

Chabot-Las Positas Community College District



Budget in Brief Summary of the Governor's May Revision for Fiscal Year 2011-12

Lorenzo Legaspi
Vice Chancellor
Business Services

Board of Trustees Meeting
May 17, 2011



Governor's January proposal

- Estimated \$25.4 billion shortfall
- Balanced approach to closing budget gap:
spending cuts and revenue extensions
- Created a \$1 billion reserve



February 2011

- Governor cancels sale of state buildings
- Budget gap grows to \$26.6 billion



March 2011

- Legislature passes budget bill
- \$11.0 billion of spending cuts
- \$2.4 billion in other solutions



May Revision (Dollars in Billions)

Budget Deficit in February	\$26.6
Cuts and Other Solutions	-13.4
Higher Revenues	-6.6
Higher Spending	2.0
Proposition 10 Litigation	1.0
Remaining Deficit	\$9.6
Build Reserve	1.2
Solutions Needed	\$10.8



May Revision – CA Community Colleges

Keeps most of the action taken on the CCC budget in January

- A \$400 million base reduction
- Increase in student fees from \$26/unit to \$36/unit
- \$129 million deferral
- No mid-year cuts
- 0.00% COLA; statutory COLA at 1.67%



May Revision – CA Community Colleges (con't)

May Revision Proposals:

- Reduction of inter-year apportionment deferrals from \$961 million to \$611 million (\$350 million decrease)
- Increase in estimated local property tax and other local revenues