

**SHORELINE COMMUNITY COLLEGE
DISTRICT NUMBER SEVEN
BOARD OF TRUSTEES
(VIRTUAL) SPECIAL MEETING OF OCTOBER 28, 2020**

TAB 3

ACTION

Subject: 2020 – 2021 College Budget

Background

The College's most recent budgeted year (FY 2019-2020) ended June 30, 2020, along with the fiscal year of the State of Washington. In order to have proper spending authority in place, it is necessary for the College to adopt a budget for the current fiscal year (FY2020-2021), which begins July 1, 2020.

The total estimated operating expenditure is recommended to be \$42,868,864 for FY 2020-2021. This budget is expected to return \$397,217 to the carryforward cash balance.

State allocation	\$27,461,988
Tuition and major contract revenues (Domestic, International, Running Start, CEO)	15,804,093
<u>Carry forward cash balance</u>	<u>(397,217)</u>
Estimated operating budget for FY2020-2021	<u>\$42,868,864</u>

- Mandatory expenditure increases include health care, pensions, and compensation adjustments (3% cost of living adjustments and 5% King County premium payment)
- Reductions in state allocation and enrollment resulted in \$3.2M revenue deficit
- Recommend eliminating most vacant positions and some filled positions
- Budget reduction from non-labor expense has been implemented to ease the impact on the labor reductions
- No recommendation for fee increases

Recommendation

That the Board adopt the following motion:

MOVED, That the Board of Trustees of Shoreline Community College authorizes a fiscal year 2020-2021 operating budget of \$42,868,864 with the reduced expenditure levels as for fiscal year 2020, plus mandatory expenditure increases for health care, pensions, and compensation adjustments; and FURTHER MOVED, That the college President may adjust the operating budget up or down by up to one (1) percent of estimated operating revenues.

Prepared by: Cheryl Roberts, President
Dawn Beck, Vice President for Business & Administrative Services
Shoreline Community College
October 28, 2020