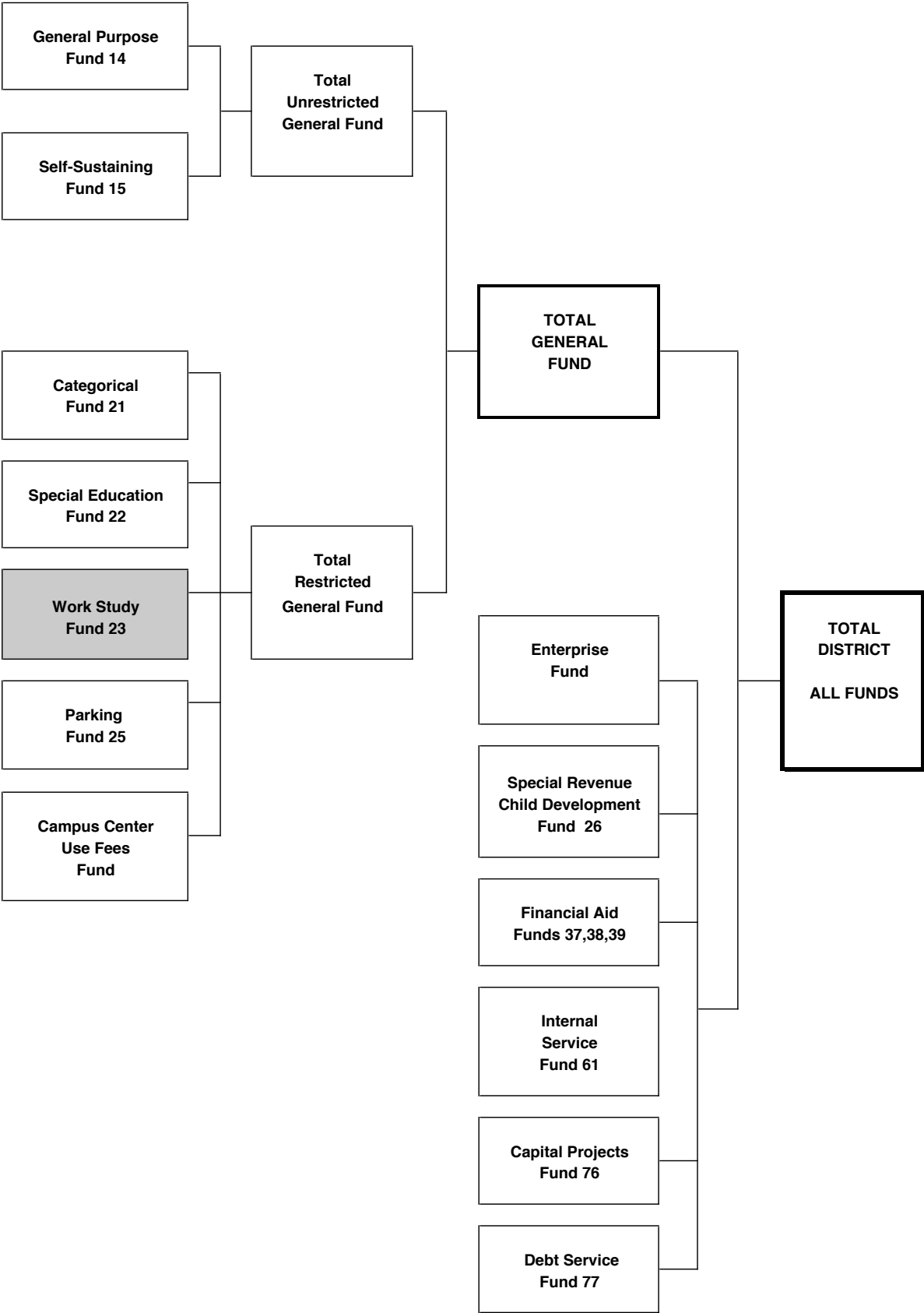
FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 22
Special Education**

TOTAL DISTRICT

INCOME	Revised Budget 07/08	Actual 07/08	Budget 08/09
Federal			
Perkins CTEA	\$ 0	\$ 0	\$ 0
Other Federal	0	0	0
Total Federal Income	\$ 0	\$ 0	\$ 0
State			
Special Education Apportionment	\$ 3,241,359	\$ 3,241,359	\$ 3,172,547
Department of Rehabilitation	0	0	0
Total State Income	\$ 3,241,359	\$ 3,241,359	\$ 3,172,547
Local			
Other Local	\$ 1,674	\$ 1,674	\$ 1,600
Total Local Income	\$ 1,674	\$ 1,674	\$ 1,600
TOTAL INCOME	\$ 3,243,033	\$ 3,243,033	\$ 3,174,147
EXPENSES			
Contract Teachers	\$ 1,493,366	\$ 1,493,366	\$ 1,617,565
Contract Non-teachers	1,168,951	1,168,951	1,237,331
Other Teachers	1,353,887	1,353,887	1,192,769
Other Non-teachers	209,823	209,823	31,193
Total Certificated Salaries	\$ 4,226,028	\$ 4,226,028	\$ 4,078,858
Contract Non-instructional	\$ 1,026,151	\$ 1,026,151	\$ 1,143,344
Contract Instructional Aides	922,591	922,591	1,044,309
Other Non-instructional	266,453	111,925	7,783
Other Instructional Aides	0	0	0
Students	0	154,528	0
Students-FWS	0	0	0
Total Classified Salaries	\$ 2,215,195	\$ 2,215,195	\$ 2,195,436
Total Salaries	\$ 6,441,223	\$ 6,441,223	\$ 6,274,295
Total Staff Benefits	\$ 1,778,468	\$ 1,778,468	\$ 1,812,585
Total Materials and Supplies	\$ 213,060	\$ 189,725	\$ 24,634
Contracted Services	\$ 256	\$ 163,513	\$ 0
Lease of Equipment & Facilities	0	10,737	0
Utilities	0	1,790	0
Other Operating	198,795	22,870	472,358
Total Operating	\$ 199,051	\$ 198,909	\$ 472,358
Buildings	\$ 0	\$ 0	\$ 0
Equipment-New & Replacement	0	116,652	0
Other	166,870	29,273	21,187
Total Capital Outlay	\$ 166,870	\$ 145,925	\$ 21,187
TOTAL EXPENSES	\$ 8,798,672	\$ 8,754,250	\$ 8,605,059
Transfers-in	\$ 5,435,493	\$ 5,435,493	\$ 5,236,214
Other Sources	0	0	0
Transfers-out	(85,815)	(85,815)	0
Contingency	0	0	0
Other Out Go	0	0	0
TOTAL TRANSFERS/OTHER SOURCES	\$ 5,349,678	\$ 5,349,678	\$ 5,236,214
Net Change in Fund Balance	\$ (205,961)	\$ (161,539)	\$ (194,698)
Beginning Balance, July 1	356,237	356,237	194,698
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 150,276	\$ 194,698	\$ 0

WORK STUDY



FEDERAL WORK STUDY**Fund 23**

Federal Work Study is a federal program providing financial aid to students in the form of compensation for work performed for on-campus and off-campus work. The district is required to contribute 25% of the total funds compensated to work-study employees. Beginning with the 2000/01 year, institutions were required to spend at least 7% of the work-study allocation to pay students performing community service work.

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 23
Federal Work Study**

2008-09 BUDGETS

INCOME	Foothill College	De Anza College	Total Fund 23
Federal			
Federal Work Study	\$ 150,959	\$ 229,305	\$ 380,264
Other Federal		0	0
TOTAL INCOME	\$ 150,959	\$ 229,305	\$ 380,264
EXPENSES			
Other Non-teachers	\$ 0	\$ 0	\$ 0
Total Certificated Salaries	\$ 0	\$ 0	\$ 0
Other Non-instructional	\$ 0	\$ 0	\$ 0
Students-FWS	188,279	305,740	494,019
Total Classified Salaries	\$ 188,279	\$ 305,740	\$ 494,019
Total Staff Benefits	\$ 0	\$ 0	\$ 0
Total Materials and Supplies	\$ 4,000	\$ 0	\$ 4,000
Total Operating	\$ 9,000	\$ 0	\$ 9,000
Total Capital Outlay	\$ 0	\$ 0	\$ 0
TOTAL EXPENSES	\$ 201,279	\$ 305,740	\$ 507,019
Transfers-in	\$ 50,320	\$ 76,435	\$ 126,755
Other Sources	0	0	0
Transfers-out	0	0	0
Contingency	0	0	0
Other Out Go	0	0	0
TOTAL TRANSFERS/OTHER SOURCE	\$ 50,320	\$ 76,435	\$ 126,755
Net Change in Fund Balance	\$ 0	\$ 0	\$ 0
Beginning Balance, July 1	0	0	0
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 0	\$ 0	\$ 0

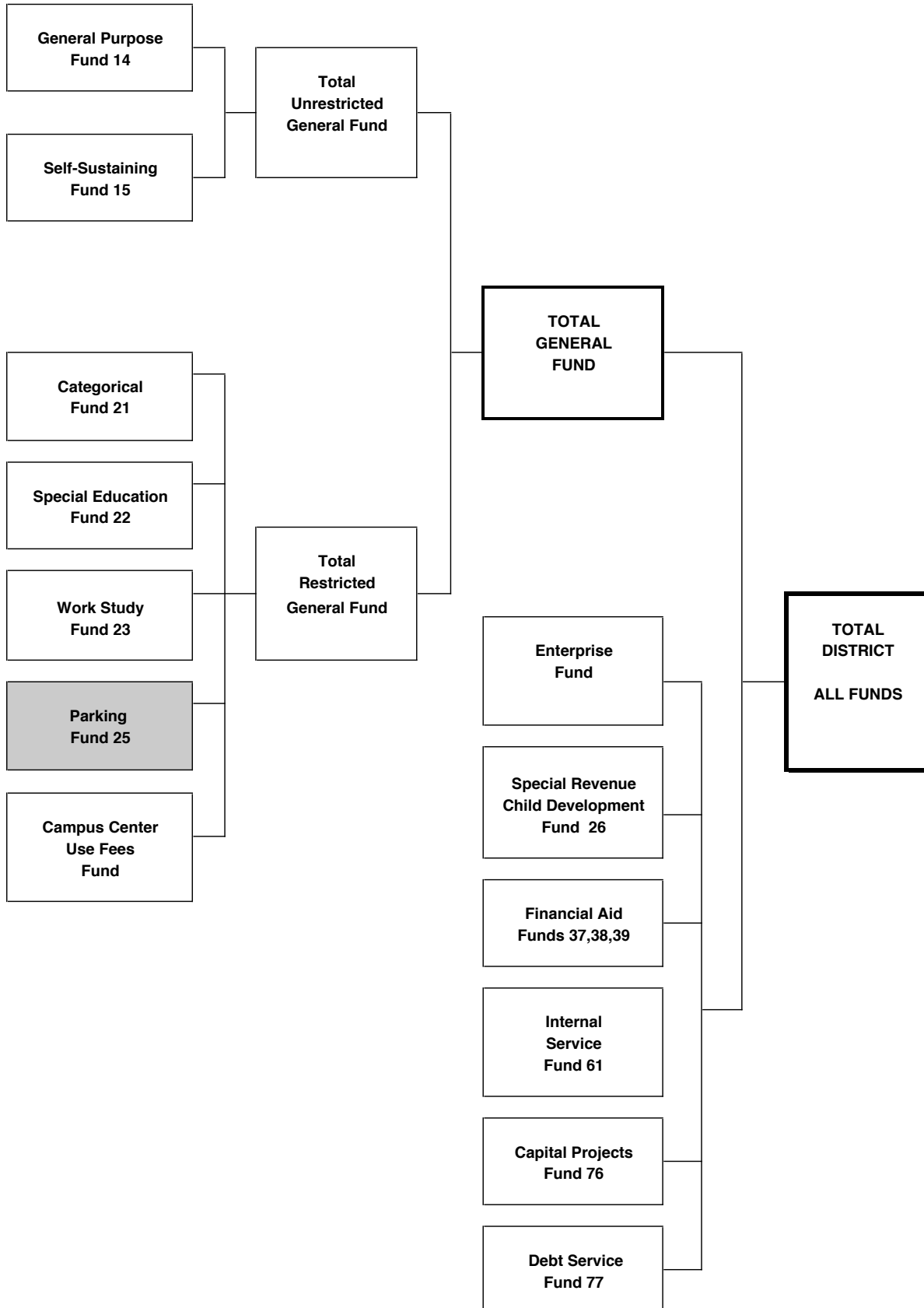
FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 23
Federal Work Study**

TOTAL DISTRICT

INCOME	Revised Budget 07/08	Actual 07/08	Budget 08/09
Federal			
Federal Work Study	\$ 382,365	\$ 382,365	\$ 380,264
Other Federal	0	0	0
TOTAL INCOME	\$ 382,365	\$ 382,365	\$ 380,264
EXPENSES			
Other Non-teachers	\$ 0	\$ 0	\$ 0
Total Certificated Salaries	\$ 0	\$ 0	\$ 0
Other Non-instructional	\$ 0	\$ 0	\$ 0
Students-FWS	481,312	481,312	494,019
Total Classified Salaries	\$ 481,312	\$ 481,312	\$ 494,019
Total Staff Benefits	\$ 0	\$ 0	\$ 0
Total Materials and Supplies	\$ 15,027	\$ 15,027	\$ 4,000
Total Operating	\$ 5,979	\$ 5,979	\$ 9,000
Total Capital Outlay	\$ 0	\$ 0	\$ 0
TOTAL EXPENSES	\$ 502,318	\$ 502,318	\$ 507,019
Transfers-in	\$ 120,328	\$ 120,328	\$ 126,755
Other Sources	0	0	0
Transfers-out	(375)	(375)	0
Contingency	0	0	0
Other Out Go	0	0	0
TOTAL TRANSFERS/OTHER SOURCE	\$ 119,953	\$ 119,953	\$ 126,755
Net Change in Fund Balance	\$ 0	\$ 0	\$ 0
Beginning Balance, July 1	0	0	0
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 0	\$ 0	\$ 0

PARKING



PARKING FUND**Fund 25**

This fund collects all revenues and expenses associated with providing parking services at both campuses. Revenues are derived from sales of parking decals, daily permits, and fees from special events. Expenditures are restricted by state law to road and parking lot maintenance, parking security costs, related operating overhead and public transportation for students and staff.

Revenue from parking permits is limited by student enrollment and by the state statute that limits parking fees to \$100 per year. At the same time, expenses are escalating due to salary increases and increases in other operating expenses, which will result in an estimated operating deficit of \$377,043. Our current strategy is to cover this projected operating deficit with a transfer in from the General Fund and Safety and Security budget to allow them to break even for the year.

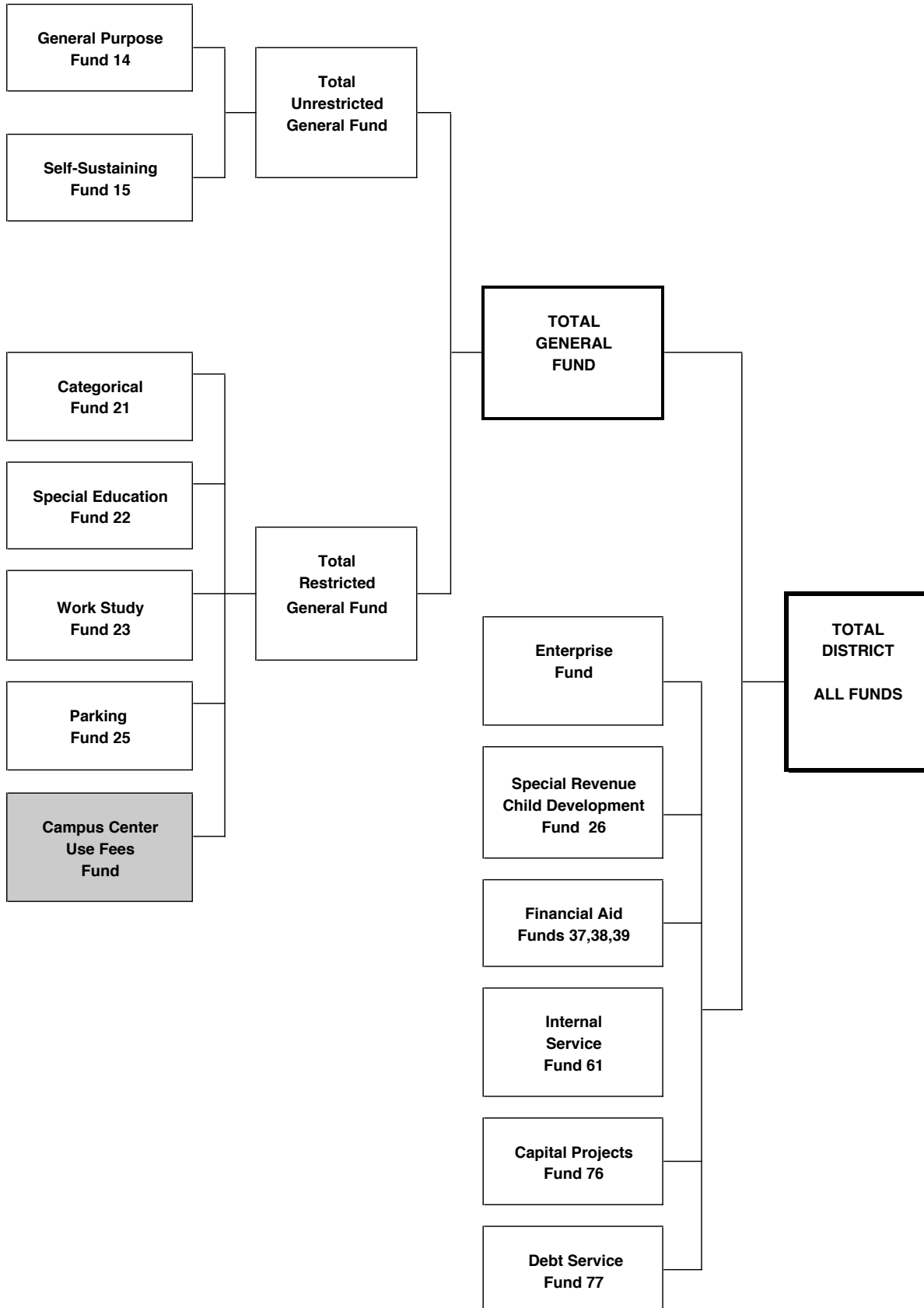
There is no fund balance in the Parking Fund at this moment. Unlike the health fee, which rises automatically with the Consumer Price Index, the parking fee does not. This results in continued reductions to security services for parking and virtually no dollars available for parking lot maintenance.

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 25
Parking**

INCOME	Revised Budget 07/08	Actual 07/08	Budget 08/09
State			
Other State Income	\$ 0	\$ 0	\$ 0
Total State Income	\$ 0	\$ 0	\$ 0
Local			
Decals	\$ 1,599,000	\$ 1,479,077	\$ 1,523,000
Daily Permits	400,000	558,979	434,000
Special Events Parking	350,000	325,718	330,000
Total Local Income	2,349,000	2,363,774	2,287,000
TOTAL INCOME	\$ 2,349,000	\$ 2,363,774	\$ 2,287,000
EXPENSES			
Contract Teachers	\$ 0	\$ 0	\$ 0
Contract Non-teachers	0	0	0
Other Teachers	0	0	0
Other Non-teachers	0	0	0
Total Certificated Salaries	\$ 0	\$ 0	\$ 0
Contract Non-instructional	\$ 912,752	\$ 878,878	\$ 916,164
Contract Instructional Aides	0	0	0
Other Non-instructional	63,360	152,278	26,988
Other Instructional Aides	0	0	0
Students	0	0	0
Students-FWS	0	0	0
Total Classified Salaries	\$ 976,112	\$ 1,031,156	\$ 943,152
Total Salaries	\$ 976,112	\$ 1,031,156	\$ 943,152
Total Staff Benefits	\$ 332,011	\$ 351,506	\$ 369,746
Total Materials and Supplies	\$ 4,507	\$ 1,104	\$ 2,000
Contracted Services	\$ 0	\$ 18,196	\$ 0
Lease of Equipment & Facilities	0	0	0
Utilities	0	0	0
Other Operating	82,202	48,549	120,000
Total Operating	\$ 82,202	\$ 66,745	\$ 120,000
Site Improvement	\$ 0	\$ 0	\$ 0
Buildings	0	0	0
Equipment-New & Replacement	0	0	0
Other	0	0	0
Total Capital Outlay	\$ 0	\$ 0	\$ 0
TOTAL EXPENSES	\$ 1,394,832	\$ 1,450,511	\$ 1,434,897
Transfers-in	\$ 388,071	\$ 404,296	\$ 377,043
Other Sources	0	0	0
Transfers-out	(1,342,239)	(1,317,559)	(1,229,146)
Contingency	0	0	0
Other Out Go	0	0	0
TOTAL TRANSFERS/OTHER SOURCES	\$ (954,168)	\$ (913,263)	\$ (852,103)
Net Change in Fund Balance	\$ 0	\$ 0	\$ 0
Beginning Balance, July 1	0	0	0
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 0	\$ 0	\$ 0

CAMPUS CENTER



CAMPUS CENTER USE FEES

Fund 28

Revenues are generated by collecting a mandatory fee for use of the campus centers at each institution. The proceeds are isolated by campus and are restricted for the following purposes in order of priority: 1) retirement of Certificates of Participation financing the campus center expansion projects, 2) repair and replacement of existing student campus center facilities, and 3) personnel support of campus center operations.

A major restructuring of the Foothill Campus Center Use Fee at Foothill College was approved by the Board of Trustees at the June 21, 2004, meeting. This restructuring of the fee was necessary due to 1) demolition of the old campus center and construction of a new building, requiring old debt to be paid off and new debt to be issued, and 2) restructuring the services and fee level that off-campus students paid. As a consequence of these actions, the Campus Center Use Fee at Foothill College was suspended until summer quarter 2006. In the meantime, the June 30, 2004 fund balance was used to pay the necessary expenses during the interim period.

Another major restructuring in Fund 28 is the De Anza Campus Center Use Fee at De Anza College, which was approved by the Board of Trustees at the June 6, 2005, meeting. The purpose for the increase was to finance a new debt of \$5 million for fifteen years for the renovation portion of the existing campus center building.

At the June 5, 2006 board meeting, the Board of Trustees approved to modify the De Anza Campus Center Use Fee for campus-based students for the next five years as follows:

2006/07	\$ 15.00
2007/08	15.50
2008/09	16.00
2009/10	16.00
2010/11	16.00 (will be reduced to \$15 if possible)

In November 2006, the district issued a Certificate of Participation for \$11.33 million, which paid for a portion of the new Foothill Campus Center building and a portion for the renovation of the De Anza Campus Center building. The new debt service will be repaid from the already approved increases in campus center student fees.

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 28
Campus Center Use Fees**

2008-09 BUDGETS

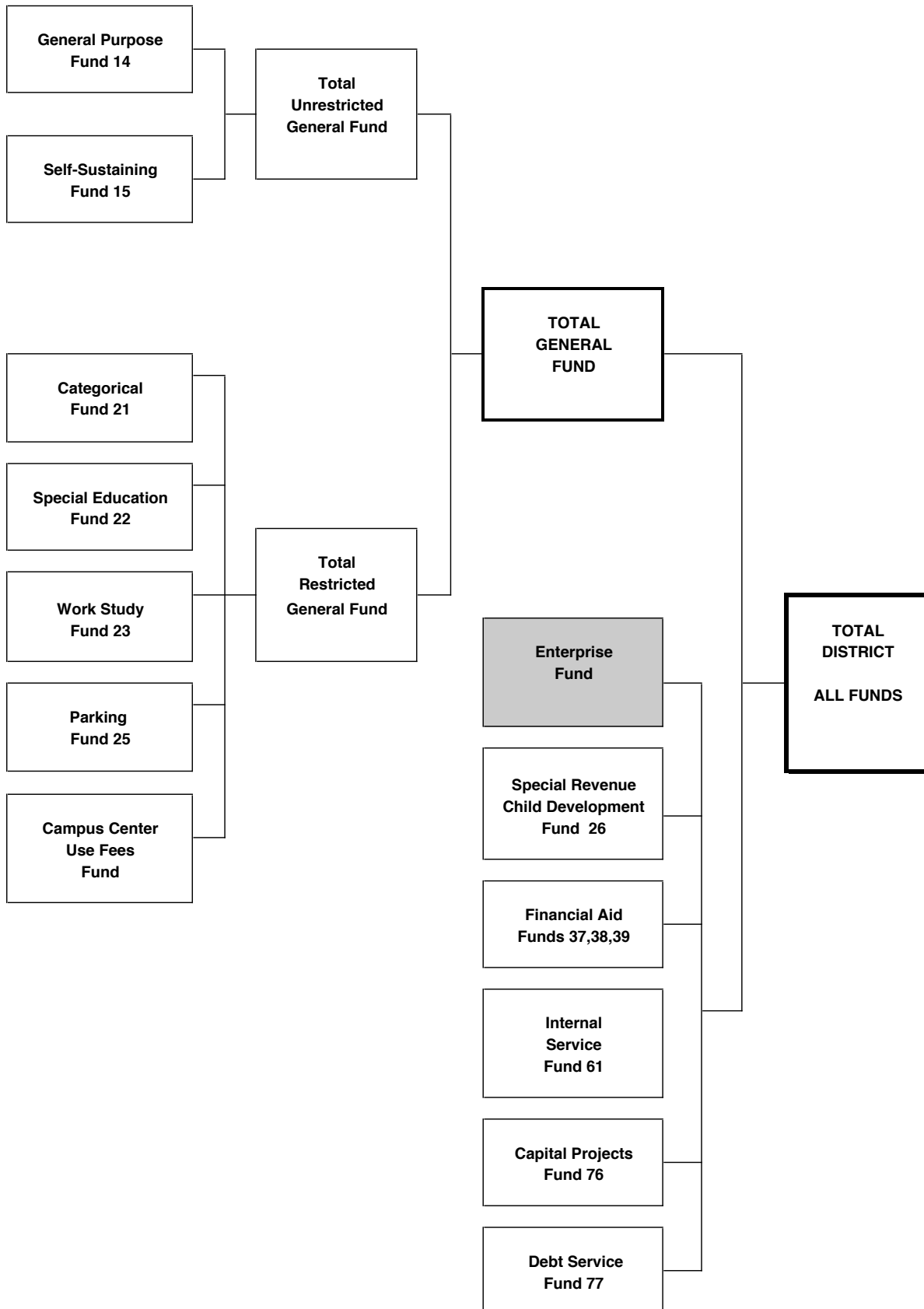
INCOME	Foothill College	De Anza College	Total Fund 28
Local			
Campus Center Use Fees	\$ 826,104	\$ 1,230,840	\$ 2,056,944
Interest	0	0	0
Other	0	0	0
TOTAL INCOME	\$ 826,104	\$ 1,230,840	\$ 2,056,944
EXPENSES			
Contract Non-instructional	\$ 146,603	\$ 267,393	\$ 413,996
Contract Instructional Aides	0	0	0
Other Non-instructional	0	40,723	40,723
Other Instructional Aides	0	0	0
Students	0	0	0
Students-FWS	0	0	0
Total Classified Salaries	\$ 146,603	\$ 308,116	\$ 454,719
Total Staff Benefits	\$ 62,696	\$ 117,959	\$ 180,655
Total Materials and Supplies	\$ 7,050	\$ 35,422	\$ 42,472
Contracted Services	\$ 0	\$ 15,964	\$ 15,964
Lease of Equipment & Facilities	0	0	0
Utilities	33,766	42,000	75,766
Other Operating	100,589	30,000	130,589
Total Operating	\$ 134,355	\$ 87,964	\$ 222,319
Buildings	\$ 0	\$ 0	\$ 0
Equipment-New & Replacement	0	0	0
Other	60,000	0	60,000
Total Capital Outlay	\$ 60,000	\$ 0	\$ 60,000
TOTAL EXPENSES	\$ 410,704	\$ 549,460	\$ 960,164
Transfers-in	\$ 0	\$ 0	\$ 0
Other Sources	0	0	0
Transfers-out	(470,410)	(524,002)	(994,412)
Contingency	0	0	0
Other Out Go	0	0	0
TOTAL TRANSFERS/OTHER SOURCE	\$ (470,410)	\$ (524,002)	\$ (994,412)
Net Change in Fund Balance	\$ (55,010)	\$ 157,378	\$ 102,368
Beginning Balance, July 1	350,680	283,858	634,538
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 295,670	\$ 441,236	\$ 736,906

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 28
Campus Center Use Fees**

TOTAL DISTRICT			
INCOME	Revised Budget 07/08	Actual 07/08	Budget 08/09
Local			
Campus Center Use Fees	\$ 1,910,179	\$ 1,985,828	\$ 2,056,944
Interest	0	0	0
Other	0	0	0
TOTAL INCOME	\$ 1,910,179	\$ 1,985,828	\$ 2,056,944
EXPENSES			
Contract Non-instructional	\$ 335,845	\$ 410,829	\$ 413,996
Contract Instructional Aides			
Other Non-instructional	128,161	17,769	40,723
Other Instructional Aides			
Students	0	50,103	0
Students-FWS			
Total Classified Salaries	\$ 464,005	\$ 478,701	\$ 454,719
Total Staff Benefits	\$ 161,641	\$ 190,358	\$ 180,655
Total Materials and Supplies	\$ 27,775	\$ 65,476	\$ 42,472
Contracted Services	\$ 2,459	\$ 140,684	\$ 15,964
Lease of Equipment & Facilities	0	556	0
Utilities	75,766	29,455	75,766
Other Operating	72,531	47,100	130,589
Total Operating	\$ 150,756	\$ 217,795	\$ 222,319
Buildings	\$ 0	\$ 325,000	\$ 0
Equipment-New & Replacement	0	630,653	0
Other	1,200,000	0	60,000
Total Capital Outlay	\$ 1,200,000	\$ 955,653	\$ 60,000
TOTAL EXPENSES	\$ 2,004,177	\$ 1,907,983	\$ 960,164
Transfers-in	\$ 0	\$ 0	\$ 0
Other Sources	0	0	0
Transfers-out	(852,491)	(947,471)	(994,412)
Contingency	0	0	0
Other Out Go	0	0	0
TOTAL TRANSFERS/OTHER SOURCE	\$ (852,491)	\$ (947,471)	\$ (994,412)
Net Change in Fund Balance	\$ (946,489)	\$ (869,626)	\$ 102,368
Beginning Balance, July 1	1,504,163	1,504,163	634,538
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 557,674	\$ 634,538	\$ 736,906

ENTERPRISE FUND



ENTERPRISE FUND
FOOTHILL and DE ANZA CAMPUS CENTERS
FLINT CENTER

The Enterprise Fund is accounted for in a manner whereby the total costs of providing goods and services are financed or recovered primarily through user charges. Enterprise operations comprise the Foothill and De Anza College Campus Centers and Flint Center for the Performing Arts. The campus centers include the bookstores and De Anza dining services. Financial activity in the Enterprise Fund is measured by gross margins and net profit rather than by the governmental budget to actual measurement.

Foothill Enterprise Fund

Bookstore

Continuing moderate computer and general merchandise sales, along with very modest textbook gains, are expected to provide a 6% sales increase to \$4 million next year. However, with the sales increases still coming from the same areas as 07/08, not much improvement is expected in the cost of goods sold percentage.

While freight-related costs are expected to continue to increase due to the ongoing rise in fuel costs, total freight-in expenses are budgeted to decrease. This is expected to occur because the exclusive contract for the buyback of used books from our students will include free freight on three major book shipments from the bookstore's main used book supplier. In general, total operating costs are expected to increase just over 4.6% for 08/09.

A higher Apple CAPS commission is the by-product of the expected increase in computer sales for next year. Offsetting much of that, however, is an anticipated drop in vending commissions. Beverage purchases from the vending machines have been steadily shrinking each year, causing revenue from that source to decline.

A customer service position created by a retirement will be kept open until the spring or until the store can afford to staff it again. A profit of \$21,286 is being projected for 08/09.

De Anza Enterprise Fund*Bookstore*

Textbook sales will face continuing pressure this year from increased focus on areas like textbook rental programs, publicity on the affordability of textbooks, online rental programs and the creation and development of free digital textbooks. Budgeting individual sales increases of 2% for textbooks, 15% for computers and 10% for general merchandise works out to a total sales increase of 5% over the projected total for the 2008 fiscal year.

The sales mix is not anticipated to drastically change the cost of goods sold percentage this year. While freight related costs are expected to continue to increase due to the ongoing rise in fuel costs, total freight-in expenses are budgeted to decrease. This is expected to occur because the exclusive contract for the buyback of used books from our students will include free freight on three major book shipments from the bookstore's main used book supplier. In general total operating costs are expected to increase less than 3% this year.

Apple CAPS commissions are budgeted to increase based on the continuing increase in computer sales. Slightly lower interest income has been budgeted based on all of the Federal Reserve's rate activity so far this year. A profit of \$134,280 is projected for the year.

Dining Services

In its first full year of operation since the completion of the campus center facilities, sales are projected to end 2008 up over 23% from 2006, the last full year of operation. Sales for fiscal year 08/09 are being budgeted for a 7.4% increase over 07/08.

Continuing higher costs have forced Dining Services to raise their prices slightly and to renegotiate their costs from their suppliers on many of the high volume items. The result is lower budgeted food costs for this year – going from 45.5% in 2006, 49.9% in 2007, 50.8% through March 2008, to a budget of 47.8% for 2009.

A decline in other income is anticipated based on lower commissions and slightly lower interest income. Beverage sales from the vending machines have been steadily shrinking each year, causing revenue from that source to decline each year. Dining Services is budgeting for a profit of \$23,093 for this year.

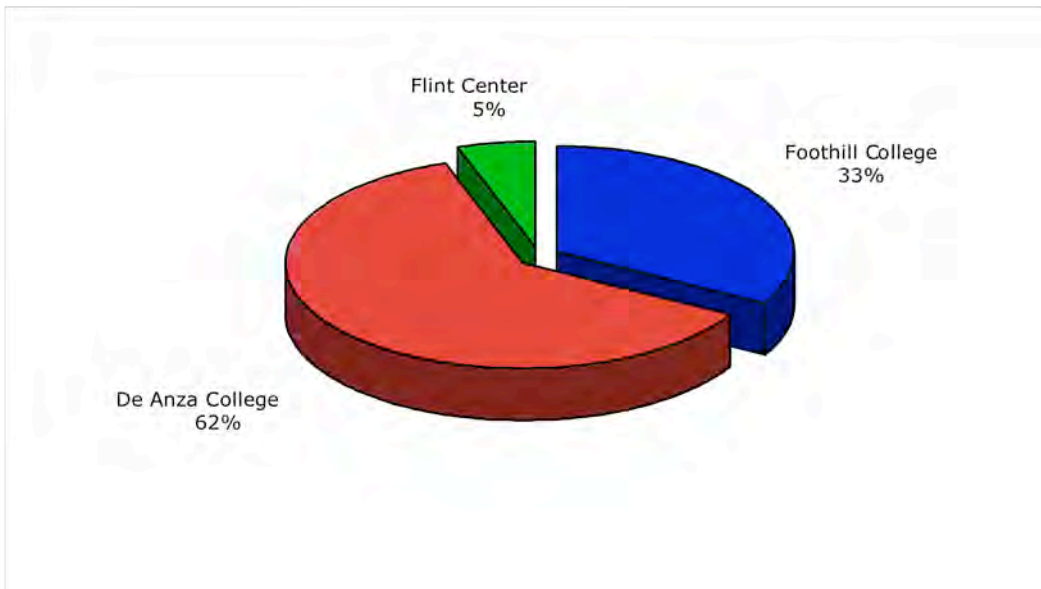
The net operating profit for the De Anza Campus Center is projected to be \$157,373 for the year:

- Bookstore – Profit \$134,280
- Dining Services – Profit \$23,093

Flint Center

For fiscal year 08/09, Flint Center is projecting a modest profit of \$14,293. It is our intent to closely monitor revenue through the first two quarters of 08/09. If the economic slowdown and increasing cost of living continue to negatively impact bookings and/or ticket revenues, we will revise expenses downward in December.

Enterprise Fund Revenues



Foothill-DeAnza Community College District

Enterprise Fund

2008-09 BUDGETS

INCOME	Foothill College	De Anza College	Flint Center	Total Enterprise
Local				
Sales	\$ 4,006,800	\$ 8,472,955	\$ 0	\$ 12,479,755
Other Local Income	134,200	353,350	709,000	1,196,550
TOTAL INCOME	\$ 4,141,000	\$ 8,826,305	\$ 709,000	\$ 13,676,305
EXPENSES				
Cost of Sales	\$ 3,127,564	\$ 6,050,892	\$ 0	\$ 9,178,456
Management Salaries	\$ 113,420	\$ 182,150	\$ 0	\$ 295,570
Contract Salaries	313,850	838,520	0	1,152,370
Student Salaries	150,000	513,000	0	663,000
Other	40,000	75,000	0	115,000
Total Salaries	\$ 617,270	\$ 1,608,670	\$ 0	\$ 2,225,940
Total Staff Benefits	\$ 174,980	\$ 436,360	\$ 0	\$ 611,340
General Administration	\$ 0	\$ 0	\$ 0	\$ 0
Depreciation	0	83,370	0	83,370
Utilities	17,606	55,768	45,000	118,374
Other Operating	138,934	416,022	649,707	1,204,663
Total Operating	\$ 156,540	\$ 555,160	\$ 694,707	\$ 1,406,407
Buildings	\$ 0	\$ 0	\$ 0	\$ 0
Equipment-New & Replacement	0	0	0	0
Other	0	0	0	0
Total Capital Outlay	\$ 0	\$ 0	\$ 0	\$ 0
TOTAL EXPENSES	\$ 4,076,354	\$ 8,651,082	\$ 694,707	\$ 13,422,143
Transfers-in	\$ 0	\$ 0	\$ 0	\$ 0
Other Sources	0	0	0	0
Transfers-out	0	(17,850)	0	(17,850)
Contingency	0	0	0	0
Other Out Go	(43,360)	0	0	(43,360)
TOTAL TRANSFERS/OTHER SOURCES	\$ (43,360)	\$ (17,850)	\$ 0	\$ (61,210)
Net Increase (Decrease) in Retained Earnings	\$ 21,286	\$ 157,373	\$ 14,293	\$ 192,952
Beginning Balance, July 1	307,668	2,142,312	1,755,021	4,205,001
Adjustments to Beginning Balance	0	0	0	0
NET FUND BALANCE, June 30	\$ 328,954	\$ 2,299,685	\$ 1,769,314	\$ 4,397,953

Foothill-DeAnza Community College District

Enterprise Fund

TOTAL ENTERPRISE

INCOME	Revised Budget 07/08	Actual 07/08	Budget 08/09
Local			
Sales	\$ 11,605,610	\$ 11,998,455	\$ 12,479,755
Other Local Income	1,142,360	1,382,942	1,196,550
TOTAL INCOME	\$ 12,747,970	\$ 13,381,397	\$ 13,676,305
EXPENSES			
Cost of Sales	\$ 8,545,570	\$ 8,763,789	\$ 9,178,456
Management Salaries	\$ 265,720	\$ 265,720	\$ 295,570
Contract Salaries	1,197,430	1,197,430	1,152,370
Student Salaries	487,500	487,500	663,000
Other	94,900	237,131	115,000
Total Salaries	\$ 2,045,550	\$ 2,187,781	\$ 2,225,940
Total Staff Benefits	\$ 604,630	\$ 623,485	\$ 611,340
General Administration	\$ 0	\$ 0	\$ 0
Depreciation	86,900	86,900	83,370
Utilities	110,480	118,374	118,374
Other Operating	1,156,380	1,256,627	1,204,663
Total Operating	\$ 1,353,760	\$ 1,461,901	\$ 1,406,407
Buildings	\$ 0	\$ 0	\$ 0
Equipment-New & Replacement	0	0	0
Other	0	0	0
Total Capital Outlay	\$ 0	\$ 0	\$ 0
TOTAL EXPENSES	\$ 12,549,510	\$ 13,036,956	\$ 13,422,143
Transfers-in	\$ 0	\$ 0	\$ 0
Other Sources	0	0	0
Transfers-out	(84,200)	0	(17,850)
Contingency	0	0	0
Other Out Go	0	(56,600)	(43,360)
TOTAL TRANSFERS/OTHER SOURCES	\$ (84,200)	\$ (56,600)	\$ (61,210)
Net Increase (Decrease) in Retained Earnings	\$ 114,260	\$ 287,841	\$ 192,952
Beginning Balance, July 1	3,917,160	3,917,160	4,205,001
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 4,031,420	\$ 4,205,001	\$ 4,397,953

Foothill-DeAnza Community College District

Enterprise Fund

FOOTHILL COLLEGE CAMPUS CENTER

	Revised Budget 07/08	Actual 07/08	Budget 08/09
INCOME			
Local			
Sales	\$ 4,129,310	\$ 3,837,645	\$ 4,006,800
Other Local Income	101,700	166,854	134,200
TOTAL INCOME	\$ 4,231,010	\$ 4,004,499	\$ 4,141,000
EXPENSES			
Cost of Sales	\$ 3,191,000	\$ 2,983,948	\$ 3,127,564
Management Salaries	\$ 103,390	\$ 103,390	\$ 113,420
Contract Salaries	350,900	350,900	313,850
Student Salaries	145,000	145,000	150,000
Other	50,000	23,815	40,000
Total Salaries	\$ 649,290	\$ 623,105	\$ 617,270
Total Staff Benefits	\$ 181,810	\$ 187,647	\$ 174,980
General Administration	\$ 0	\$ 0	\$ 0
Depreciation	0	0	0
Utilities	9,600	17,606	17,606
Other Operating	134,250	141,862	138,934
Total Operating	\$ 143,850	\$ 159,468	\$ 156,540
Buildings	\$ 0	\$ 0	\$ 0
Equipment-New & Replacement	0	0	0
Other	0	0	0
Total Capital Outlay	\$ 0	\$ 0	\$ 0
TOTAL EXPENSES	\$ 4,165,950	\$ 3,954,168	\$ 4,076,354
Transfers-in	\$ 0	\$ 0	\$ 0
Other Sources	0	0	0
Transfers-out	(48,000)	0	0
Contingency	0	0	0
Other Out Go	0	(42,131)	(43,360)
TOTAL TRANSFERS/OTHER SOURCES	\$ (48,000)	\$ (42,131)	\$ (43,360)
Net Increase (Decrease) in Retained Earnings	\$ 17,060	\$ 8,200	\$ 21,286
Beginning Balance, July 1	299,468	299,468	307,668
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 316,528	\$ 307,668	\$ 328,954

Foothill-DeAnza Community College District

Enterprise Fund

DE ANZA COLLEGE CAMPUS CENTER

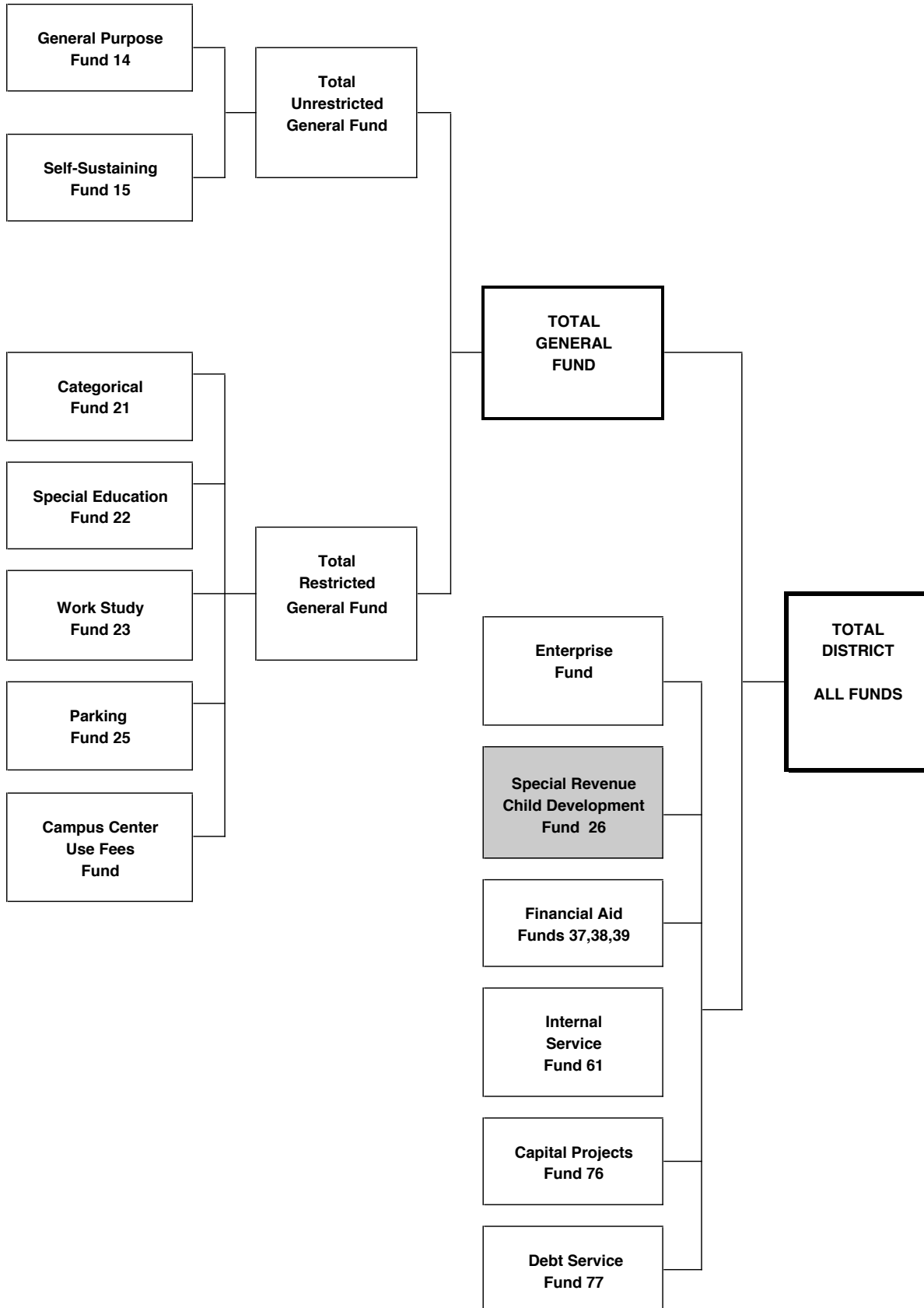
INCOME	Revised Budget 07/08	Actual 07/08	Budget 08/09
Local			
Sales	\$ 7,476,300	\$ 8,160,810	\$ 8,472,955
Other Local Income	365,660	408,499	353,350
TOTAL INCOME	\$ 7,841,960	\$ 8,569,309	\$ 8,826,305
EXPENSES			
Cost of Sales	\$ 5,354,570	\$ 5,779,841	\$ 6,050,892
Management Salaries	\$ 162,330	\$ 162,330	\$ 182,150
Contract Salaries	846,530	846,530	838,520
Student Salaries	342,500	342,500	513,000
Other	44,900	213,316	75,000
Total Salaries	\$ 1,396,260	\$ 1,564,676	\$ 1,608,670
Total Staff Benefits	\$ 422,820	\$ 435,838	\$ 436,360
General Administration	\$ 0	\$ 0	\$ 0
Depreciation	86,900	86,900	83,370
Utilities	55,880	55,768	55,768
Other Operating	422,130	436,508	416,022
Total Operating	\$ 564,910	\$ 579,176	\$ 555,160
Buildings	\$ 0	\$ 0	\$ 0
Equipment-New & Replacement	0	0	0
Other	0	0	0
Total Capital Outlay	\$ 0	\$ 0	\$ 0
TOTAL EXPENSES	\$ 7,738,560	\$ 8,359,531	\$ 8,651,082
Transfers-in	\$ 0	\$ 0	\$ 0
Other Sources	0	0	0
Transfers-out	(36,200)	0	(17,850)
Contingency	0	0	0
Other Out Go	0	(14,469)	0
TOTAL TRANSFERS/OTHER SOURCES	\$ (36,200)	\$ (14,469)	\$ (17,850)
Net Increase (Decrease) in Retained Earnings	\$ 67,200	\$ 195,309	\$ 157,373
Beginning Balance, July 1	1,947,003	1,947,003	2,142,312
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 2,014,203	\$ 2,142,312	\$ 2,299,685

Foothill-DeAnza Community College District

Flint Center

	Revised Budget		Actual		Budget
	07/08		07/08		08/09
INCOME					
Local					
Event	\$	0	\$	0	\$ 0
Theatre Services		0		0	0
Box Office		0		0	0
Concession		0		0	0
Interest		0		22,588	0
Other		675,000		785,001	709,000
TOTAL INCOME	\$	675,000	\$	807,589	\$ 709,000
EXPENSES					
Contract Teachers	\$	0	\$	0	\$ 0
Contract Non-teachers		0		0	0
Other Teachers		0		0	0
Other Non-teachers		0		0	0
Total Certificated Salaries	\$	0	\$	0	\$ 0
Contract Non-instructional	\$	0	\$	0	\$ 0
Contract Instructional Aides		0		0	0
Other Non-instructional		0		0	0
Other Instructional Aides		0		0	0
Students		0		0	0
Students-FWS		0		0	0
Total Classified Salaries	\$	0	\$	0	\$ 0
Total Salaries	\$	0	\$	0	\$ 0
Total Staff Benefits	\$	0	\$	0	\$ 0
Total Materials and Supplies	\$	0	\$	0	\$ 0
Contracted Services	\$	600,000	\$	678,257	\$ 649,707
Lease of Equipment & Facilities		0		0	0
Utilities		45,000		45,000	45,000
Other Operating		0		0	0
Total Operating	\$	645,000	\$	723,257	\$ 694,707
Buildings	\$	0	\$	0	\$ 0
Equipment-New & Replacement		0		0	0
Other		0		0	0
Total Capital Outlay	\$	0	\$	0	\$ 0
TOTAL EXPENSES	\$	645,000	\$	723,257	\$ 694,707
NET INCOME FROM OPERATIONS	\$	30,000	\$	84,332	\$ 14,293
Transfers-in	\$	0	\$	0	\$ 0
Other Sources		0		0	0
Transfers-out		0		0	0
Contingency		0		0	0
Other Out Go		0		0	0
TOTAL TRANSFERS/OTHER SOURCES	\$	0	\$	0	\$ 0
Net Change in Fund Balance	\$	30,000	\$	84,332	\$ 14,293
Beginning Balance, July 1		1,670,689		1,670,689	1,755,021
Adjustments to Beginning Balance		0		0	0
NET FUND BALANCE, June 30	\$	1,700,689	\$	1,755,021	\$ 1,769,314

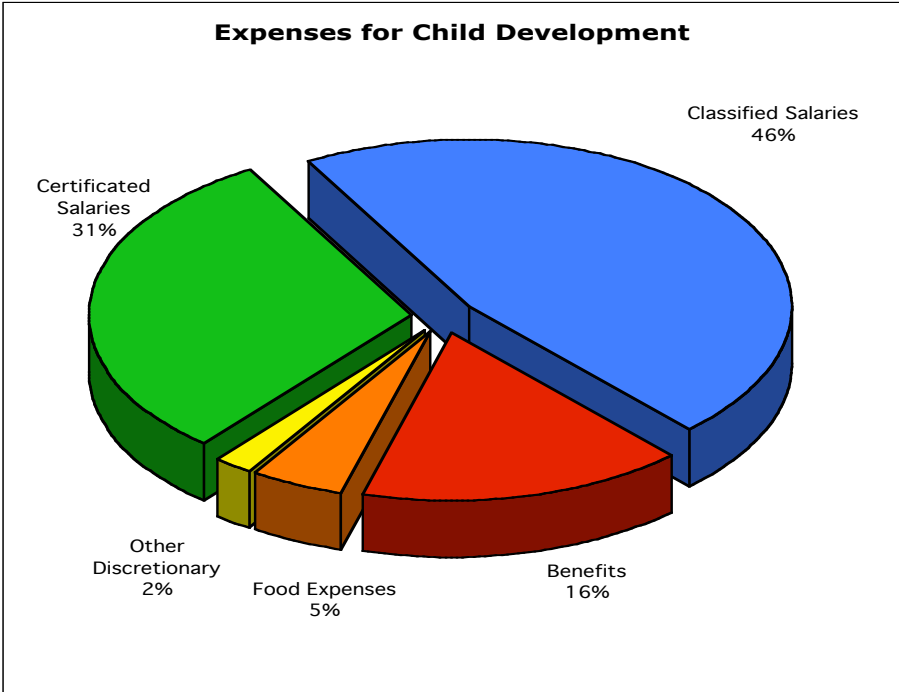
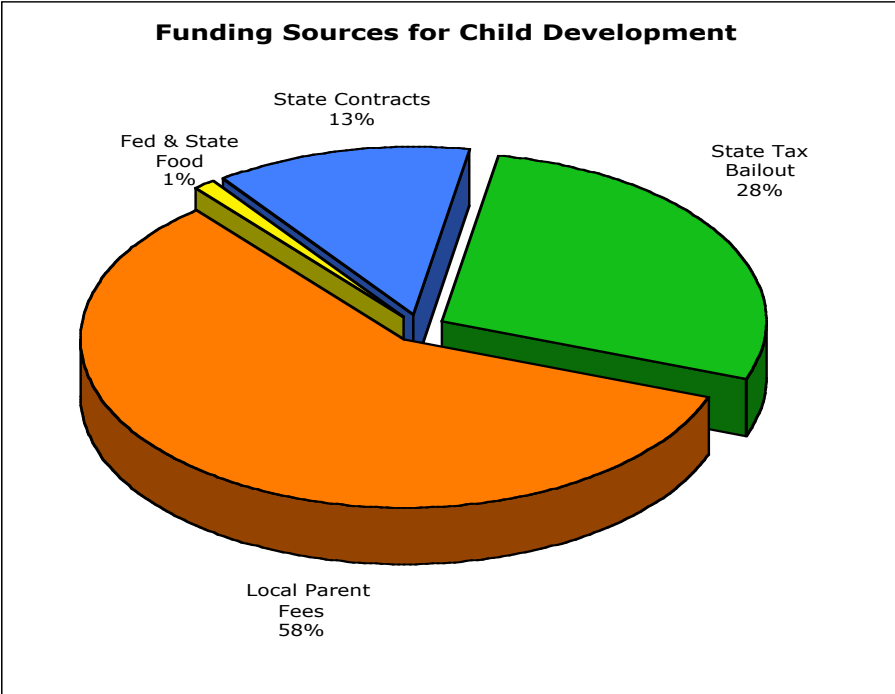
CHILD DEVELOPMENT



CHILD DEVELOPMENT FUND**Fund 26**

The Child Development Fund supports the costs associated with the Child Development Center located at De Anza College. The Child Development Center provides services to students from Foothill College and De Anza College, as well as non-students living in the community. Providing childcare to children between the ages of one and six years old, the center is also utilized as a facility for Early Childhood Education students to observe and train.

The 08/09 Adopted Budget assumes that the center will operate year-round utilizing seven out of nine classrooms. The Child Development Center plans to serve approximately 86 full-time, full fee-paying children and 34 full-time children that are state-subsidized. We are projecting \$1.33 million, or 58%, in revenue from local parent fees. From state sources, we anticipate receiving \$288,000, or 13%, from state contracts, and \$634,000, or 28%, from state tax bailout funds. Finally, we are projecting \$25,000, or 1%, in revenue for federal food reimbursement. We are projecting total revenue of approximately \$2.28 million and related expenses of approximately \$2.37 million. The district plans to transfer in \$93,657 for professional development leave replacement costs.

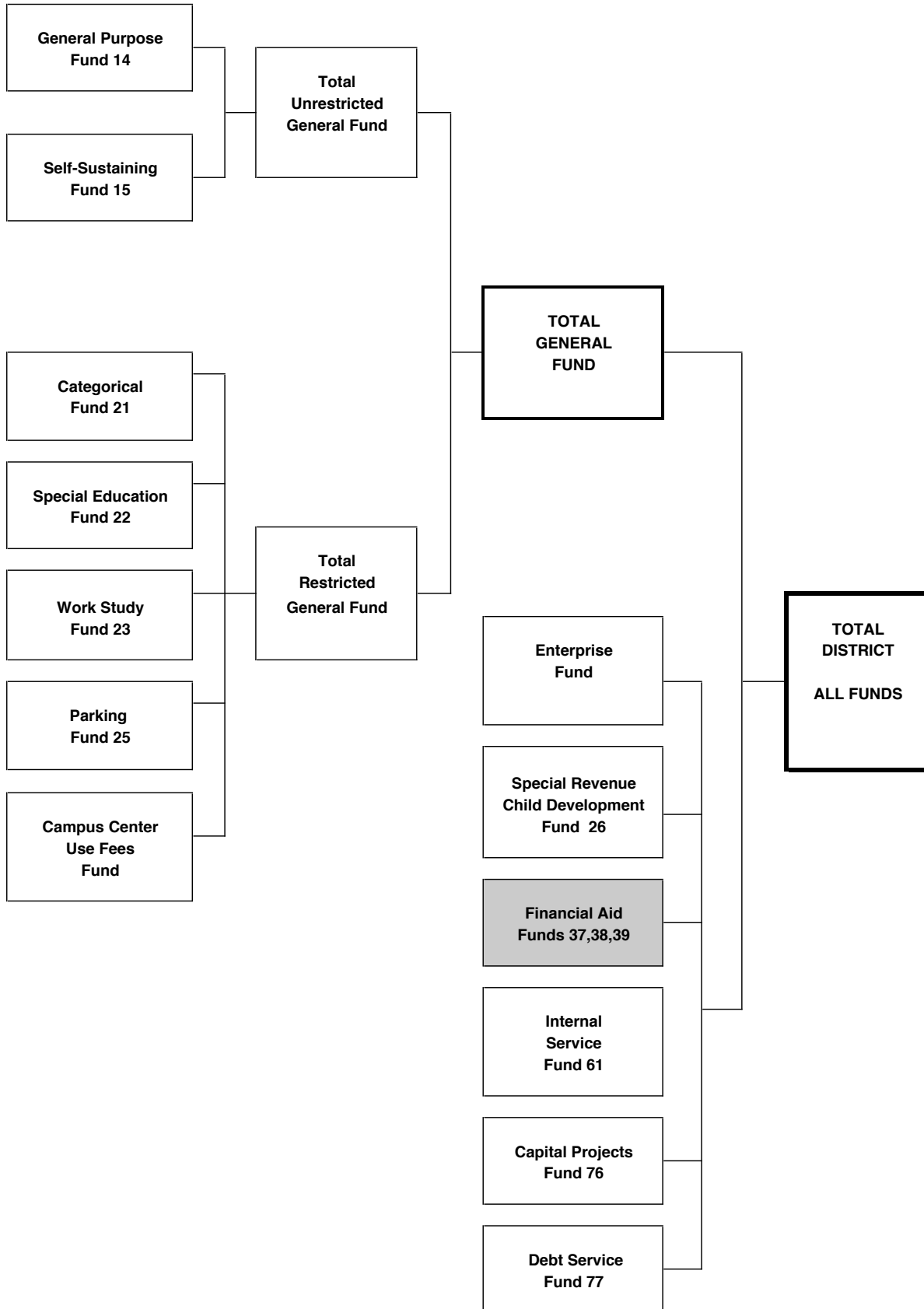


FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 26
Child Development**

INCOME	Revised Budget 07/08		Actual 07/08		Budget 08/09
Federal					
Child Care Food Program	\$	21,665	\$	21,665	\$ 25,000
Other Federal Income		0		0	0
Total Federal Income	\$	21,665	\$	21,665	\$ 25,000
State					
Department of Education	\$	287,080	\$	287,351	\$ 286,154
Child Dev. Center Tax Bailout		827,468		827,468	634,427
Child Care Food Program		701		701	1,500
Other State Revenue		0		0	0
Total State Income	\$	1,115,249	\$	1,115,520	\$ 922,081
Local					
Parent Fees	\$	11,212	\$	11,212	\$ 0
Parent Fees - Non Certified		968,535		968,535	1,330,682
Other Local Income		0		0	0
Interest		0		0	0
Total Local Income	\$	979,747	\$	979,747	\$ 1,330,682
TOTAL INCOME	\$	2,116,661	\$	2,116,932	\$ 2,277,763
EXPENSES					
Contract Teachers	\$	0	\$	0	\$ 0
Contract Non-teachers		599,101		599,101	563,450
Other Teachers		0		0	0
Other Non-teachers		197,944		197,944	375,309
Total Certificated Salaries	\$	797,045	\$	797,045	\$ 938,760
Contract Non-instructional	\$	442,409	\$	442,409	\$ 534,315
Contract Instructional Aides		0		0	0
Other Non-instructional		356,245		140,143	49,250
Other Instructional Aides		0		0	0
Students		0		216,794	198,900
Students-FWS		0		0	0
Total Classified Salaries	\$	798,654	\$	799,347	\$ 782,465
Total Salaries	\$	1,595,699	\$	1,596,392	\$ 1,721,225
Total Staff Benefits	\$	451,076	\$	451,217	\$ 471,558
Total Materials and Supplies	\$	161,139	\$	155,496	\$ 158,637
Contracted Services	\$	0	\$	2,615	\$ 0
Lease of Equipment & Facilities		0		1,198	0
Utilities		0		2,035	0
Other Operating		17,647		4,601	\$ 20,000
Total Operating	\$	17,647	\$	10,447	\$ 20,000
Buildings	\$	0	\$	0	\$ 0
Equipment-New & Replacement		0		3,723	0
Other		(1,827)		0	0
Total Capital Outlay	\$	(1,827)	\$	3,723	\$ 0
TOTAL EXPENSES	\$	2,223,734	\$	2,217,275	\$ 2,371,420
Transfers-in	\$	0	\$	0	\$ 93,657
Other Sources		0		0	0
Transfers-out		0		0	0
Contingency		0		0	0
Other Out Go		0		0	0
TOTAL TRANSFERS/OTHER SOURCES	\$	0	\$	0	\$ 93,657
Net Change in Fund Balance	\$	(107,073)	\$	(100,343)	\$ 0
Beginning Balance, July 1		568,999		568,999	468,656
Adjustments to Beginning Balance		0		0	0
NET FUND BALANCE, June 30	\$	461,926	\$	468,656	\$ 468,656

FINANCIAL AID



STUDENT FINANCIAL AID**Funds 33, 34, 37, 38 & 39**

These funds are used for federal, state, and local financial aid programs. The federal programs are the Pell Grants, Supplemental Educational Opportunity Grants (SEOG), Perkins Loan Program, and Americorps Community Service Initiative Grants. The state programs are EOPS grants and Cal Grants. Local programs include a variety of scholarships. The Perkins and SEOG programs both require a match.

For the 08/09 Adopted Budget, we are projecting \$10.69 million in revenue and \$11.29 million in expenses. We also are projecting \$526,000 in other sources of funds from the Foothill-De Anza Foundation for scholarships awarded to our students as well as a transfer in from the Categorical Fund (Fund 21) for Nursing Scholarships, which will balance the current activity of the fund.

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Funds 33, 37, 38 and 39
Financial Aid**

2008-09 BUDGETS

INCOME	Foothill College	De Anza College	Combined Total of Funds 33, 37, 38, 39
Federal			
Perkins	\$ 0	\$ 0	\$ 0
Pell	2,021,056	7,831,168	9,852,224
Other Federal	0	0	0
Total Federal Income	\$ 2,021,056	\$ 7,831,168	\$ 9,852,224
State			
EOPS	\$ 63,000	\$ 67,700	\$ 130,700
Cal Grant	0	0	0
Other State	66,000	612,000	678,000
Total State Income	\$ 129,000	\$ 679,700	\$ 808,700
Local			
Interest	\$ 4,000	\$ 17,500	\$ 21,500
Other Local	2,500	2,075	4,575
Total Local Income	\$ 6,500	\$ 19,575	\$ 26,075
TOTAL INCOME	\$ 2,156,556	\$ 8,530,443	\$ 10,686,999
EXPENSES			
Operating Expenses	\$ 399,500	\$ 221,575	\$ 621,075
Collection Costs (Perkins)	0	15,000	15,000
Student Grants	2,150,056	8,510,868	10,660,924
TOTAL EXPENSES	\$ 2,549,556	\$ 8,747,443	\$ 11,296,999
Transfers-in	\$ 0	\$ 84,000	\$ 84,000
Other Sources	393,000	133,000	526,000
Transfers-out	0	0	0
Contingency	0	0	0
Other Out Go	0	0	0
TOTAL TRANSFERS/OTHER SOURCE	\$ 393,000	\$ 217,000	\$ 610,000
Net Change in Fund Balance	\$ 0	\$ 0	\$ 0
Beginning Balance, July 1	0	0	2,698,829
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 0	\$ 0	\$ 2,698,829

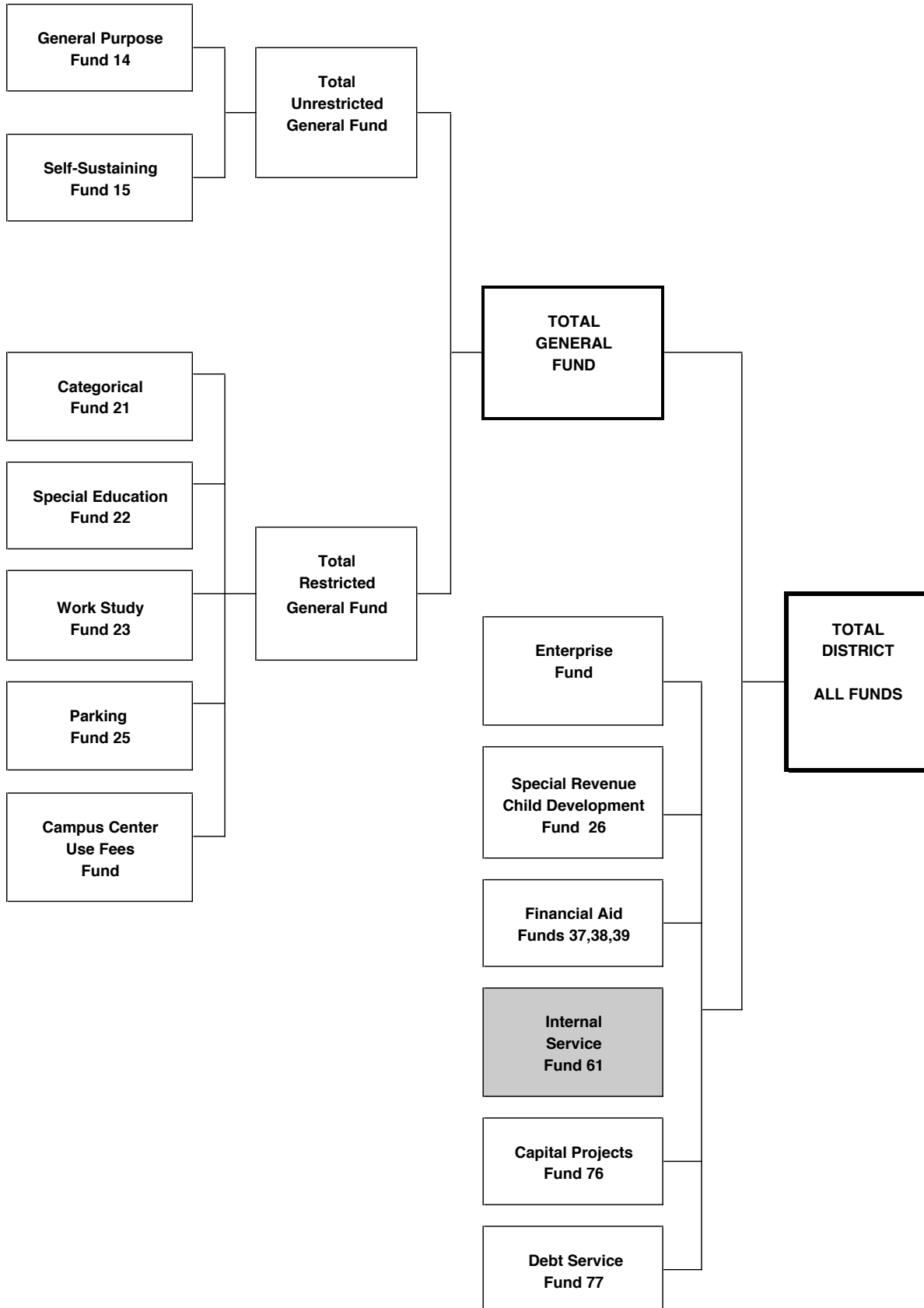
FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Funds 33, 37, 38 and 39
Financial Aid**

TOTAL DISTRICT

INCOME	Revised Budget 07/08	Actual 07/08	Budget 08/09
Federal			
Perkins	\$ 0	\$ 0	\$ 0
Pell	9,275,736	9,275,736	9,852,224
Other Federal	43,399	43,399	0
Total Federal Income	\$ 9,319,135	\$ 9,319,135	\$ 9,852,224
State			
EOPS	\$ 102,800	\$ 102,800	\$ 130,700
Cal Grant	0	0	0
Other State	1,107,318	1,107,318	678,000
Total State Income	\$ 1,210,118	\$ 1,210,118	\$ 808,700
Local			
Interest	\$ 32,500	\$ 72,504	\$ 21,500
Other Local	18,566	4,852	4,575
Total Local Income	\$ 51,066	\$ 77,356	\$ 26,075
TOTAL INCOME	\$ 10,580,319	\$ 10,606,610	\$ 10,686,999
EXPENSES			
Operating Expenses	\$ 747,993	\$ 769,851	\$ 621,075
Collection Costs (Perkins)	15,000	13,029	15,000
Student Grants	10,545,845	10,532,721	10,660,924
TOTAL EXPENSES	\$ 11,308,838	\$ 11,315,601	\$ 11,296,999
Transfers-in	\$ 97,994	\$ 97,994	\$ 84,000
Other Sources	623,558	623,558	526,000
Transfers-out	(2,001)	(2,001)	0
Contingency	0	0	0
Other Out Go	0	(17,992)	0
TOTAL TRANSFERS/OTHER SOURCE	\$ 719,551	\$ 701,559	\$ 610,000
Net Change in Fund Balance	\$ (8,968)	\$ (7,432)	\$ 0
Beginning Balance, July 1	2,828,846	2,828,846	2,698,829
Adjustments to Beginning Balance	0	(122,585)	0
NET FUND BALANCE, June 30	\$ 2,819,878	\$ 2,698,829	\$ 2,698,829

INTERNAL SERVICE FUND



INTERNAL SERVICE FUND

The purpose of such a fund is to separately account for services provided on a district-wide basis. Costs associated with providing health benefits, workers' compensation, extended sick leave, and post-retirement benefits are to be accounted for in one fund, and an appropriate service rate is charged to each of the other funds.

In the past, this fund was used almost exclusively as an accounting convenience to charge benefits in one fund and then distribute them to all other funds. Any positive or negative ending balances were closed to the general fund (Fund 14) at year-end.

We have included an exhibit on the next page, which summarizes Internal Service Fund balances. Since there are sufficient balances in this fund, we are recommending:

- A transfer of \$829,400 to this fund from the general fund (Fund 14) in 08/09 for unfunded retiree medical liability as budgeted in 08/09, and
- That, since our 08/09 budget is forecast to have a structural deficit of \$7.9 million (\$1.5 million due to a projected increased cost of health benefits), we transfer a portion of these funds (approximately \$1.5 million) to offset the increases in health benefits plan costs in fiscal year 08/09. We have budgeted this transfer out to the General Purpose Fund as one of the one-time solutions to close the 2008/09 deficit.

This would leave an estimated unrestricted \$6.0 million in this fund, which could be used to offset medical benefits increases for active and retired employees in 09/10. To the extent all of those funds are not needed in 09/10, some could be rolled over to 10/11 or be used for unfunded retiree medical liability.

It should also be noted that the strategy of offsetting medical benefits increases with one-time savings is not without risks. The advantage is that we could offset medical benefits increases in the short term, and this would clearly help both active and retired employees. However, this has the effect of artificially propping up the medical benefits budget with one-time money and when that money runs out, there would need to be significant changes to the operating budget and/or the level of benefits to accommodate the reality of the one-time funds being exhausted.

INTERNAL SERVICE FUND BALANCES

Summary of Beginning Balance

Extended Sick Leave/Vacation Payout Reserve	\$	273,254
Unfunded Retiree Benefits Transfer In (04/05)		500,000
Unfunded Retiree Benefits Transfer In (05/06)		640,000
Negotiated 05/06 Benefits Increase Transfer In (04/05)		500,000
04/05 Medical Savings (Retiree and Active)		3,890,883
04/05 Workers Comp Saving		945,777
05/06 Medical Savings (Retiree and Active)		2,266,477
05/06 Workers Comp Saving		626,619
Unfunded Retiree Benefits Transfer In (06/07)		975,905
06/07 Medical Savings (Retiree and Active)		1,510,225
06/07 Workers Comp Saving		288,414
FY 05/06 expenditure (JPA membership fee)		(3,000)
Transfer to JPA		(2,115,905)
Unfunded Retiree Benefits Transfer In (07/08)		1,005,182
Transfer to JPA		(1,005,182)

Total Beginning Balance 07/01/08:	\$	<u>10,298,649</u>
--	-----------	--------------------------

Revenue		49,997,944
---------	--	------------

Expenses		(49,997,944)
----------	--	--------------

Transfer Out to General Fund to Cover Projected 08/09 Medical Benefits Cost Increases		(1,534,008)
--	--	-------------

06/30/09 Projected Ending Balance:	\$	<u><u>8,764,641</u></u>
---	-----------	--------------------------------

Summary of 08/09 Projected Ending Balance

Extended Sick Leave/Vacation Payout Reserve	\$	273,254
Reserve for Self Insured Fund		2,000,000
FA post-1997 Health Benefits Reserve		250,000
Classified Staff post-1997 Health Benefits Reserve		250,000
Restricted Ending Balance:	\$	<u>2,773,254</u>

Unrestricted Fund Balance:	\$	<u>5,991,387</u>
-----------------------------------	-----------	-------------------------

Total Projected 06/30/09 Ending Balance (restricted and unrestricted):	\$	<u><u>8,764,641</u></u>
---	-----------	--------------------------------

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 61
Internal Service**

2008-09 BUDGETS

INCOME	Active		Total
	Employees	Retirees	Fund 61
Contributions - Active Benefits	\$ 39,985,006	\$ 0	\$ 39,985,006
Contributions - Retiree Benefits	0	10,012,938	10,012,938
Employee Contributions	0	0	0
TOTAL INCOME	\$ 39,985,006	\$ 10,012,938	\$ 49,997,944
EXPENSES			
Medical and Prescription Drugs	\$ 17,372,556	\$ 8,864,642	\$ 26,237,198
Dental	1,897,037	993,890	2,890,926
Vision	272,278	154,406	426,684
Retirement	16,185,576	0	16,185,576
Worker's Compensation	3,014,800	0	3,014,800
Unemployment Insurance	524,300	0	524,300
Other	718,459	0	718,459
TOTAL EXPENSES	\$ 39,985,006	\$ 10,012,938	\$ 49,997,944
Transfers-in			
Other Sources	\$ 0	\$ 0	\$ 0
Transfers-out	(1,534,008)	0	(1,534,008)
Contingency	0	0	0
Other Out Go	0	0	0
TOTAL TRANSFERS/OTHER SOURCE	\$ (1,534,008)	\$ 0	\$ (1,534,008)
Net Change in Fund Balance	\$ (1,534,008)	\$ 0	\$ (1,534,008)
Beginning Balance, July 1	0	0	10,298,649
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	(\$1,534,008)	\$ 0	\$ 8,764,641

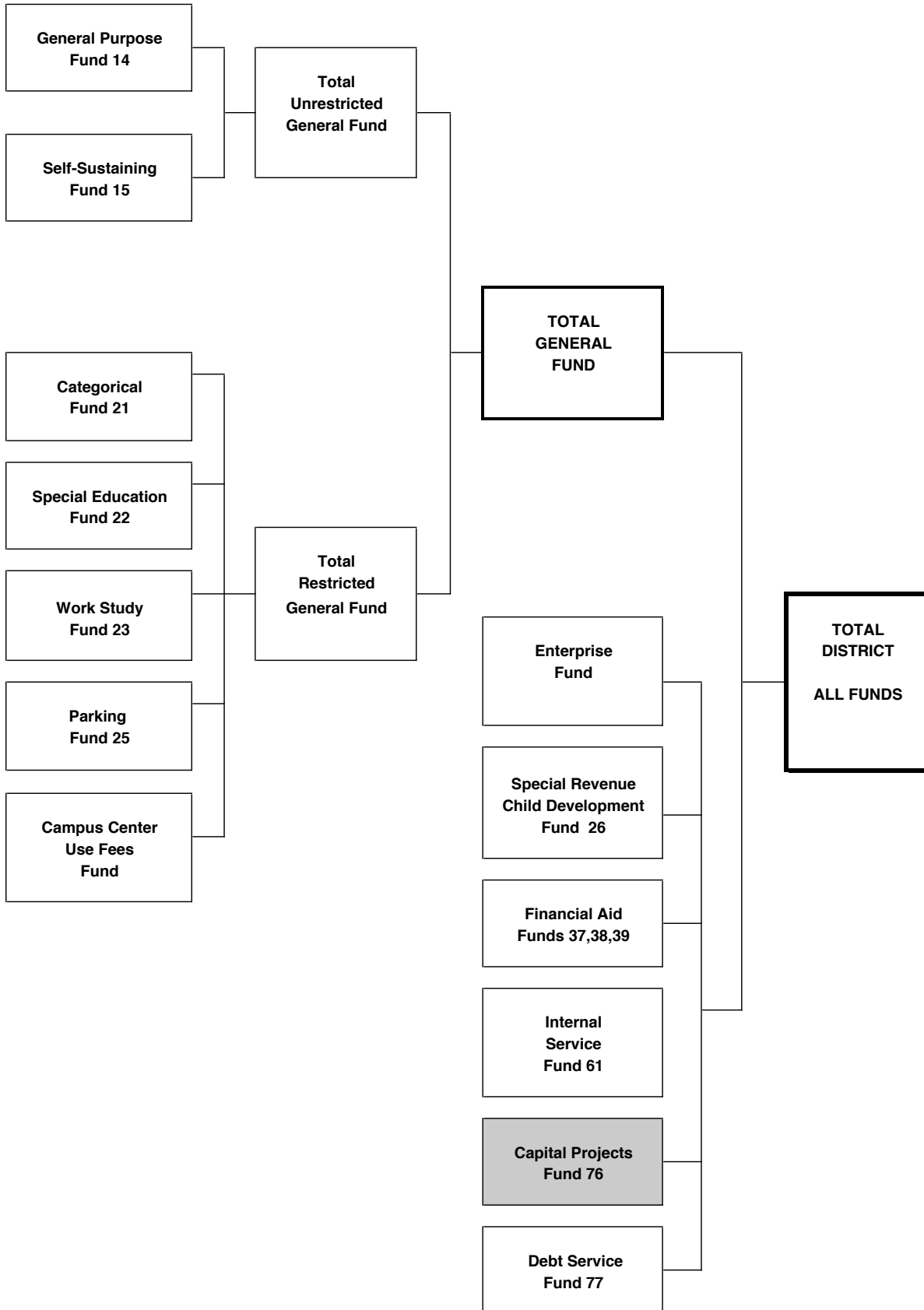
FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 61
Internal Service**

ACTIVE EMPLOYEES AND RETIREES

INCOME	Revised Budget 07/08	Actual 07/08	Budget 08/09
Contributions - Active Benefits	\$ 39,079,845	\$ 39,079,845	\$ 39,985,006
Contributions - Retiree Benefits	6,854,638	6,854,638	10,012,938
Employee Contributions	922,318	922,318	0
TOTAL INCOME	\$ 46,856,801	\$ 46,856,801	\$ 49,997,944
EXPENSES			
Medical and Prescription Drugs	\$ 24,088,517	\$ 24,088,517	\$ 26,237,198
Dental	2,535,703	2,535,703	2,890,926
Vision	380,446	380,446	426,684
Retirement	16,208,097	16,208,097	16,185,576
Worker's Compensation	3,131,175	3,131,175	3,014,800
Unemployment Insurance	139,837	139,837	524,300
Other	373,027	373,027	718,459
TOTAL EXPENSES	\$ 46,856,801	\$ 46,856,801	\$ 49,997,944
Transfers-in	\$ 1,005,182	\$ 1,005,182	\$ 0
Other Sources	0	0	0
Transfers-out	0	0	(1,534,008)
Contingency	0	0	0
Other Out Go	(1,005,182)	(1,005,182)	0
TOTAL TRANSFERS/OTHER SOURCE	\$ 0	\$ 0	\$ (1,534,008)
Net Change in Fund Balance	\$ 0	\$ 0	\$ (1,534,008)
Beginning Balance, July 1	10,298,649	10,298,649	10,298,649
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 10,298,649	\$ 10,298,649	\$ 8,764,641

CAPITAL PROJECTS



CAPITAL PROJECTS FUND

Fund 76

Each account in this fund represents a specific capital project of sufficient importance to warrant separate accounting from the General Activity Fund. All project budgets, budget transfers, and actual project expenditures are reviewed by the Audit and Finance subcommittee of the Board and then are approved by the Board of Trustees and, if appropriate, state agencies.

Budgets are reported on a project basis, whereas actual revenues and expenditures are accounted for on both a project and fiscal year basis. Funding may come from either outside sources such as state sources, General Obligation Bonds, borrowings or donations, or from transferring resources from internal funds that will receive the benefit from the assets being created. Plant Services assumes fiscal responsibility for most of these financial accounts and reconciles these accounts with the project cost accounting system. The district currently has a number of major capital outlay projects and scheduled maintenance projects either under construction or in various queues.

Measure E Projects: The Measure E program (\$248 million) will continue the construction activity and renovation projects on both campuses in the coming year. The district has already completed the issuance of bonds in three series, Series A Bonds (\$99.9 million), Series B Bonds (\$90.1 million), and Series C Bonds (\$57.8 million).

Fiscal year 08/09 will see “final” Division of State Architect (DSA) closeout on project activity. At De Anza College, construction will conclude on the Visual and Performing Arts (VPAC) remodel, while construction efforts will kick off on phase I of the Master Landscaping project. At Foothill College, design efforts will conclude on the Radio Station and Language Arts renovations.

Both colleges will continue minor improvement work associated with small projects that were previously removed due to budget constraints.

Measure C Projects: On June 6, 2006, public voters passed Measure C by a 65.69% approval rate, which allowed for the sale of \$490.8 million in general obligation bonds to construct academic facilities; renovate and maintain classrooms and instructional laboratories; upgrade

buildings to include educational equipment; upgrade technology; upgrade electrical and mechanical systems; improve safety and disabled access; improve emergency access and evacuation routes; refinance existing lease obligations, and acquire property for future campus expansion.

Measure C was passed under the rules of Proposition 39, which directs the Board of Trustees to appoint a Citizens' Bond Oversight Committee to monitor bond expenditures. On April 18, 2007, the district issued Series A Bonds (\$149.9 million) and on May 3, 2007, Series B Bonds (\$99.9 million) was issued.

During the litigation, the district developed a plan to move prudently forward, selling \$250 million in bonds without financial penalty and putting all but \$10 million of the money in escrow. The District had also intended to finance critical Measure C program activities using \$10 million from General Fund cash. Since the litigation has been successfully resolved, there has been no need to use \$10 million from the General Fund and all projects will now be funded from Measure C proceeds.

On June 16, 2008, the Board of Trustees approved the transfer of the remaining \$240 million held in escrow with the fiscal agent, US Bank, in the form of cash and investment securities relative to the issuance and sale of the 2006 General Obligation Bonds, Series A and Series B, plus interest earned, to the County of Santa Clara Treasurer's Office. As of June 30, 2008, cash has been deposited into the county's commingled investment pool and securities are being held in the district's name in the Building Fund, separate from other county investments.

At Foothill College, large capital project activity will include design efforts on the North Slope Science Building and associated infrastructure. Renovations will begin with construction of Forum 5000, while design efforts launch on the Soccer, Softball and Baseball Complex, Administration Building (1900), General Classrooms (5500 & 6400) and Physical Education Lab Space.

At De Anza College, large capital project activity will include design efforts on the Mediated Learning Center. Renovations will include phase II of construction on a Swing Space facility that will provide temporary accommodations for classes displaced by construction. Design efforts

will commence on the Seminar Building, Multicultural Center, Baldwin Winery Building, and East Cottage “Historic Renovation.”

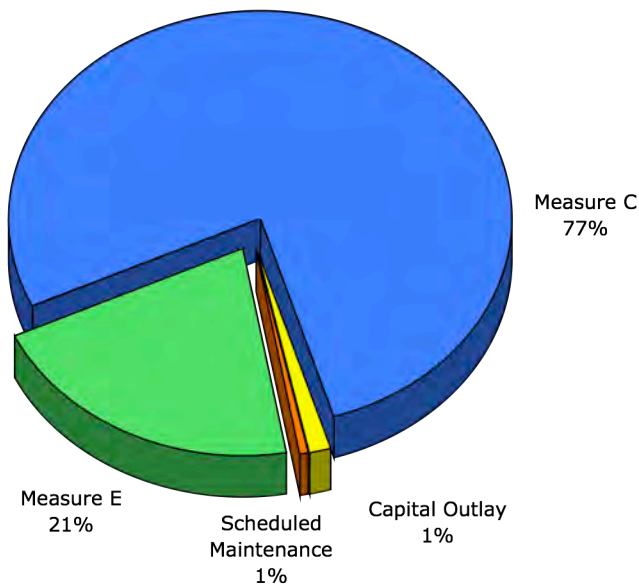
At the District, large capital project activity will involve design of the District Office/Data Center renovation.

Both colleges and the district will see maintenance and small capital project activity in various stages of design and construction, beginning with the most urgent needs.

Educational Technology Services will experience continued implementation of the new integrated Educational Information System, or EIS, that will replace the district’s management information system. The new SunGard Banner system will include application software, implementation services, training, and Oracle database software that support the Banner application.

Both colleges and the District will continue to acquire furniture and instructional equipment as well as technology-related equipment to support new and ongoing programs and to better service the students and the larger community.

FUND 76 - Expenses for Capital Projects

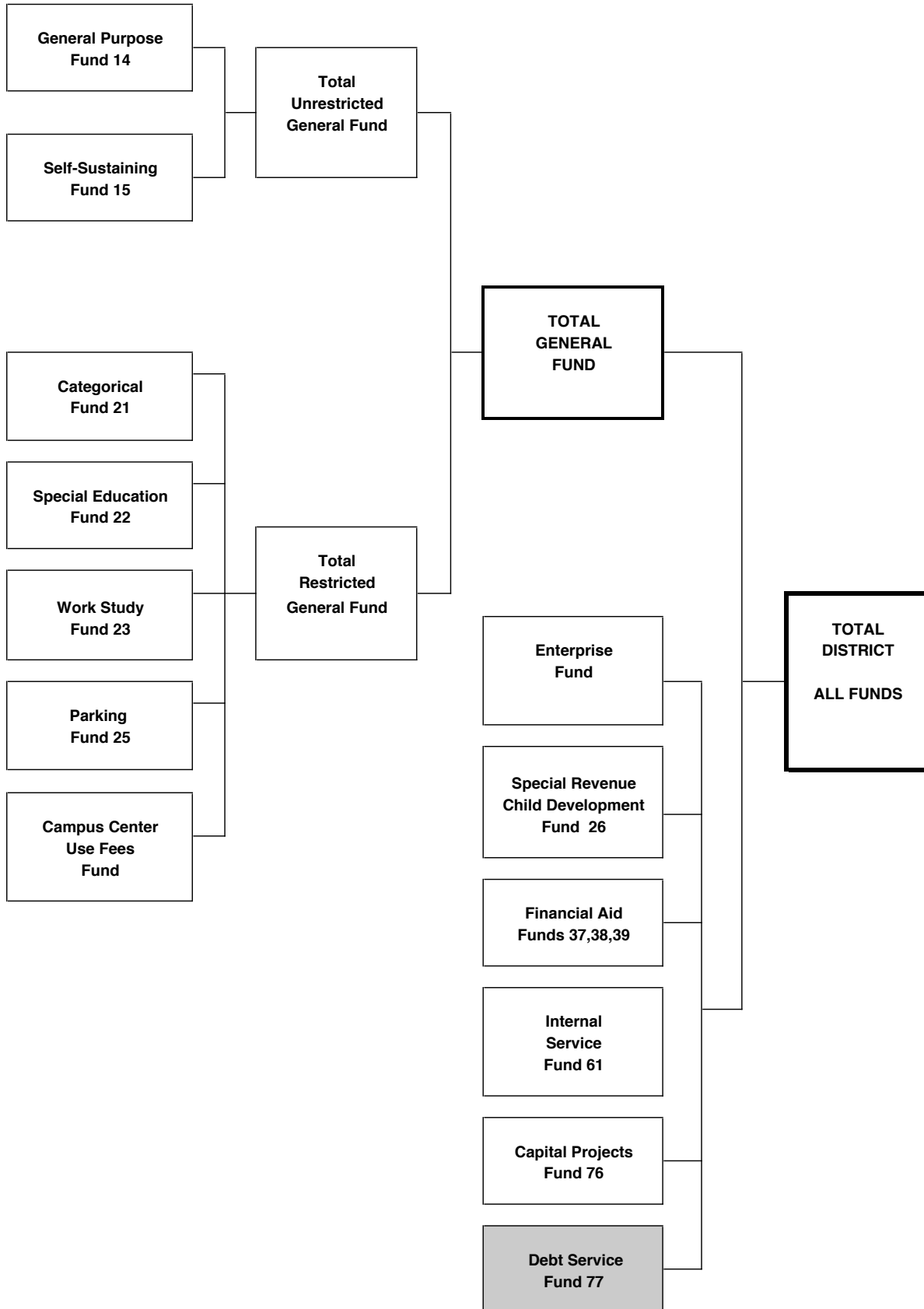


FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 76
Capital Projects**

INCOME	Revised Budget 07/08	Actual 07/08	Budget 08/09
State	\$ 5,773,548	\$ 5,773,548	\$ 1,187,902
Local	13,404,124	13,404,124	9,214,716
TOTAL INCOME	\$ 19,177,672	\$ 19,177,672	\$ 10,402,618
EXPENSES			
Contract Teachers	\$ 0	\$ 0	\$ 0
Contract Non-teachers	0	0	0
Other Teachers	0	0	0
Other Non-teachers	0	0	0
Total Certificated Salaries	\$ 0	\$ 0	\$ 0
Contract Non-instructional	\$ 987,150	\$ 987,150	\$ 1,426,509
Contract Instructional Aides	0	0	0
Other Non-instructional	187,073	187,073	0
Other Instructional Aides	0	0	0
Students	0	0	0
Students-FWS	0	0	0
Total Classified Salaries	\$ 1,174,224	\$ 1,174,224	\$ 1,426,509
Total Salaries	\$ 1,174,224	\$ 1,174,224	\$ 1,426,509
Total Staff Benefits	\$ 352,331	\$ 352,331	\$ 579,566
Total Materials and Supplies	\$ 150,098	\$ 150,098	\$ 569,312
Contracted Services	\$ 3,723,183	\$ 3,723,183	\$ 0
Lease of Equipment & Facilities	40,429	40,429	0
Utilities	26,598	26,598	0
Other Operating	1,827,961	1,827,961	6,507,078
Total Operating	\$ 5,618,171	\$ 5,618,171	\$ 6,507,078
Site Improvement	\$ 0	\$ 0	\$ 0
Buildings	21,940,507	21,940,507	0
Equipment-New & Replacement	7,367,182	7,367,182	0
Other	2,398,592	2,398,592	115,490,430
Total Capital Outlay	\$ 31,706,281	\$ 31,706,281	\$ 115,490,430
TOTAL EXPENSES	\$ 39,001,105	\$ 39,001,105	\$ 124,572,895
Transfers-in	\$ 1,999,608	\$ 1,999,608	\$ 0
Other Sources	559,321	559,321	0
Transfers-out	0	0	0
Contingency	0	0	0
Other Out Go	0	0	0
TOTAL TRANSFERS/OTHER SOURCE	\$ 2,558,929	\$ 2,558,929	\$ 0
Net Change in Fund Balance	\$ (17,264,503)	\$ (17,264,503)	\$ (114,170,277)
Beginning Balance, July 1	292,259,999	292,259,999	274,995,495
Adjustments to Beginning Balance	0	0	0
NET FUND BALANCE, June 30	\$ 274,995,495	\$ 274,995,495	\$ 160,825,218

DEBT SERVICE



DEBT SERVICE FUND**Fund 77**

This fund is for the repayment of current principal and interest due on the district's general long-term debt and lease arrangements (Certificates of Participation). Resources are generally transferred into this fund from the fund or account that initiated the original debt or lease. This fund also accounts for the legally required reserves mandated by the various debt or lease issuances.

The district has issued three major debt instruments in recent years to finance large capital purchases such as the De Anza College parking garage, student center expansions at both colleges, technology infrastructure, and HVAC and deferred maintenance. \$6.9 million of certificates of participation matured on December 1, 1998. The remaining debt instruments are as follows:

- **October 1997:** The district defeased \$7.36 million of Certificates of Participation and issued \$12.52 million with effective interest rates of 3.8% to 5%. Payments of principal and interest are made June 1 and December 1 of each year. The estimated annual payment is \$1,514,535.
- **May 1998:** To finance the Energy Management and Retrofit Project, the district entered into a lease agreement with Municipal Leasing Associates. The amount of the lease is \$3,385,000 over fifteen years. The lease will be repaid from guaranteed savings realized in the use of energy efficient systems.
- **May 2000:** The district issued \$99.9 million of the General Obligation Bond, Series A, with effective interest rates of 4.25% to 6.26%. Payments of principal and interest are made August 1 and February 1 of each year.
- **October 2002:** The district refinanced a portion (\$67,475,000) of the General Obligation Bond, Series A (original value \$99,995,036) with effective interest rates of 4.61%. Payments of principal and interest are made February 1 and August 1 of each year.
- **June 2003:** The district refinanced the '93 COP of \$21.06 million. The refinanced amount of \$18.2 million constitutes the remainder of the original \$21.06 million with effective interest rates of 4.531%. Payments of principal and interest are made on September 1 and March 1 of each year. The estimated annual payment is \$1,348.892.

- **October 2003:** The district issued \$90.1 million of the General Obligation Bond, Series B, with effective interest rates of 2% to 5.79%. Payments of principal and interest are made August 1 and February 1 of each year.
- **April 2005:** The district entered into a capital lease agreement with CitiMortgage, Inc. to finance the purchase and installation of Photovoltaic Solar Collecting Systems at Foothill College and De Anza College. The amount of the lease is \$3,188,626 with repayment term of over fifteen years. Savings from the utility charges will be used to service the debt payment each year.
- **June 2005:** The district entered into a capital lease agreement with CitiMortgage, Inc. to finance the purchase of Furniture and Fixtures and the MBS POS System for De Anza College Enterprise operation. The amount of the lease is \$539,050 with a repayment term of over ten years.
- **September 2005:** The district has been given an insured bond rating of “AA” by Standards & Poor’s Rating Services and a rating of “Aa1” by Moody’s Investors Services.
- **October 2005:** The district issued \$57.9 million of the General Obligation Bond, Series C, with effective interest rates of 4.81% to 5.03%. Payments of principal and interest are made August 1 and February 1 of each year.
- **October 2005:** The district refinanced a portion (\$22,165,000) of the General Obligation Bond, Series B (original value \$90,100,063) with effective interest rates of 3.00% to 5.250%. Payments of principal and interest are made August 1 and February 1 of each year.
- **November 2006:** The district financed a Certificate of Participation for \$11.33 million, with effective interest rates of 3.5% to 5%. Payments of principal and interest are made on September 1 and March 1 of each year. The estimated annual payment is \$1,020,254. The financed amount of the COP will be used for the renovation portion of the Foothill and De Anza Campus Center buildings and the Foothill Bookstore Equipment, Furniture and Fixtures.
- **April 2007:** The district issued \$149,995,250 million of the Election of 2006 General Obligation Bond, Series A, with effective interest rates of 4% to 5%. Payments of principal and interest are made August 1 and February 1 of each year.

- **May 2007:** The district issued \$99,996,686 million of the Election of 2006 General Obligation Bond, Series B, with effective interest rates of 4% to 5%. Payments of principal and interest are made August 1 and February 1 of each year.

Debt Instruments	Final Payment Due	Net FY 2008/09 Payments	Unres Gen Fund Fund 14	Self-Sustaining Fund Fund 15	Parking Fund Fund 25	Campus		Foothill Enterprise
						Center Use Fees Fund 28	Fees	
\$12.52M COP, Financing	06/2012	\$ 749,410	\$ 749,410	\$ -	\$ -	\$ -	\$ -	-
\$18.27M COP, Refunding	06/2022	1,286,036	24,703	34,572	1,226,761	-	-	-
\$11.33M COP, Financing	06/2021	1,023,180	-	-	-	991,795	-	31,385
Total Annual Payments		\$ 3,058,626	\$ 774,113	\$ 34,572	\$ 1,226,761	\$ 991,795	\$ -	31,385
Outstanding Balance as 06/30/08			\$ 4,166,639	\$ 482,670	\$ 15,053,967	\$ 11,866,794	\$ -	377,359

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**Fund 77
Debt Service**

		Revised Budget 07/08	Actual 07/08	Budget 08/09
1	INCOME			
2	Local			
3	Property Taxes	\$ 16,974,007	\$ 11,767,437	\$ 21,193,985
4	Interest	105,843	1,001,695	103,981
5	Other	0	0	0
6	TOTAL INCOME	\$ 17,079,850	\$ 12,769,131	\$ 21,297,966
	EXPENSES			
	Other Operating	\$ 0	\$ 0	\$ 0
7	TOTAL EXPENSES	\$ 0	\$ 0	\$ 0
8	Transfers-in	\$ 3,504,826	\$ 3,590,173	\$ 3,641,115
9	Other Sources	146,739	146,710	150,455
10	Transfers-out	0	0	0
11	Contingency	0	0	0
12	Other Out Go	(20,910,396)	(20,965,751)	(15,121,031)
13	TOTAL TRANSFERS/OTHER SOURCES	\$ (17,258,831)	\$ (17,228,868)	\$ (11,329,461)
14	Net Change in Fund Balance	\$ (178,981)	\$ (4,459,737)	\$ 9,968,505
15	Beginning Balance, July 1	27,475,912	27,475,912	23,016,175
16	Adjustments to Beginning Balance	0	0	0
17	NET FUND BALANCE, June 30	\$ 27,296,931	\$ 23,016,175	\$ 32,984,680

SUPPLEMENTAL INFORMATION

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

2007-2008

**Actual Summary
for ALL FUNDS**

	TOTAL GENERAL FUND	Enterprise Funds	Child Development Fund 26	Financial Aid Funds	Capital Projects Fund 76	Debt Service Fund 77	TOTAL DISTRICT ALL FUNDS	Internal Service Fund 61
INCOME								
Federal Income	\$ 3,664,521	\$ 0	\$ 21,665	\$ 9,319,135	\$ 0	\$ 0	\$ 13,005,321	\$ 0
State Income	103,911,466	0	1,115,520	1,210,118	5,773,548	0	112,010,652	0
Local Income	113,002,023	13,381,397	979,747	77,356	13,404,124	12,769,131	153,613,778	46,856,801
TOTAL INCOME	\$ 220,578,009	\$ 13,381,397	\$ 2,116,932	\$ 10,606,610	\$ 19,177,672	\$ 12,769,131	\$ 278,629,751	\$ 46,856,801
EXPENSES								
Cost of Sales	\$ 0	\$ 8,763,789	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,763,789	\$ 0
Certificated Salaries	87,272,059	265,720	797,045	0	0	0	88,334,824	0
Classified Salaries	50,265,770	1,922,061	799,347	0	1,174,224	0	54,161,401	0
Employee Benefits	43,828,239	623,485	451,217	0	352,331	0	45,255,272	46,856,801
Materials and Supplies	6,835,501	0	155,496	0	150,098	0	7,141,095	0
Operating Expenses	26,901,091	1,461,901	10,447	782,880	5,618,171	0	34,774,491	0
Capital Outlay	2,855,500	0	3,723	0	31,706,281	0	34,565,504	0
TOTAL EXPENSES	\$ 217,958,160	\$ 13,036,956	\$ 2,217,275	\$ 782,880	\$ 39,001,105	\$ 0	\$ 272,996,376	\$ 46,856,801
TRANSFERS AND OTHER								
Transfers-in	\$ 6,427,384	\$ 0	\$ 0	\$ 97,994	\$ 1,999,608	\$ 3,590,173	\$ 12,115,159	\$ 1,005,182
Other Sources	575,608	0	0	623,558	559,321	146,710	1,905,197	0
Transfers-out	(13,118,341)	0	0	(2,001)	0	0	(13,120,342)	0
Contingency	0	0	0	0	0	0	0	0
Other Out Go	(892,618)	(56,600)	0	(10,550,713)	0	(20,965,751)	(32,465,682)	(1,005,182)
TOTAL TRANSFERS/OTHER SOURCES	\$ (7,007,967)	\$ (56,600)	\$ 0	\$ (9,831,162)	\$ 2,558,929	\$ (17,228,868)	\$ (31,565,668)	\$ 0
FUND BALANCE								
Net Change in Fund Balance	\$ (4,388,118)	\$ 287,841	\$ (100,343)	\$ (7,432)	\$ (17,264,503)	\$ (4,459,737)	\$ (25,932,293)	\$ 0
Beginning Balance, July 1	45,244,264	3,917,160	568,999	2,828,846	292,259,999	27,475,912	372,295,180	10,298,649
Adjustments to Beginning Balance	0	0	0	(122,585)	0	0	(122,585)	0
NET FUND BALANCE, June 30	\$ 40,856,146	\$ 4,205,001	\$ 468,656	\$ 2,698,829	\$ 274,995,495	\$ 23,016,175	\$ 346,240,302	\$ 10,298,649

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

2007-2008

**Actual Summary
for GENERAL FUNDS**

	General Fund 14	Self-Sustaining Fund 15	Total Unrestricted General Fund	Categorical Fund 21	Special Educ. Fund 22	Work Study Fund 23	Parking Fund 25	Campus Center Fund 28	Total Restricted General Fund	TOTAL GENERAL FUND
INCOME										
Federal Income	\$ 2,219	\$ 0	\$ 2,219	\$ 3,279,937	\$ 0	\$ 382,365	\$ 0	\$ 0	\$ 3,662,302	\$ 3,664,521
State Income	87,236,642	2,358,130	89,594,772	11,075,335	3,241,359	0	0	0	14,316,694	103,911,466
Local Income	96,730,047	9,542,755	106,272,802	2,377,945	1,674	0	2,363,774	1,985,828	6,729,221	113,002,023
TOTAL INCOME	\$ 183,968,907	\$ 11,900,885	\$ 195,869,793	\$ 16,733,217	\$ 3,243,033	\$ 382,365	\$ 2,363,774	\$ 1,985,828	\$ 24,708,217	\$ 220,578,009
EXPENSES										
Certificated Salaries	\$ 78,800,145	\$ 1,765,936	\$ 80,566,081	\$ 2,479,951	\$ 4,226,028	\$ 0	\$ 0	\$ 0	\$ 6,705,979	\$ 87,272,059
Classified Salaries	37,510,270	2,398,873	39,909,143	6,150,263	2,215,195	481,312	1,031,156	478,701	10,356,627	50,265,770
Employee Benefits	38,325,192	898,734	39,223,926	2,283,981	1,778,468	0	351,506	190,358	4,604,313	43,828,239
Materials and Supplies	4,573,983	412,956	4,986,939	1,577,230	189,725	15,027	1,104	65,476	1,848,562	6,835,501
Operating Expenses	17,193,308	5,998,519	23,191,827	3,219,836	198,909	5,979	66,745	217,795	3,709,264	26,901,091
Capital Outlay	780,192	157,010	937,202	816,721	145,925	0	0	955,653	1,918,298	2,855,500
TOTAL EXPENSES	\$ 177,183,090	\$ 11,632,027	\$ 188,815,117	\$ 16,527,982	\$ 8,754,250	\$ 502,318	\$ 1,450,511	\$ 1,907,983	\$ 29,143,043	\$ 217,958,160
TRANSFERS AND OTHER										
Transfers-in	\$ 85,815	\$ 236,126	\$ 321,941	\$ 145,326	\$ 5,435,493	\$ 120,328	\$ 404,296	\$ 0	\$ 6,105,443	\$ 6,427,384
Other Sources	37,007	30,000	67,007	508,601	0	0	0	0	508,601	575,608
Transfers-out	(10,372,929)	(62,447)	(10,435,376)	(331,745)	(85,815)	(375)	(1,317,559)	(947,471)	(2,682,965)	(13,118,341)
Contingency	0	0	0	0	0	0	0	0	0	0
Other Out Go	(56,673)	(9,296)	(65,969)	(826,649)	0	0	0	0	(826,649)	(892,618)
TOTAL TRANSFERS/OTHER SOURCES	\$ (10,306,780)	\$ 194,383	\$ (10,112,397)	\$ (504,467)	\$ 5,349,678	\$ 119,953	\$ (913,263)	\$ (947,471)	\$ 3,104,430	\$ (7,007,967)
FUND BALANCE										
Net Change in Fund Balance	\$ (3,520,963)	\$ 463,241	\$ (3,057,721)	\$ (299,232)	\$ (161,539)	\$ 0	\$ 0	\$ (869,626)	\$ (1,330,396)	\$ (4,388,118)
Beginning Balance, July 1	34,149,572	5,596,099	39,745,671	3,638,193	356,237	0	0	1,504,163	5,498,593	45,244,264
Adjustments to Beginning Balance	0	0	0	0	0	0	0	0	0	0
NET FUND BALANCE, June 30	\$ 30,628,609	\$ 6,059,340	\$ 36,687,950	\$ 3,338,961	\$ 194,698	\$ 0	\$ 0	\$ 634,538	\$ 4,168,197	\$ 40,856,146

RECONCILIATION OF 07/08 INTERFUND TRANSFERS AS OF 6/30/08

	TO												
Fund	General 14	Self- Sustaining 15	Categorical 21	Special Education 22	Federal Work Study 23	Parking 25	Child Development 26	Campus Ctr Use Fees 28	Financial Aid 37,38,39	Internal Service 61	Capital Projects 76	Debt Service 77	Total
14			117,325	5,435,493	120,328	404,296				1,005,182	1,905,309	1,384,995	10,372,929
15			28,000									34,447	62,447
21		236,126							95,619				331,745
22	85,815												85,815
23									375				375
25											94,299	1,223,260	1,317,559
26													
28												947,471	947,471
37									2,000				2,000
61													0
76													0
77	85,815	236,126	145,326	5,435,493	120,328	404,296	0	0	97,994	1,005,182	1,999,608	3,590,173	13,120,341

F
R
O
M

Notes

Fund 14 to 21: 72,890 for SDL backfill
 4,186 for 06/07 Non-Credit Matriculation recalculation
 3,647 for salary adjustments
 36,603 to fully fund Basic Skills grant staffing costs
 60,194 for salary adjustments
 4,632,296 for Special Ed match
 4,185 for PAA payments
 670 for PGA payments
 30,009 for non-teaching PDL backfill
 1,658 for Early Notice Incentive
 418,428 for Cost of Living Adjustments
 135,802 for Special Ed "B" budget augmentation
 41,917 to close out Special Ed fund
 110,334 to reclass salary expenses
 120,328 for Federal Work Study match
 404,296 to close parking fund deficit
 1,005,182 for unfunded medical liability
 8,000 for Foothill Medical Gas Verification Services
 800,000 for various Foothill post-completion Meas E project expenses
 30,000 for Foothill Art Glass Project
 10,000 for Foothill College campus maps
 52,875 for Foothill College Copier Project
 1,000,000 for District office renovation/expansion
 4,433 for energy savings project

Fund 14 to 22: 773,039 for Debt Service
 5,298 for Debt Service fees
 606,657 for Capital Lease payments
 28,000 for TB testing and Worker's Comp
 34,372 for Debt Service
 75 for Debt Service fees
 234,031 for Medical Admin Activities (MAA)
 2,095 for payment of internal services
 90,000 for Nursing scholarships
 5,619 to close out financial aid grants
 6,173 for classified recruitment costs
 6,000 for faculty recruitment costs
 73,642 to close Special Ed fund balances
 375 to transfer funds from FWSP to SEOG grant
 94,299 for the Foothill Parking Safety Project
 1,220,613 for Debt Service
 2,647 for Debt Service fees
 945,916 for Debt Service
 1,555 for Debt Service fees
 2,000 for Foothill EOPS scholarships

Fund 14 to 23: 375 to transfer funds from FWSP to SEOG grant

Fund 14 to 25: 94,299 for the Foothill Parking Safety Project

Fund 14 to 61: 1,220,613 for Debt Service

Fund 14 to 76: 2,647 for Debt Service fees
 945,916 for Debt Service
 1,555 for Debt Service fees
 2,000 for Foothill EOPS scholarships

CHANGES IN FUND 14 REVENUE AND EXPENSES

	03/04		04/05		05/06		06/07		07/08		08/09	
	Actual	%	Actual	%	Actual	%	Actual	%	Actual	%	Adopt Budget	%
Revenues												
Base Revenue & Equalization	117,271,492	80.23%	124,924,272	82.43%	143,368,551	86.64%	150,791,141	81.73%	156,876,264	85.27%	158,311,051	85.90%
PY Gen Apport	982,506	0.67%										
PFE	6,767,432	4.63%	5,795,010	3.82%								
Lottery	4,053,732	2.77%	4,280,647	2.82%	4,046,409	2.45%	4,592,748	2.49%	4,157,083	2.26%	4,408,969	2.39%
NR Tuition	11,795,607	8.07%	10,917,695	7.20%	11,240,839	6.79%	13,219,114	7.16%	15,002,590	8.15%	15,638,294	8.49%
Other Revenue												
PT Faculty Funding	1,475,772	1.01%	1,475,772	0.97%	1,475,772	0.89%	1,475,772	0.80%	1,475,772	0.80%	1,313,437	0.71%
2% Resident Enrollment Fees	191,777	0.13%	273,632	0.18%	335,014	0.20%	335,014	0.18%	335,014	0.18%	335,014	0.18%
Interest	784,323	0.54%	1,372,660	0.91%	1,928,047	1.17%	3,504,022	1.90%	3,694,312	2.01%	1,800,000	0.98%
Campus Generated Income	1,915,056	1.31%	1,767,222	1.17%	1,814,500	1.10%	2,436,701	1.32%	1,845,152	1.00%	2,309,963	1.25%
One-Time Prop 98 funds & Equalization							7,202,514	3.90%			0	
Other Revenue	935,806	0.64%	738,780	0.49%	1,260,673	0.76%	952,390	0.52%	582,720	0.32%	181,579	0.10%
Total Revenue	146,173,504	100.00%	151,545,690	100.00%	165,469,805	100.00%	184,509,416	100.00%	183,968,907	100.00%	184,298,308	100.00%
Expenses												
Salaries	93,233,218	63.87%	94,060,832	62.08%	97,081,510	60.76%	105,432,628	59.92%	116,310,415	62.04%	118,999,439	62.43%
Benefits	32,151,961	22.03%	29,490,850	19.46%	32,146,500	20.12%	34,832,553	19.79%	38,325,192	20.44%	42,535,269	22.31%
Materials and Supplies	2,999,861	2.06%	3,280,972	2.17%	3,544,544	2.22%	4,031,069	2.29%	4,573,983	2.44%	1,895,374	0.99%
Operating Expenses	13,309,265	9.12%	12,612,404	8.32%	16,368,891	10.24%	15,651,886	8.89%	17,192,338	9.17%	20,581,999	10.80%
Capital Outlay	787,495	0.54%	700,833	0.46%	1,233,987	0.77%	1,115,529	0.63%	781,161	0.42%	70,565	0.04%
Transfers (net)	3,481,657	2.39%	11,375,569	7.51%	9,400,562	5.88%	10,742,944	6.11%	10,306,780	5.50%	6,541,067	3.43%
Total Expenses	145,963,457	100.00%	151,521,460	100.00%	159,775,994	100.00%	171,806,609	100.00%	187,489,869	100.00%	190,623,714	100.00%
Net Gain/Loss	210,047		24,230		5,693,811		12,702,807		(3,520,962)		(6,325,406)	
Beginning Fund Balance	15,518,676		15,728,723		15,752,953		21,446,764		34,149,571		30,628,609	
Ending Fund Balance	15,728,723		15,752,953		21,446,764		34,149,571		30,628,609		24,303,203	
Restricted Fund Balance	2,594,151		4,269,943		9,267,224		21,607,611		16,401,721		16,401,721	
Unrestricted Fund Balance	13,134,572		11,483,010		12,179,540		12,541,960		14,226,888		7,901,482	
5% Reserve	7,300,000		7,870,000		8,010,000		9,260,000		10,000,000		10,430,000	
Variance from reserve	5,834,572		3,613,010		4,169,540		3,281,961		4,226,889		(2,528,517)	

* Includes one-time transfer in of \$1.5 million from Medical Benefit Savings.

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**2007-2008
Comparison of Projections**

INCOME	Adopted Budget	1st Quarter Estimated Total	2nd Quarter Estimated Total	3rd Quarter Estimated Total	Yr-End Actual Total	Variance Total
Federal Income	\$ 2,215	\$ 2,215	\$ 2,215	\$ 2,215	\$ 2,219	
State Income	92,082,746	92,082,746	94,628,082	92,026,702	91,739,063	
Local Income	89,939,690	89,939,689	91,744,490	91,947,055	92,227,625	
TOTAL INCOME	\$ 182,024,651	\$ 182,024,650	\$ 186,374,787	\$ 183,975,972	\$ 183,968,907	\$ (7,065)
EXPENSES						
Certificated Salaries	\$ 74,318,253	\$ 74,245,930	\$ 77,808,041	\$ 77,796,248	\$ 78,800,145	\$ 1,003,897
Classified Salaries	36,193,897	35,752,629	36,316,175	36,325,095	37,510,270	1,185,175
Employee Benefits	39,625,551	39,574,873	40,066,184	39,981,621	38,325,192	(1,656,429)
Materials and Supplies	1,949,451	2,093,537	3,763,211	3,848,619	4,573,983	725,364
Operating Expenses	39,893,395	31,822,955	24,571,135	25,188,206	17,192,338	(7,995,868)
Capital Outlay	68,522	204,307	221,673	269,931	781,161	511,230
TOTAL EXPENSES	\$ 192,049,069	\$ 183,694,231	\$ 182,746,419	\$ 183,409,720	\$ 177,183,089	\$ (6,226,631)
TRANSFERS AND OTHER						
Transfers-in	\$ 0	\$ 0	\$ 0	\$ 7,500	\$ 85,815	\$ 78,315
Other Sources	0	0	2,000	2,000	37,007	35,007
Transfers-out	(6,534,578)	(6,683,415)	(7,606,965)	(8,836,577)	(10,372,929)	(1,536,352)
Contingency	(1,360,084)	(1,360,084)	(4,260,084)	(4,260,084)	0	4,260,084
Other Out Go	0	0	(26,408)	(30,798)	(56,673)	(25,875)
TOTAL TRFs/OTHER SOURCES	\$ (7,894,662)	\$ (8,043,499)	\$ (11,891,457)	\$ (13,117,959)	\$ (10,306,780)	\$ 2,811,179
FUND BALANCE						
Net Change in Fund Balance	\$ (17,919,080)	\$ (9,713,080)	\$ (8,263,089)	\$ (12,551,707)	\$ (3,520,962)	\$ 9,030,745
Beginning Balance, July 1	34,149,572	34,149,572	34,149,572	34,149,572	34,149,572	
Adjustments to Beginning Balance						
NET FUND BALANCE, June 30	\$ 16,230,492	\$ 24,436,492	\$ 25,886,483	\$ 21,597,865	\$ 30,628,610	\$ 9,030,745
5% reserves	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	
Restricted Carryover	\$ 0	\$ 8,206,000	\$ 13,056,051	\$ 10,744,000	\$ 16,401,721	
Undesignated Fund Balance	\$ 6,230,492	\$ 6,230,492	\$ 2,830,432	\$ 853,865	\$ 4,226,889	

EXPLANATION OF MAJOR VARIANCES FROM THE 07/08 THIRD TO FOURTH QUARTER-END

Revenue:

212,361	Additional FTES revenue
271,000	Additional interest income from Measure C proceeds
(130,460)	Deficit factor increase
(419,486)	Lottery revenue
59,520	Miscellaneous local/other income (net)
<u>(7,065)</u>	

Expenses:

Certificated Salaries:

254,902	PT faculty equity transfer - budgeted at third quarter in contingency; funds used to cover cost of PT faculty pay increase in 07/08
734,938	Salary adjustment (budgeted in contingency at third quarter)
14,057	other
<u>1,003,897</u>	

Classified Salaries :

1,185,175	Salary adjustment (budgeted in contingency at third quarter) - net of float (appr. \$200K)
-----------	--

Benefits:

311,758	Workers Comp additional cost
(2,406,980)	Medical benefits savings
329,233	Benefits cost on salary adjustments
109,560	Additional benefit float net (increases fund balance)
<u>(1,656,429)</u>	

Materials & Supplies, Operating Expenses, Capital Outlay (Net):

(143,738)	Union negotiated items unspent	<i>A & B budget not spent by campuses and Central Services</i>
(499,962)	Encumbrances	
(88,187)	Telephones	
(88,826)	District-wide operating expense	
(228,077)	Software/hardware maintenance	
(46,764)	Credit card fees	
(4,768,273)	Difference in campuses' projected carryover	
(187,381)	M&O positions (phone lease - ETS)	
(58,316)	PGA/PAA	
(17,670)	PT faculty professional development	
(406,466)	Unrealized holding (gain)/loss & inventory adjustment	
(96,040)	Additional personnel costs (contracted)	
(129,573)	Miscellaneous (net)	
<u>(6,759,274)</u>		

Contingency:

254,902	reclassified to expense
1,005,182	reclassified to expense to transfer out payment for unfunded retiree medical liability
2,674,528	reclassified to expense to certificated and classified category for salary adjustment
200,000	Increase for International Student Program funding
125,472	other
<u>4,260,084</u>	

Transfers In:

73,642	close out Special Ed fund at year end (salary reallocations, etc.)
4,673	other
<u>78,315</u>	

Transfers Out:

1,005,182	reclassified from contingency to transfer out payment for unfunded retiree medical liability
254,902	reclassified to expense (PT faculty pay)
100,000	Special Ed match increase
176,268	other
<u>1,536,352</u>	

Facts at a Glance

Revenues and Expenditures for the Unrestricted General Fund (General Purpose Fund-Fund 14 and Self-Sustaining Fund-Fund 15)

	00/01 Actual	01/02 Actual	02/03 Actual	03/04 Actual	04/05 Actual	05/06 Actual	06/07 Actual	07/08 Actual	08/09 Budget
Revenues	143,239,002	153,350,133	154,879,975	154,822,110	160,623,925	174,883,352	195,275,580	195,869,793	195,496,312
Salaries	89,239,977	98,558,108	101,111,384	96,616,772	97,301,888	100,223,151	108,932,628	120,475,223	122,816,915
Benefits	20,918,091	23,926,354	29,407,255	32,831,656	30,181,758	32,817,104	35,620,591	39,223,926	43,599,577
Other	33,834,600	28,260,950	28,317,375	25,378,897	32,336,392	36,065,903	37,329,673	39,228,365	51,192,392
Total Expenses/Transfers	143,992,668	150,745,412	158,836,014	155,027,325	159,820,038	169,106,158	181,882,892	198,927,514	217,608,885
Ending Fund Balance	20,422,669	23,933,156	19,977,117	19,771,902	20,575,789	26,352,983	39,745,671	36,687,950	14,575,377

Salary Expenditures, Fund 14 (General Purpose Fund only)

	00/01 Actual	01/02 Actual	02/03 Actual	03/04 Actual	04/05 Actual	05/06 Actual	06/07 Actual	07/08 Actual	08/09 Budget
Contract Faculty	33,309,282	35,668,493	36,609,869	35,746,821	35,649,761	36,837,387	38,714,445	42,904,422	44,344,888.53
Part-time Faculty	20,753,075	24,721,715	24,396,288	24,259,662	24,308,915	25,117,264	27,966,765	30,644,493	29,905,321.99
Management	6,047,944	7,037,608	7,101,668	6,531,951	6,608,884	6,757,755	7,351,536	8,122,660	8,370,876.36
Classified	22,478,609	24,149,989	26,707,371	25,451,343	26,420,215	27,236,042	29,766,093	32,475,959	34,337,299.90
Students & Casuals	3,317,546	3,514,106	2,616,432	1,243,441	1,073,057	1,133,062	1,633,789	2,162,881	2,041,051.21
Total	85,906,456	95,091,911	97,431,628	93,233,218	94,060,832	97,081,510	105,432,628	116,310,415	118,999,438

Productivity

	00/01 Actual	01/02 Actual	02/03 Actual	03/04 Actual	04/05 Actual	05/06 Actual	06/07 Actual	07/08 Actual	08/09 Budget
WSCH per Teaching FTE	538	566	567	579	548	565	569	573	535

FTEs

	00/01 Actual	01/02 Actual	02/03 Actual	03/04 Actual	04/05 Actual	05/06 Actual	06/07 Actual	07/08 Actual	08/09 Budget
Resident	30,328	32,860	32,897	32,660	31,066	32,526	32,211	33,376	33,376
Non-Resident	3,187	3,534	3,363	3,268	2,986	2,968	3,568	3,988	3,988
Total FTEs	33,515	36,394	36,260	35,928	34,052	35,494	35,779	37,364	37,364

Revenues and Expenditures, Restricted General Fund (Categorical, Special Ed, Work Study, Parking and Campus Ctr Fund)

	00/01 Actual	01/02 Actual	02/03 Actual	03/04 Actual	04/05 Actual	05/06 Actual	06/07 Actual	07/08 Actual	08/09 Budget
Revenues & Transfers In	32,389,086	30,350,506	22,262,060	20,698,124	20,260,112	21,798,694	27,460,865	27,812,647	27,644,906
Expenditures	29,600,425	34,602,746	22,935,971	20,224,792	22,044,849	22,071,858	26,875,082	29,143,042	27,647,411
Fund Balance	11,423,530	7,171,290	6,497,379	6,970,711	5,185,974	4,912,810	5,498,593	4,168,197	4,165,693

Note 1:
Actual WSCH per Teaching FTE represents both on campus and contract instruction.
On campus productivity for FY 07/08 was 539

COMPARISON OF FTE 00/01 THROUGH 08/09

(This chart represents filled and vacant FTE at the beginning of each year, the source document for this is the EBA 046; prepared by Bernata Slater 7/3/08)

	GENERAL	SELF-SUSTAINING	CATEGORICAL	SPECIAL EDUCATION	PARKING	CHILD DEVELOPMENT	CAMPUS CENTER	BOOKSTORE & FOUNDATION	SELF-INSURED	CAPITAL	TOTAL
08/09 (Adopted)	14	15	21	22	25	26	28	148	61	76	6
A-Executive	6										
B-Certificated Instructor	476	1	16	26					0		519
C-Certificated Instructor/Childcare						8					8
E (Headcount)-Early Retiree	21			5		1					27
F-Adjunct Faculty											
J-Certificated Manager	34	3	2	2	1	1		0		3	42
K-Non-Certificated Manager	22	1	2				6	6		2	35
L-Classified CSEA	103						6		1	2	111
N-Classified-SEIU	343	21	62	34	12	8	1	22	1	7	509
O-Food Services							1	9			10
P-Confidential	11										11
L-Board of Trustees Members	5										5
S-Supervisors	30	3	3	2	1	1		1		1	38
6-Classified, less than 50%	56	3	2	11		2		6			80
FTE	1,106	29	87	79	13	21	8	43	1	13	1,401
PT faculty budgeted (GF only)	556										

	GENERAL	SELF-SUSTAINING	CATEGORICAL	SPECIAL EDUCATION	PARKING	CHILD DEVELOPMENT	CAMPUS CENTER	BOOKSTORE & FOUNDATION	SELF-INSURED	CAPITAL	TOTAL
07/08 (Adopted)	14	15	21	22	25	26	28	148	61	76	6
A-Executive	6										
B-Certificated Instructor	480	1	19	23							522
C-Certificated Instructor/Childcare						9					9
E (Headcount)-Early Retiree	27	1	0	3		1					32
F-Adjunct Faculty											
J-Certificated Manager	35	3	2	1	1	1		0		4	42
K-Non-Certificated Manager	22	1	2				0	6		2	36
L-Classified CSEA	104						5			2	111
N-Classified-SEIU	339	21	60	34	12	8	0	22	1	7	504
O-Food Services							1	9			10
P-Confidential	11										11
L-Board of Trustees Members	5										5
S-Supervisors	30	2	3	2	1	1		1		1	38
6-Classified, less than 50%	56		2	11		2		6			79
FTE	1,114	29	87	74	13	22	7	44	1	14	1,405
PT faculty budgeted (GF only)	551										

	GENERAL	SELF-SUSTAINING	CATEGORICAL	SPECIAL EDUCATION	PARKING	CHILD DEVELOPMENT	CAMPUS CENTER	BOOKSTORE & FOUNDATION	SELF-INSURED	CAPITAL	TOTAL
06/07 (Adopted)	14	15	21	22	25	26	28	148	61	76	6
A-Executive	6										
B-Certificated Instructor	466	1	17	24					0		508
C-Certificated Instructor/Childcare						10					10
E (Headcount)-Early Retiree	24	1	0	2							27
F-Adjunct Faculty											
J-Certificated Manager	35	2	2	2	1	1		0		2	42
K-Non-Certificated Manager	19	1	2				0	5		2	30
L-Classified CSEA	93						5			2	100
N-Classified-SEIU	325	17	55	33	12	7	0	22	5	5	477
O-Food Services							1	9			10
P-Confidential	10										10
L-Board of Trustees Members	5										5
S-Supervisors	28	2	4	1	1	1		1		1	35
6-Classified, less than 50%	47		2	11		2		5			69
FTE	1,057	24	83	73	13	21	7	42	0	10	1,329
PT faculty budgeted (GF only)	533										

	GENERAL		SELF-SUSTAINING		CATEGORICAL		SPECIAL EDUCATION		PARKING		CHILD DEVELOPMENT		CAMPUS CENTER		BOOKSTORE & FOUNDATION		SELF-INSURED		CAPITAL		TOTAL
	14	15	15	21	22	25	26	28	148	61	76	6	28	148	76	6					
05/06 (Adopted)	6																				6
A-Executive	465	1	14	24																	503
B-Certificated Instructor	27	1	0				11														11
C-Certificated Instructor/Childcare	1																				28
E (Headcount)-Early Retiree	34	2	2	2			1														41
F-Adjunct Faculty	18	1	1																		1
J-Certificated Manager	88																				29
K-Non-Certificated Manager	324	15	54	33																	96
L-Classified CSEA	10																				465
N-Classified-SEIU	5		4	1																	10
O-Food Services	25																				10
P-Confidential	42	2	2	11																	5
1-Board of Trustees Members			76	71																	31
5-Supervisors		22																			5
6-Classified, less than 50%																					62
FTE	1,044						13					2									1,298

	GENERAL		SELF-SUSTAINING		CATEGORICAL		SPECIAL EDUCATION		PARKING		CHILD DEVELOPMENT		CAMPUS CENTER		BOOKSTORE & FOUNDATION		SELF-INSURED		CAPITAL		TOTAL
	14	15	15	21	22	25	26	28	148	61	76	6	28	148	76	6					
04/05 (Adopted)	6																				6
A-Executive	462	1	15	25																	503
B-Certificated Instructor	39	1	1				11														11
C-Certificated Instructor/Childcare	1																				40
E (Headcount)-Early Retiree	35	2	2	2			0														1
F-Adjunct Faculty	19	1	2																		41
J-Certificated Manager	89																				31
K-Non-Certificated Manager	327	19	58	26																	97
L-Classified CSEA	10																				475
N-Classified-SEIU	5																				10
O-Food Services	25																				10
P-Confidential																					5
1-Board of Trustees Members			80	53																	10
5-Supervisors		24																			29
FTE	1,018						12					2									1,259

	GENERAL		SELF-SUSTAINING		CATEGORICAL		SPECIAL EDUCATION		PARKING		CHILD DEVELOPMENT		CAMPUS CENTER		BOOKSTORE & FOUNDATION		SELF-INSURED		CAPITAL		TOTAL
	14	15	15	21	22	25	26	28	148	61	76	6	28	148	76	6					
03/04 (Adopted)	6																				6
A-Executive	450	1	14	26																	492
B-Certificated Instructor	52	2	0				4														4
C-Certificated Instructor/Childcare	1																				54
E (Headcount)-Early Retiree	35	2	2	2			0														1
F-Adjunct Faculty	20	1	2																		41
J-Certificated Manager	89																				32
K-Non-Certificated Manager	333	17	49	28																	98
L-Classified CSEA	10																				469
N-Classified-SEIU	5																				10
O-Food Services	24																				10
P-Confidential																					5
1-Board of Trustees Members			69	56																	29
5-Supervisors		23																			1250
FTE	1025						5					2									11

	GENERAL		SELF-SUSTAINING		CATEGORICAL		SPECIAL EDUCATION		PARKING		CHILD DEVELOPMENT		CAMPUS CENTER		BOOKSTORE & FOUNDATION		SELF-INSURED		CAPITAL		TOTAL
	14	6	15	1	21	22	25	26	28	148	61	76	6								
02/03 (Tentative)	14	6	15	1	21	22	25	26	28	148	61	76	6								
A-Executive		476	1	14	29																
B-Certificated Instructor		62	1	1		14															
C-Certificated Instructor/Childcare		36	2	3	2	1															
E (Headcount)-Early Retiree		25	1	3																	
F-Adjunct Faculty		94																			
J-Certificated Manager		359	18	83	29	2	0	10	2	24	5	2									
K-Non-Certificated Manager																					
L-Classified CSEA																					
N-Classified-SEIU																					
O-Food Services																					
P-Confidential																					
I-Board of Trustees Members																					
S-Supervisors																					
FTE	1,096	23	106	60	11	18	2	42	9	1,367											

	GENERAL		SELF-SUSTAINING		CATEGORICAL		SPECIAL EDUCATION		PARKING		CHILD DEVELOPMENT		CAMPUS CENTER		BOOKSTORE & FOUNDATION		SELF-INSURED		CAPITAL		TOTAL
	14	6	15	1	21	22	25	26	28	148	61	76	6								
01/02 (Adopted)	14	6	15	1	21	22	25	26	28 <td>148</td> <td>61</td> <td>76</td> <td>6</td>	148	61	76	6								
A-Executive		468	3	15	28																
B-Certificated Instructor		58	1	2		16															
C-Certificated Instructor/Childcare		36	2	3	2	1															
E (Headcount)-Early Retiree		25	1	3																	
F-Adjunct Faculty		95																			
J-Certificated Manager		357	16	78	28	2	0	10	2	24	5	2									
K-Non-Certificated Manager																					
L-Classified CSEA																					
N-Classified-SEIU																					
O-Food Services																					
P-Confidential																					
I-Board of Trustees Members																					
S-Supervisors																					
FTE	1,080	22	102	58	11	19	2	41	7	1,342											

	GENERAL		SELF-SUSTAINING		CATEGORICAL		SPECIAL EDUCATION		PARKING		CHILD DEVELOPMENT		CAMPUS CENTER		BOOKSTORE & FOUNDATION		SELF-INSURED		CAPITAL		TOTAL
	14	3	15	2	21	22	25	26	28	148	61	76	3								
00/01 (Adopted)	14	3	15	2	21	22	25	26	28 <td>148 <td>61</td> <td>76</td> <td>3</td> </td>	148 <td>61</td> <td>76</td> <td>3</td>	61	76	3								
A-Executive		441	2	12	27																
B-Certificated Instructor		53	1	1		14															
C-Certificated Instructor/Childcare		36	3	3	2	1															
E (Headcount)-Early Retiree		22	1	3																	
F-Adjunct Faculty		92																			
J-Certificated Manager		332	17	78	25	2	0	10	2	21	5	2									
K-Non-Certificated Manager																					
L-Classified CSEA																					
N-Classified-SEIU																					
O-Food Services																					
P-Confidential																					
I-Board of Trustees Members																					
S-Supervisors																					
FTE	1,014	23	99	54	11	17	2	40	20	1,260											

FUND 15 - SELF SUSTAINING
FUND BALANCE REPORT FOR FISCAL YEAR 2007/2008
YEAR-END BALANCES REPORTED AS OF JUNE 30, 2008

GL ACCOUNT	GL DESCRIPTION	BEGINNING FUND BALANCE	NET CHANGE	ENDING FUND BALANCE
FOOTHILL FUNDS				
015105	FH-APPRENTICESHIP	1,079,866	51,589	1,131,455
015106	APPRENT UNRESTRICTED	0	22,540	22,540
015111	CELEBRITY FORUM I	83,260	(100,467)	(17,207)
015112	FH-YOUTH PROGRAM	113,384	(66,592)	46,792
015114	OC/SC/FEIG	2,568	0	2,568
015115	OC/SC/SWENSON	582	0	582
015116	ITI SHT MTL TRAIN	5,441	0	5,441
015118	OC/SC/DENTAL HYGIENE	7,720	(253)	7,466
015120	EMTP NTL REGISTRY	(1,565)	0	(1,565)
015121	BOX OFFICE	35,022	9,166	44,188
015122	FH-XEROX	17,396	(374)	17,022
015123	FH-STAGE STUDIES	11,792	276	12,068
015124	DRAMA PRODUCTION	(150,100)	(43,097)	(193,197)
015127	FACIL RENTAL-F.A.	10,980	40,963	51,944
015128	FH-VENDING	16,780	2,703	19,483
015129	FACILITIES RENTAL-PE	97,396	35,422	132,818
015130	ANTH CAMPUS ABRD ECU	10,662	(5,956)	4,706
015131	INTERNAT'L PROGRAMS	231,668	(56,147)	175,521
015133	FH INTL STUDENT INS.	166,875	57,726	224,601
015136	FH INTL ST HEALTH	333	(51,917)	(51,584)
015138	EDINBOURG FRINGE FES	566	0	566
015139	CELEBRITY FORUM II	123,275	(64,065)	59,210
015140	ADDISON-WESLEY PROJ	(0)	0	(0)
015142	EMT CERTIFICATION	(13,637)	165	(13,472)
015143	CELEBRITY FORUM III	62,184	(44,037)	18,147
015144	FH-MUSIC THEATRE	9,061	(8,264)	797
015145	FH CTIS MSDN SFTWARE	14,700	3,219	17,919
015147	ANTHROPOLOGY PROGR	3,162	(1,531)	1,630
015149	ETUDES SHORT COURSES	196	0	196
015150	ETUDES	(11,620)	(35,358)	(46,979)
015151	ETUDES CONSORTIUM	285,045	12,709	297,754
015152	FH FRANKLIN UNIVERSI	7,244	3,296	10,539
015153	FH FEE BASED PE CLAS	14,378	21,041	35,418
015154	EMT STATE FIRE MARSH	(15)	25	10
015155	CHILD DEV CONFERENCE	0	(3,411)	(3,411)
015161	FH-CHORAL PROGRAM	119	0	119
015162	COMMERCIAL MUSIC	(341)	0	(341)
015163	KFJC CARRIER	30,824	0	30,824
015164	SYMPHONIC WIND ENSEM	(256)	0	(256)
015167	CREATV WRITNG CONF	6,209	(1,832)	4,377
015168	FH COMM SVC LINE DAN	(41)	0	(41)
015171	FH PRES FUND	287,612	(5,035)	282,577
015176	FH-NEW MEDIA PERF	407	0	407
015182	FH EMT PARA CERT FEE	1,624	(1,066)	559
015183	FH BIO HEALTH TUTOR	364	0	364
015187	FH-MAA PROGRAM	152,971	29,656	182,627
015312	MF-YOUTH PROGRAM	13,168	0	13,168
015320	MC-CAFE	54,575	13,204	67,779
015321	MS MIDDLEFIELD S.C.	2,005	0	2,005
	F15 FOOTHILL TOTAL:	2,783,839	(185,703)	2,598,136

FUND 15 - SELF SUSTAINING
FUND BALANCE REPORT FOR FISCAL YEAR 2007/2008
YEAR-END BALANCES REPORTED AS OF JUNE 30, 2008

GL ACCOUNT	GL DESCRIPTION	BEGINNING FUND BALANCE	NET CHANGE	ENDING FUND BALANCE
DE ANZA FUNDS				
015203	DA-LA VOZ NEWSPAPER	8,635	(5,771)	2,864
015205	DA-APPRENTICESHIP	28,490	1,186	29,677
015206	DA-MCNC/CACT PARTNRS	11,929	0	11,929
015207	DA-CACT OVRHEAD/BUS	62,838	(21,932)	40,905
015208	DA-SBDC	6,375	(6,375)	0
015209	DA-CHEAP	4,000	(700)	3,300
015211	DA-APALI	37,805	(18,960)	18,844
015212	DA-JOB FAIR	40,082	1,709	41,791
015213	DA-TELECOURSE PRODUC	2,467	(305)	2,162
015217	DA-TECHNOLOGY RSCES	28,489	10,189	38,678
015218	DA-AUTO TECH	36,938	1,654	38,593
015219	DA-REPROGRAPHICS	165,918	199,044	364,962
015220	CONTRACT ED OVHD/BUS	127,238	73,240	200,478
015222	DA-PHYSICAL EDUC	34,824	(3,506)	31,318
015223	DA-ASHLAND FIELD TRP	(3,230)	12,204	8,974
015226	DA-SUMR BSKTBLL CAMP	1,057	(1,057)	0
015227	DA-SCULPTURE FAC USE	1,100	(891)	209
015228	DA-PLANETARIUM	236,809	59,672	296,482
015230	DA-SHORT COURSES	(79,443)	14,247	(65,196)
015231	DA-CR ARTS FAC USE	5,247	354	5,601
015232	DA-COMM SERV RESERVE	100,584	0	100,584
015233	DA-INTL STUDENT INS	375,439	20,499	395,938
015234	DA-EXTENDED YR PROGR	171,970	(108,625)	63,346
015236	DA-MATH PERF SUCCESS	2,856	(850)	2,006
015237	DA-SUMMER KARATE CMP	737	0	737
015238	DA-DLC EXTENDED LRNG	4,362	0	4,362
015240	DA-USE OF FACILITIES	155,633	40,997	196,630
015241	DA-LIBR PRINT CARD	10,437	(9,960)	477
015242	DA-BASEBALL	6,318	2,251	8,568
015243	DA-AUDIO VISUAL	3,685	0	3,685
015244	DA-RLCC CONFERENCE	8,464	(4,077)	4,387
015246	DA-SOFTBALL	2,273	544	2,817
015247	DA-FOOTBALL	804	1,268	2,072
015248	DA-MEN'S BASKETBALL	977	227	1,205
015249	DA-WOMEN'S BSKTBALL	4,497	(1,722)	2,774
015252	DA-MEN'S SOCCER	6,622	(4,323)	2,299
015253	DA-WOMEN'S SOCCER	6,466	(364)	6,102
015256	DA-WOMEN'S SWIM/DIVG	45	0	45
015257	DA-MEN'S TENNIS	1,195	231	1,426
015258	DA-WOMEN'S TENNIS	5,454	(527)	4,927
015260	DA-WOMEN'S TRK & FLD	4,848	(582)	4,266
015261	DA-WOMEN'S VOLLEYBLL	25,109	(15,910)	9,199
015262	DA-MEN'S WATER POLO	(3,216)	0	(3,216)
015264	DA-HEALTH SERVICES	54,551	69,933	124,484
015265	DA-SOCCER CAMP	12,952	(5,184)	7,768
015266	DA-PREVENTION TRUST	2,066	(396)	1,669
015267	DA-ATHLETICS TRUST	15,038	4,176	19,214
015269	DA-ESL	0	2,324	2,324
015270	DA-CIVIC ENGAGEMENT	(1,366)	0	(1,366)
015271	DA PRES FUND	49,825	12,211	62,036
015284	DA-ENVIRON ADV GROUP	(171)	171	0
015285	DA-PHYS ED/DACA	48,727	10,574	59,301
015288	DA-INTL SUMMER PROGR	46,301	22,804	69,105
015289	OTI-MAA PROGRAM	151,350	147,886	299,236
015290	DA-ATM SERVICES	0	4,500	4,500
	F15 DE ANZA TOTAL:	2,032,398	502,079	2,534,477

FUND 15 - SELF SUSTAINING
FUND BALANCE REPORT FOR FISCAL YEAR 2007/2008
YEAR-END BALANCES REPORTED AS OF JUNE 30, 2008

GL ACCOUNT	GL DESCRIPTION	BEGINNING FUND BALANCE	NET CHANGE	ENDING FUND BALANCE
DISTRICT FUNDS				
015421	EXCESS RISK	49,684	(28,000)	21,684
015423	GTE MOBILENET-FH	103,601	38,386	141,987
015425	LOSS PREVENTION	14,804	0	14,804
015426	CELLULAR ONE	112,157	30,322	142,479
015427	ACCESS 2000	3,436	0	3,436
015428	SPRINT	64,986	19,929	84,915
015430	NEXTEL	102,461	47,127	149,589
015431	GTE MOBILNET-DA	100,509	36,975	137,484
015440	SSC CONSORTIUM	9,957	0	9,957
015441	NCCCCBO	2,632	(500)	2,132
015450	COMPUTER LN PG-ADMIN	200,000	0	200,000
015451	COMPUTER LN PROG-FEE	15,589	2,500	18,089
015471	CHANCELLOR'S FUND	44	126	170
	F15 DISTRICT TOTAL:	779,862	146,865	926,727
	F15 GRAND TOTAL:	5,596,099	463,241	6,059,340

CATEGORICAL PROGRAMS

**Estimated Cuts
2008/09**

Program	2007/08 FHDA Budget	2008/09 Governor's Proposed % Cuts	Estimated 2008/09 FHDA Cuts
Apprenticeship	\$ 1,695,263	-6.49%	\$ (110,094)
Basic Skills	287,863	-10.89%	(31,361)
CalWorks	468,106	-10.89%	(51,000)
CARE	184,817	-3.68%	(6,806)
Career Tech Ed	0	-10.90%	0
Child Care Tax Bailout	827,468	-6.50%	(53,744)
DSP&S	3,294,043	-3.69%	(121,496)
Economic Development	791,317	-10.90%	(86,218)
EEO/Faculty & Staff Diversity	29,735	-10.88%	(3,234)
EOPS	1,966,288	-3.69%	(72,547)
HTCTU	1,039,179	-3.69%	(38,346)
Instructional Equip & Library	357,370	-10.89%	(38,921)
Matriculation (Credit)	2,406,436	-3.69%	(88,738)
Matriculation (Non-Credit)	102,871	-3.69%	(3,796)
Part-time Faculty Compensaiton	1,475,772	-10.90%	(160,794)
Part-time Faculty Health Ins.	63,000	-10.90%	(6,867)
Part-time Faculty Increase Positions	270,000	-10.89%	(29,402)
Scheduled Maint. & Repair	357,402	-10.90%	(38,947)
Student Fin Aid Admin. (BFAP)	958,953	-12.77%	(122,487)
Telecommunication (TTIP)	72,726	-10.89%	(7,923)
Transfer Ed Articulation	10,000	-10.88%	(1,088)
Total	<u>\$ 16,658,609</u>		<u>\$ (1,073,807)</u>

GLOSSARY

50 Percent Law

Section 84362 of the Education Code, commonly known as the Fifty Percent Law, requires that a minimum of 50% of the District's current expense of education be expended during each fiscal year for "salaries of classroom instructors." Salaries include benefits and the salaries of instructional aides.

"A" and "B" Budgets

These are specific terms that the District uses to describe classifications of expenses.

"A" budget items are full-time salaries for faculty, staff, and administrators, as well as benefits costs, normally classified in the 1000, 2000, and 3000 object codes.

"B" budget items are operating expenses, normally falling into the 4000 and 5000 object codes.

Abatements

The cancellation of part or all of a receipt or expense previously recorded.

Accounts Payable

Amounts due and owing to persons, business firms, governmental units or others for goods or services purchased and received but unpaid as of June 30. This is different from an *encumbrance*, which is goods or services purchased but not received or paid by June 30.

Accounts Receivable

Amounts due and owing from persons, business firms, governmental units or others for goods or services provided but uncollected prior to June 30.

Apportionments

Allocation of state or federal aid, local taxes or other monies among school districts or

other governmental units. Foothill-De Anza's *Base Revenue* provides most of the District's revenue. The State General Apportionment is equal to the Base Revenue less budgeted property taxes and student fees. There are other, but smaller, apportionments for programs such as special education, apprenticeship, and EOPS.

Appropriations

Funds set aside or budgeted for a specific time period and specific purpose. The State Legislature sets the appropriations for community colleges and other agencies through the Budget Act each year. The deadline for the Budget Act to be passed is July 1 but the Legislature and Governor rarely adhere to this deadline. The Board of Trustees sets the appropriations limits for the District when it approves the budget. The Tentative Budget must be approved prior to July 1, and the Final Budget must be approved prior to September 15. The Trustees must approve revisions and changes to the appropriations limits by resolution.

Appropriation for Contingency

An official budget category established by the State for schools to budget contingency funds. Expenditures are not be made from this category. Rather, transfers are made as required to the appropriate expenditure categories.

Appropriations Limitation

See Gann Limitation.

Assessed Valuation

A value of land, residential or business property set by the County Assessor for property tax purposes. The value is the cost of any newly built or purchased property, or the value on March 1, 1975, of continuously owned property plus an annual increase of

2% (see Proposition 13). The assessed value is not equivalent to the market value, due to limitations of annual increase.

Associated Students Funds

These funds are designated to account for monies held in trust by the District for organized student body associations established pursuant to Chapter 1, Division 7, Part 47, of the Education Code (commencing with Section 76060).

The governing board must provide for the supervision of all monies raised by any student body or student organization using the name of the college (ECS 76065).

Audit

An examination of documents, records and accounts for the purpose of determining (1) that all present fairly the financial position of the District; (2) that they are in conformity with prescribed accounting procedures; and (3) that they are consistent with the preceding year.

Balance Sheet

A statement that shows assets, liabilities, reserves and fund balance or fund deficit of the community college district as of a specified date. It exhibits the financial condition of a district. Balance sheets are provided in the "311" report and in the District's external auditor's report.

Basic Skills

This program provides funding for pre-collegiate courses to correct skills deficiencies. Districts can get additional funding for Basic Skills enrollment only when the total District enrollment exceeds their regularly funded enrollment "cap."

Board Financial Assistance Program (BFAP)

The purpose of BFAP is to offset the impact of the mandatory community college enrollment fee on low-income students who cannot afford to pay.

AB 1XX (Chapter 1, Statutes of 1984, Second Extraordinary Session) imposed a mandatory fee for community college credit courses.

Bonded Debt Limit

The maximum amount of bonded debt for which a community college may legally obligate itself. The total amount of bonds issued cannot exceed a stipulated percent of the assessed valuation of the District.

General Obligation Bond issues require a 55% vote of the electorate. These are known as Prop 39 Bonds, replacing the law that lowered the approval limit from 66-2/3 to 55%.

Measure E Bond was passed in November 1999 for a maximum authorization of \$248,000,000. All series of General Obligation Bond have been issued.

Measure C Bond was passed in June 2006 for a maximum authorization of \$490,800,000. Series A and Series B of General Obligation Bonds have been issued for a total amount of \$249,991,936.50.

Bonded Indebtedness

A district's debt obligation incurred by the sale of bonds.

Bookstore Fund

This fund has been classified as an enterprise fund designated to receive the proceeds derived from the District's operation of the colleges' bookstores. All necessary expenses, including salaries, wages, and cost of capital improvement for the bookstores may be paid from generated revenue.

Capital Outlay

Capital outlay expenditures are those that result in the acquisition of, or addition to, fixed assets. They are expenditures for land or existing buildings, improvement of sites, construction of buildings, additions to buildings, remodeling of buildings, or initial or additional equipment. Construction-related salaries and expenses are included.

Capital Projects Funds

Capital Projects Funds are to account for financial resources to be used for the acquisition or construction of capital outlay items.

Categorical Funds

Money from the state or federal government granted to qualifying districts for special programs, such as Matriculation or Vocational Education. Expenditure of categorical funds is restricted to the fund's particular purpose. The funds are granted to districts in addition to their general apportionment.

Child Development Fund

The Child Development Fund is the fund designated to account for all revenues for or from the operation of childcare and development services under Chapter 2, Division 1, Part 5, of the Education Code (commencing with Section 8200).

COLA

Cost Of Living Adjustment – change in state Apportionment funding related to CPI.

Consumer Price Index (CPI)

A measure of change in the cost of living compiled by the United States Bureau of Labor Statistics. Consumer price indices are calculated regularly for the United States, California, some regions within California and selected cities. (See Gann Limit.)

COP

Certificates of Participation are used to finance the lease/purchase of capital projects. Essentially, they are the issuance of shares in the lease for a specified term.

Current Assets

Assets that are available to meet the cost of operations or to pay current liabilities.

Current Expense of Education

Usually regarded as expenses other than capital outlay, community services, and selected categorical funds.

Current Liabilities

Amounts due and payable for goods and services received prior to the end of the fiscal year.

Debt Service Funds

Funds used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Disabled Student Programs & Services (DSP&S)

The purpose of these special programs and services is to integrate the disabled student into the general college program; to provide educational intervention leading to vocational preparation, transfer or general education; to increase independence; or to refer students to the community resources most appropriate to their needs.

Employee Benefits

Examples are (1) group health or life insurance payments; (2) contributions to employee retirement (STRS-State Teachers' Retirement System or PERS-Public Employees Retirement System); (3) O.A.S.D.I. (Social Security) and Medicare taxes; (4) workers' compensation payments; and (5) unemployment insurance.

Encumbrances

Obligations in the form of purchases, contracts, and other commitments that have been ordered but not yet received. At year-end, there are often many such orders. For year-end encumbrances, the budgets are carried over to the next fiscal year to cover the expenses that are recorded when the items have been received or services rendered. Year-end encumbrances tend to distort the both the year-end balance of the just-completed fiscal year and the new year's expense budget. When reviewing year-end reports and new budgets, one has to be especially careful regarding encumbrances so as not to misinterpret the true financial condition of the District.

EOPS

Extended Opportunity Programs and Services. Amounts apportioned for the purpose of providing allowable supplemental services through EOPS to encourage enrollment of students challenged by language, social and/or economic disadvantages.

Equalization Aid

State funds, included in the General Apportionment, to help bring a District's funding up to the statewide average.

Fiscal Year

Twelve calendar months; in California, it is the period beginning July 1 and ending June 30. Some special projects use a fiscal year beginning October 1 and ending September 30, which is consistent with the federal government's fiscal year.

Fixed Assets

Property of a permanent nature having continuing value; e.g. land, buildings and equipment

Full-time Equivalent Student (FTES)

The number of students in attendance as determined by actual count for each class hour of attendance or by prescribed census periods. Every 525 hours of actual attendance counts as one FTES. The number 525 is derived from the fact that 175 days of instruction are required each year, and students attending classes 3 hours per day for 175 days will be in attendance for 525 hours. That is, three times 175 equals 525. FTES has replaced ADA.

Districts complete Apportionment Attendance Reports (CCFS-320) and Apprenticeship Attendance Reports (CCFS-321) to report attendance. These are carefully reviewed by auditors. The importance of these reviews lies in the fact that the two reports serve as the basis for allocating State General Apportionment to community college districts.

Funds, Restricted

Those monies designated by law or a donor agency for specific purposes, such as Matriculation, Vocational Education or Health Services. Some restricted fund monies which are unspent may be carried over to the next fiscal year. The use of the carryover funds is usually limited by law to the specified purpose(s) for which the funds were originally collected. The Board of Trustees may *designate* funds for a restricted purpose, but the funds remain *unrestricted* and must be reported as such on State documents.

Funds, Unrestricted

Generally, those monies of the General Fund that are not designated by law or a donor agency for a specific purpose. Unrestricted funds may need to be accounted for separately or may have been designated by the Board for a specific purpose, but they are still legally regarded as unrestricted since the designation may be changed at the Board's discretion.

Gann Limitation

A ceiling on each year's appropriations supported by tax dollars. The limit applies to all governmental entities, including school districts. The base year was 1978/79. The amount is adjusted each year, based on a price index and the growth of the student population.

General Ledger

A basic group of accounts in which all transactions of a fund are recorded.

General Purpose Tax Rate

The District's tax rate, determined by statute as interpreted by the County Controller. Base rate was established in 1978, after the passage of Proposition 13, and changes have occurred based on a complex formula using tax rate areas.

Governmental Funds

These are accounting segregations of financial resources for attaining institutional objectives. Expendable assets are assigned to the various governmental funds according to the purposes for which they may, or must, be used.

Governmental accounting measurements focus on determining financial flow of operating revenues and expenditures, rather than net income.

Income

Includes both revenue and non-revenue receipts. Revenue receipts are derived from taxation. Non-revenue receipts come from the sale of an asset, product or service. The General Apportionment is *revenue*; money from community education registration is *income*.

Inflation Factor

Adjustments for inflation, which are prescribed by law for school, district

apportionments. The factor is more commonly referred to as COLA (Cost of Living Adjustment).

LEA

Local Educational Agency.

Mandated Costs

School district expenses which occur because of federal or state laws, decisions of state or federal courts, federal or state administrative regulations, or initiative measures. (See SB 90, 1977)

Matriculation

The Seymour-Campbell Matriculation Act of 1986 was enacted through Chapter 1467 of the California Statutes of 1986. The purpose of Matriculation is to promote and sustain the effort of students to reach their educational goals through a program of support services tailored to the needs of the individual students.

Students are obligated to express at least a broad educational intent upon entrance, and to declare a specific educational objective within a reasonable time after enrolling.

Nonresident Tuition

A student who is not a resident of California is required, under the uniform student residency requirements, to pay a tuition fee as prescribed by ECS 76140.

Objects of Expenditure

Objects of expenditure are articles purchased or services obtained by a school district, such as:

Certificated Salaries (account series 1000)

Includes expenditures for full-time, part-time and prorated portions of salaries for all certificated personnel.

Classified Salaries (account series 2000)

Includes expenditures for full-time, part-time and prorated portions of salaries for all classified personnel.

Employee Benefits (account series 3000)

Includes all expenditures for employer's contributions to retirement plans, and for health and welfare benefits for employees or their dependents, retired employees and Board members.

Books, Supplies & Misc. (account series 4000)

Includes expenditures for books, supplies, materials, and miscellaneous.

Operating Expenses (account series 5000)

Includes expenditures for consultants, travel, conferences, memberships dues, insurance, utilities, rentals, leases, elections, audits, repair and maintenance contracts, and other contracted services.

Capital Outlay (account series 6000)

Includes expenditures for sites, improvement of buildings, books and media for libraries and new equipment.

Other Outgo (account series 7000)

Includes expenditures for retirement of debt, interfund transfers, other transfers, appropriations for contingencies, and student financial aid.

Partnership for Excellence

The Partnership for Excellence is a mutual commitment by the State of California and the California Community Colleges system to significantly expand the contribution of the community colleges to the social and economic success of California.

PERS

Public Employees' Retirement System. State law requires school district classified employees, school districts and the State to contribute to the fund for full-time classified employees.

Prior Years Taxes

Amounts provided from tax levies of prior years and adjustments to taxes reported in prior years. These include delinquent secured and unsecured tax receipts, applicable penalties and any tax sale proceeds of prior years.

Proceeds of Taxes

Defined in the Gann Amendment as revenues from taxes plus regulatory licenses, user charges and user fees, to the extent that such proceeds exceed the costs reasonably borne in providing the regulation, product or service.

Program-Based Funding

Under the provisions of AB 1725, beginning in 1991/92 community colleges were no longer funded on the basis of ADA. Rather, the allocation of General Apportionment revenue resources is based upon "workload" measures in the categories of: Instruction, Student Services, Instructional Administration, Facilities and Instructional Administration.

Proposition 13 (1978)

An initiative amendment passed in June 1978 which added Article XIII A to the California Constitution. Tax rates on secured property are restricted to no more than 1% of full cash value. The measure also defines assessed value and the voting requirements to levy new taxes.

Proposition 98 (1988)

An amendment to the California Constitution establishing minimum funding levels for K-14 education and changing some of the provisions of Proposition 4 (Gann limit).

Reserves

Funds set aside to provide for estimated future expenditures or deficits, for working capital, or for other purposes. Districts that

have less than a 5% reserve are subject to a fiscal 'watch' to monitor their financial condition.

Revenue

Addition to assets not accompanied by an obligation to perform services or deliver products. This is in contrast to *Income*, which is accompanied by an obligation to perform services or deliver products. General apportionment is generally regarded as revenue while categorical funds are treated as income. Proceeds, on the other hand, are cash receipts recorded appropriately as revenue or income. The three terms are often treated, albeit incorrectly, as interchangeable terms.

Revolving Fund

The District is authorized (ECS 85400-85405) to establish a revolving cash account for the use of the Chief Business Official in securing or purchasing services or materials.

Scheduled Maintenance

For several years, the State has provided special funding to community colleges for approved projects. The State provides for half the cost and the District provides for the other half. In instances of financial hardship, some districts may qualify for 90% State funding.

Secured Property

Property which cannot be moved, such as homes and business buildings (business property that is leased is unsecured property). Secured taxes are assessed against secured property.

Senate Bill 90 (1977), Chapter 1135/77

A law passed by the California legislature in 1977 which allowed districts to submit claims to the State for reimbursement for increased costs resulting from increased

services mandated by the State or by executive orders. Mandated cost provisions were added to the California Constitution upon the passage of Proposition 4 in 1979.

STRS

State Teachers' Retirement System. State law requires school district employees, school districts, and the State to contribute to the fund for full-time certificated employees.

Student Financial Aid Funds

Funds designated to account for the deposit and direct payment of government-funded student financial aid.

Federal Aid:

Pell Grants
SEOG (Supplemental Educational Opportunity Grant)
Perkins

State Aid:

EOPS (Extended Opportunity Programs & Services)
CAL Grant

TOP

Taxonomy of Program. This was formerly called the Classification of Instructional Disciplines. Districts are required for State purposes to report the expenditures by categories identified in the "311." The major categories are:

Instructional
Instructional Administration
Instructional Support Services
Admissions and Records
Counseling and Guidance
Other Student Services
Operations and Maintenance
Planning and Policymaking
General Institutional Support
Community Services
Ancillary Services
Property Acquisitions
Long-term Debt
Transfers
Appropriation for Contingencies

TRANS

Tax Revenue Anticipation Notes. These are issued to finance short-term cash flow needs. The notes are paid off within a 13-month period using the proceeds of current fiscal year taxes.

Unsecured Property

Moveable property such as boats, airplanes, furniture, and equipment in a business. This property is taxed at the previous year's secured property tax rate.

Vocational Training Education Funds

Amounts provided through the Vocational Training Education Act (VTEA) for special studies, demonstration projects, and improvement and expansion of vocational instruction programs, special student service programs, etc.

Warrant

A written order drawn to pay a specified amount to a designated payee. For example, the District issues payroll warrants to employees each month. Payroll warrants are commonly referred to as "A" warrants, while warrants for goods and services are referred to as "B" warrants. When there aren't enough funds to back warrants, they may be *registered*. That means they act as IOU's. In July of 1992, for example, the State issued registered warrants until it had enough cash to pay for them.

