

**MONITORING REPORT**  
**POLICY TYPE: EXECUTIVE BOUNDARIES**  
**POLICY TITLE: FINANCIAL CONDITION**

Governing Board Agenda  
 ITEM NUMBER

ITEM TITLE

Meeting Date: 10/28/08  
 RESPONSIBLE AGENTS

Budget Analysis Report  
 Fund 1: General Unrestricted Fund  
 For the Three Months Ending 9/30/2008

Ms. Debra Thompson  
 Ms. Kim Granio

Expenditure Summary: \$118.1M (year to date)

- Projected expenditure at year end: \$559.4M  
 19.7% of expenditures have been recognized year to date (versus 20.7% in 07/08 and 18.4% in 06/07).
- 35.1% of the budget remains unexpended or unencumbered (versus 33.4% last year).

Revenue Summary: \$139.3M (year to date)

- Projected revenue at year end: \$560.0M
- 23.2% of the budget has been recognized year to date (versus 20.8% in 07/08 and 22.1% in 06/07).

Fund Balance and Financial Stability Requirements

- Projections are for the Fund 1 balance to increase by ~\$0.6M (from \$101.9M to \$102.5M) in FY 08-09.
- MCCCDC is required to maintain a financial stability balance equal to 8% of the annual projected revenue. This currently equates to \$44.8M. The remaining fund balance of \$57.7M is comprised of college carryforward, designations for future operations, minimum financial condition measure for future years, medical insurance reserve, and a projected undesignated balance of \$0.7M.

Items of Particular Interest: Substantial Deviations from Budget or Expectations

More information on the Budget Analysis Report access:

<http://www.maricopa.edu/business/reporting/reports.html>

This report is also provided to the Audit & Finance Committee quarterly.

<b>Funding</b>	<b>Approvals/Certifications</b>
<p><u>Source:</u></p> <p><u>Account Identification:</u></p>	<p>Chancellor _____</p> <p>Academic &amp; Student Affairs _____</p> <p>Business Services _____</p> <p>Human Resources _____</p> <p>Res Dev &amp; Com Affairs _____ ITS _____</p> <p>College President _____</p>

MARICOPA COUNTY COMMUNITY COLLEGE DISTRICT  
 BUDGET ANALYSIS REPORT  
 FUND 1 - CURRENT UNRESTRICTED FUND  
 September 2008

EXPENDITURE ANALYSIS

<b>By Function:</b>	<b>Budget (a)</b>	<b>Amount Expended</b>	<b>Percent Expended 08-09</b>	<b>Percent Expended 07-08</b>	<b>Percent Expended 06-07</b>	<b>Amount Encumbered</b>	<b>Unencumbered Balance Available</b>	<b>Percent of Budget Available</b>
INSTRUCTION	253,454,295	45,429,140	17.9	18.9	19.0	135,139,499	72,885,656	28.8
PUBLIC SERVICE	699,936	378,915	54.1	60.9	42.2	252,288	68,734	9.8
ACADEMIC SUPPORT	62,698,107	12,377,945	19.7	21.0	20.1	31,310,822	19,009,340	30.3
STUDENT SERVICES	45,929,009	10,768,654	23.4	23.5	24.3	22,663,789	12,496,566	27.2
GENERAL INSTITUTIONAL	92,908,442	16,002,399	17.2	20.5	12.9	18,447,162	58,458,881	62.9
ADMINISTRATION	86,213,001	23,628,398	27.4	31.2	20.7	39,818,507	22,766,096	26.4
PHYSICAL PLANT	36,717,021	9,470,001	25.8	25.4	24.4	23,831,920	3,415,100	9.3
CONTINGENCIES:								
COLLEGE CARRYFORWARD	14,232,185	0	0.0	0.0	0.0	0	14,232,185	100.0
TAX LEVY: UNCOLLECTED	4,701,113	0	0.0	0.0	0.0	0	4,701,113	100.0
TAX LEVY: QWEST JUDGMENT	1,937,187	0	0.0	0.0	0.0	0	1,937,187	100.0
BASIC	900,000	0	0.0	0.0	0.0	0	900,000	100.0
<b>TOTAL OPERATIONAL</b>	<b>600,390,296</b>	<b>118,055,452</b>	<b>19.7</b>	<b>20.7</b>	<b>18.4</b>	<b>271,463,986</b>	<b>210,870,858</b>	<b>35.1</b>
<b>By Object:</b>								
PERSONAL SERVICES	330,978,800	64,945,596	19.6	20.3	20.5	204,271,140	61,762,064	18.7
EMPLOYEE BENEFITS	90,619,797	16,671,887	18.4	18.9	19.5	34,433,078	39,514,832	43.6
CONTRACTUAL SERVICES	42,188,760	10,753,240	25.5	25.4	23.4	14,159,269	17,276,251	40.9
SUPPLIES, MATERIALS, PARTS	9,758,961	1,903,322	19.5	17.1	18.1	3,358,543	4,497,096	46.1
CURRENT FIXED CHARGES	7,994,611	1,735,093	21.7	31.9	25.5	2,407,999	3,851,519	48.2
COMMUNICATIONS AND UTILITIES	15,444,772	3,832,444	24.8	24.7	23.6	11,611,816	512	0.0
TRAVEL	1,917,875	553,205	28.8	20.2	29.8	122,927	1,241,743	64.7
STUDENT AID AND MISCELLANEOUS	10,245,403	731,487	7.1	27.9	22.0	1,099,214	8,414,702	82.1
TRANSFERS-INTRAFUND	46,625,240	0	0.0	0.0	0.0	0	46,625,240	100.0
TRANSFERS TO OTHER FUNDS	22,845,593	16,929,178	74.1	78.4	19.9	0	5,916,415	25.9
CONTINGENCIES:								
COLLEGE CARRYFORWARD	14,232,185	0	0.0	0.0	0.0	0	14,232,185	100.0
TAX LEVY: UNCOLLECTED	4,701,113	0	0.0	0.0	0.0	0	4,701,113	100.0
TAX LEVY: QWEST JUDGMENT	1,937,187	0	0.0	0.0	0.0	0	1,937,187	100.0
BASIC	900,000	0	0.0	0.0	0.0	0	900,000	100.0
<b>TOTAL OPERATIONAL</b>	<b>600,390,296</b>	<b>118,055,452</b>	<b>19.7</b>	<b>20.7</b>	<b>18.4</b>	<b>271,463,986</b>	<b>210,870,858</b>	<b>35.1</b>

(a) Represents budget as amended by approved transfers.

MARICOPA COUNTY COMMUNITY COLLEGE DISTRICT  
 BUDGET ANALYSIS REPORT  
 FUND 1 - CURRENT UNRESTRICTED FUND  
 September 2008

REVENUE ANALYSIS ( a )	Budget ( b )	Recognized	Percent Recognized 08-09	Percent Recognized 07-08	Percent Recognized 06-07	Projected Revenue	Projected Variance Over/(Under) Budget	Comments
PROPERTY TAX	347,905,170	26,609,741	7.6	5.4	3.3	341,266,870	-6,638,300	Projected, see (a)
STATE AID	57,528,300	13,854,025	24.1	25.0	25.0	55,416,100	-2,112,200	Per State Budget
IN LIEU TAX, SALT RIVER PROJECT	4,418,036	0	0.0	0.0	0.0	4,418,036	0	Based on budget
GENERAL TUITION	132,720,915	58,942,942	44.4	44.4	43.9	132,720,915	0	Based on budget
OUT-OF-STATE TUITION	12,184,050	7,597,489	62.4	65.5	46.9	12,184,050	0	Based on budget
OUT-OF-COUNTY TUITION	426,707	22,915	5.4	2.4	7.8	426,707	0	Based on budget
OTHER FEES AND CHARGES	5,974,060	2,407,101	40.3	39.3	41.6	5,974,060	0	Based on budget
INVESTMENT INCOME	3,850,000	16,484	0.4	24.9	32.1	3,850,000	0	Based on budget
MISCELLANEOUS AND OTHER	925,750	174,655	18.9	18.8	19.4	925,750	0	Based on budget
TRANSFERS IN	4,778,300	0	0.0	0.0	0.0	2,778,300	-2,000,000	Based on budget
COLLEGE CARRYFORWARD	29,679,008	29,679,008	100.0	100.0	100.0	29,679,008	0	Based on budget
<b>TOTAL</b>	<b>600,390,296</b>	<b>139,304,360</b>	<b>23.2</b>	<b>20.8</b>	<b>22.1</b>	<b>589,639,796</b>	<b>-10,750,500</b>	

**FINANCIAL CONDITION ANALYSIS**

Less college carryforward	-29,679,008	
Total projected revenues	559,960,788	
Less total projected expenditures ( c )	-559,383,639	
Projected increase / (decrease) in fund balance	577,149	
Beginning fund balance (preliminary and unaudited)	101,925,510	
Projected ending fund balance 6/30/09	102,502,659	18%
Less projected designations for future operations		
3% college carryforward	12,507,520	
Enrollment Growth Funding	5,171,488	
Additional carryforward allocations	12,000,000	
Total budgeted designations:	29,679,008	
Operating costs (impact of capital development)	12,664,662	
Total other designations:	42,343,670	
Less minimum financial condition measure ( d )	44,796,863	8%
Less minimum financial condition measure for future years	8,400,000	
Less reserve for retirement incentive	3,800,000	
Less additional funding for medical insurance reserve	2,500,000	
Projected undesignated balance	662,126	

(a) See specific revenue analysis by type on page 3

(b) Represents adopted budget, as amended by approved budget transfers.

(c) Projections based on college actuals, district office averages, and assumptions regarding transfers and reserve lines.

(d) The financial condition measure represents that portion of the undesignated general fund balance equal to 8% of the annual projected revenues. This measure represents the minimum level of the undesignated general fund balance that must be continuously maintained to ensure continued operations in the event of unforeseen circumstances and contingencies.

