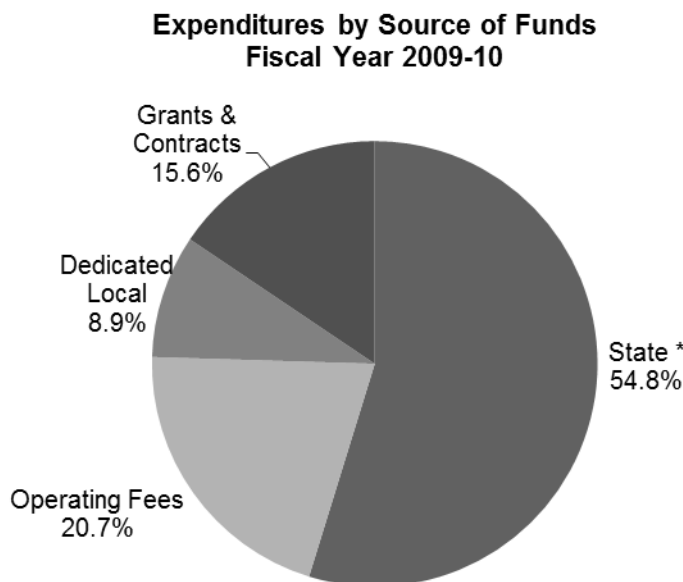


EXPENDITURES

INTRODUCTION TO EXPENDITURES

The community and technical college system spent more than \$1.2 billion in 2009-10 as accounted for in the common financial management system. In addition, slightly more than \$47 million was expended by the community and technical college system from state and federal funds for Adult Basic Education, Workforce Education and WorkFirst; this is not included in the \$1.2 billion, but is described starting on page 100.

About 55 percent of community and technical college operating expenditures for 2009-10 was from the state general fund appropriation to SBCTC, down 3 percent from the previous year. Student operating fees (tuition) contributed 21 percent. The remainder was derived from grants and contracts (16 percent) and local dedicated funds (9 percent). Grants and contracts include federal, state, and private sources. Local funds include revenue from investments, student fees for self support courses, miscellaneous fees, and instructional enterprises. Tables starting on page 93 describe expenditures of the funds derived from these sources.



* State Includes the following state appropriated funds: 001-1 - General Fund State; 001-8 General Fund Federal Stimulus; and 08A - Education Legacy Trust Account [Deb: Funds 253 and 489 are only included in State for previous years.]

APPROPRIATION PROCESS: Every other year college staff, State Board for Community and Technical College (SBCTC) staff, local trustees and SBCTC board members participate in the process of developing a single biennial operating budget request based on current-level spending, plus specific enhancements above the current level. The SBCTC submits its request to the Governor in the year prior to the start of a new biennium. The Governor recommends a system budget for legislative consideration. The Legislature makes a biennial appropriation to the SBCTC for the college system.

The Legislature includes language in its appropriations bill and published budget notes to indicate the funding levels for items of specific interest and to provide policy directions to the community and technical colleges by the Legislature.

The SBCTC then allocates the biennial appropriation to individual college districts. Each district has specified annual FTES targets and an allocated amount consistent with legislative budget notes and detail.

LIMITS ON EXPENDITURES: Local districts have the authority to determine how to spend their allocations except as limited by the State Board or legislative action.

COMMUNITY AND TECHNICAL COLLEGE EXPENDITURES

EXPENDITURE CATEGORIES

Expenditure categories are accounted for by the source of funds: legislative appropriations from the state general fund, student operating fees, grants, and local revenue sources such as fees for courses funded exclusively from student fees (student-funded courses). There is no local tax support for Washington community and technical colleges. Expenditures exclude auxiliary enterprise funds, such as those used to run the campus bookstore or cafeteria. College expenditures of the federal Carl D. Perkins Act, the federal Adult Education and Family Literacy Act, and WorkFirst funds are reimbursed by the State Board office from federal funds and therefore net to zero in these expenditure reports.

The expenditures are reported by fund, program, and object (types of things purchased such as salaries, benefits, equipment, and travel). The funds included are:

State General Fund & Special Revenue (001, 08A, 253 and 489): Legislative appropriation of the following funds: 001-1 - General Fund State; 001-8 – General Fund Federal Stimulus; 08A - Education Legacy Trust Account; 253 - Education Construction Account; and 489 - Pension Funding Stabilization Account. (Excluding allocation to SBCTC.)

Operating Fees (149): College operating fees and interest income earned on those fees. (Not appropriated.)

Local Dedicated Fund (148): Consists primarily of fees for courses not funded by the state; lab, course and other fees established for specific purposes; and income generated from instructional enterprises, such as food service and auto repair courses. (Not appropriated.)

Grants and Contracts (145): Funds received from governmental or private sources dedicated for specific restricted purposes. Also included are revenues from contract courses. As noted above, the major federal grants and the WorkFirst funds that flow through the State Board net zero in the college accounting records and thus are not reported here. (Not appropriated)

CONSTANT (FY10\$) DOLLAR CALCULATIONS

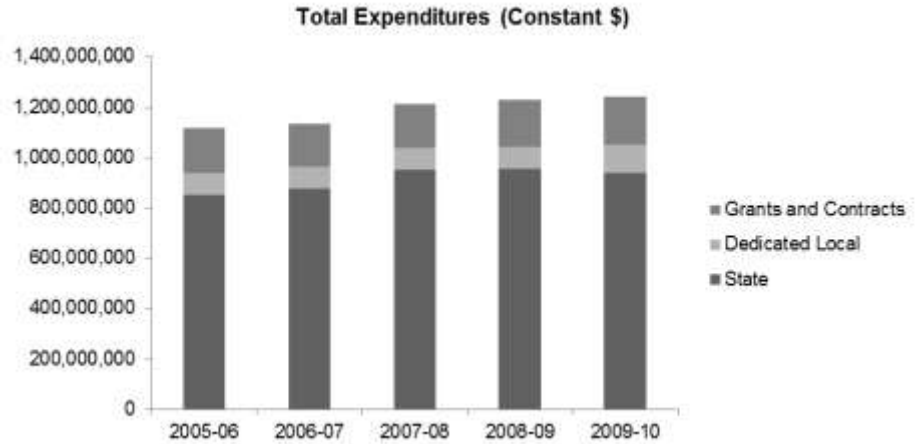
Historical fiscal data is presented both in current and constant (FY10\$) dollars. Current dollars provide a measure of increases or decreases in funding without inflation adjustments. Constant (FY10\$) dollars were calculated using the “implicit price deflator” adjusted to fiscal years. The following index numbers were used:

Fiscal Year	Index
2005-06	0.920
2006-07	0.942
2007-08	0.973
2008-09	0.988
2009-10	1.000

Source: WA Economic and Revenue Forecast available through <http://www.erfc.wa.gov/>.

EXPENDITURES BY SOURCE OF FUNDS

The community and technical college system spent \$1.2 billion on college operations in fiscal year 2009-10 with \$937 million spent from state and operating fees. Operating fees from tuition increases were not sufficient to completely offset budget cuts in state funds. As shown on page 98, state fund expenditures per FTE in constant dollars fell by more than 16 percent over a 2-year period. Adjusted for inflation, state and operating fee expenditures increased by 1 percent over the previous year as increases in expenditures from Grant and Contracts and Dedicated Local funding more than offset a decrease in expenditures of state funds.



Fiscal Years 2005-06 to 2009-10					
Type of Funds	2005-06	2006-07	2007-08	2008-09	2009-10
State Funds (*)					
Current \$	576,933,327	610,472,558	690,460,373	705,380,416	680,288,131
Constant \$	627,342,580	648,020,154	709,488,143	714,284,702	680,288,131
% Total	56.3%	57.1%	58.5%	58.2%	54.8%
Operating Fees (149)					
Current \$	207,020,555	216,714,981	235,375,629	237,136,692	257,366,375
Constant \$	225,108,869	230,044,207	241,862,132	240,130,159	257,366,375
% Total	20.2%	20.3%	19.9%	19.6%	20.7%
Total State					
Current \$	783,953,882	827,187,539	925,836,002	942,517,108	937,654,506
Constant \$	852,451,449	878,064,360	951,350,275	954,414,861	937,654,506
% Total	76.4%	77.3%	78.4%	77.8%	75.5%
Dedicated Local (148)					
Current \$	78,696,378	80,535,106	83,466,779	84,915,259	111,141,845
Constant \$	85,572,434	85,488,481	85,766,964	85,987,177	111,141,845
% Total	7.7%	7.5%	7.1%	7.0%	8.9%
Grants & Contracts (145)					
Current \$	162,980,030	162,217,542	170,897,290	184,486,770	193,321,026
Constant \$	177,220,326	172,194,860	175,606,893	186,815,617	193,321,026
% Total	15.9%	15.2%	14.5%	15.2%	15.6%
TOTAL					
Current \$	1,025,630,290	1,069,940,187	1,180,200,071	1,211,919,137	1,242,117,377
% Change	7.0%	4.3%	10.3%	2.7%	2.5%
Constant \$	1,115,244,209	1,135,747,701	1,212,724,132	1,227,217,655	1,242,117,377
% Change	3.7%	1.8%	6.8%	1.2%	1.2%

* State Includes the following state appropriated funds: 001-1 - General Fund State; 001-8 General Fund Federal Stimulus; 08A - Education Legacy Trust Account; 253 - Education Construction Account; and 489 Pension Funding Stabilization Account.
Source: SBCTC Financial Management System (FMS)

**EXPENDITURES BY SOURCE OF FUNDS BY DISTRICT
GENERAL AND DEDICATED FUNDS**

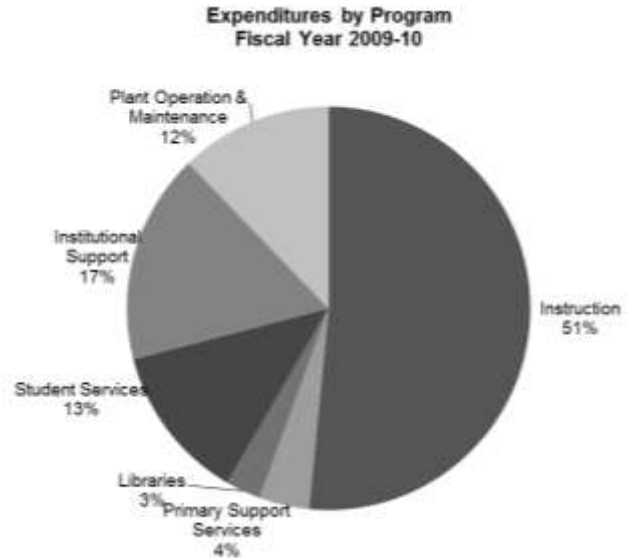
Expenditure patterns by college vary as a result of: college size, faculty mix in terms of part-time/full-time status, program mix, and the equipment and consumable costs related to instruction.

	Fiscal Year 2009-10					
	General Funds			Dedicated Funds		Grand Total
	State Funds	Operating Fees	Total	Local	Grants & Contracts	
*	149		148	145		
Bates	22,996,298	2,799,418	25,795,716	4,044,631	6,398,972	36,239,319
Bellevue	33,668,336	17,021,378	50,689,714	13,007,990	10,052,391	73,750,096
Bellingham	10,954,358	4,933,402	15,887,760	1,039,375	2,043,691	18,970,826
Big Bend	10,782,702	2,406,177	13,188,879	977,114	3,858,533	18,024,526
Cascadia	10,476,789	5,516,026	15,992,814	612,312	665,069	17,270,195
Centralia	12,480,548	3,713,223	16,193,771	866,096	2,408,838	19,468,705
Clark	31,360,447	12,223,332	43,583,779	11,085,330	8,764,975	63,434,084
Clover Park	20,290,063	8,058,510	28,348,574	2,182,395	1,481,391	32,012,360
Columbia Basin	22,731,303	8,508,086	31,239,389	1,813,370	5,774,037	38,826,796
Edmonds	27,183,952	9,633,208	36,817,160	5,202,247	24,255,851	66,275,258
Everett	25,763,652	9,835,779	35,599,431	5,255,133	5,744,709	46,599,273
Grays Harbor	10,589,231	2,746,336	13,335,567	577,878	915,120	14,828,565
Green River	26,824,930	13,851,717	40,676,647	4,542,633	10,380,186	55,599,466
Highline	26,425,780	8,179,103	34,604,883	3,971,502	10,084,875	48,661,260
Lake Washington	15,136,715	5,126,854	20,263,569	5,560,179	3,146,819	28,970,567
Lower Columbia	13,966,455	3,947,522	17,913,977	4,336,636	5,056,775	27,307,388
Olympic	22,167,521	12,436,992	34,604,513	2,042,236	3,029,347	39,676,096
Peninsula	11,392,092	2,417,539	13,809,631	1,330,336	2,905,672	18,045,639
Pierce District	26,675,490	10,379,006	37,054,496	2,332,865	14,201,969	53,589,330
Renton	18,789,885	3,509,763	22,299,649	2,068,836	1,871,783	26,240,268
Seattle District	73,367,830	25,329,495	98,697,325	10,428,032	26,897,481	136,022,838
Shoreline	23,137,973	12,558,801	35,696,774	3,298,363	2,505,114	41,500,251
Skagit Valley	19,033,105	8,239,818	27,272,923	2,227,350	7,901,940	37,402,213
South Puget Sound	17,354,775	7,840,260	25,195,035	4,858,874	3,295,803	33,349,712
Spokane District	60,645,845	24,709,798	85,355,643	5,341,895	13,369,921	104,067,459
Tacoma	22,039,069	12,058,675	34,097,744	4,298,754	4,513,811	42,910,310
Walla Walla	17,331,364	6,082,388	23,413,752	2,219,715	2,419,997	28,053,464
Wenatchee Valley	13,638,275	3,240,980	16,879,255	1,585,506	2,406,912	20,871,674
Whatcom	13,013,738	5,373,835	18,387,573	2,224,887	2,995,852	23,608,313
Yakima Valley	20,069,610	4,688,952	24,758,562	1,809,375	3,973,192	30,541,129
SYSTEM TOTAL	680,288,131	257,366,375	937,654,506	111,141,845	193,321,026	1,242,117,377

* State Includes the following state appropriated funds: 001-1 - General Fund State; 001-8 – General Fund Federal Stimulus; 08A - Education Legacy Trust Account; 253 - Education Construction Account; and 489 Pension Funding Stabilization Account
Source: SBCTC Financial Management System (FMS)

**EXPENDITURES BY PROGRAM
STATE GENERAL FUNDS AND OPERATING FEES**

Total constant dollar expenditures decreased by nearly 2 percent in 2009-10 as colleges faced cuts in their state funds. The one category that increased noticeably is Institutional Support. While the category of Instructional Support is for the most part the costs of administrative staff, other items of administrative expenditure and reductions in grant funding in this category, such as loan payments of principal and interest for the acquisition of buildings (constructed or purchased), can skew the picture. In 2009-10, one college's principal and interest payment drove the increase in this category.



	2005-06	2006-07	2007-08	2008-09	2009-10
010 INSTRUCTION					
Current \$	404,872,138	425,544,124	477,503,695	486,966,735	483,344,972
Constant \$	440,247,633	451,717,551	490,662,785	493,113,902	483,344,972
% Total	52.3%	52.4%	52.4%	51.7%	51.5%
040 PRIMARY SUPPORT SERVICES					
Current \$	30,029,771	33,078,377	36,755,940	38,038,899	37,517,249
Constant \$	32,653,607	35,112,889	37,768,864	38,519,079	37,517,249
% Total	3.4%	3.4%	3.4%	4.0%	4.0%
050 LIBRARIES					
Current \$	24,768,973	26,281,138	27,474,559	27,379,654	26,550,348
Constant \$	26,933,149	27,897,580	28,231,705	27,725,278	26,550,348
% Total	3.3%	3.3%	3.3%	2.9%	2.8%
060 STUDENT SERVICES					
Current \$	88,847,253	97,395,996	112,860,169	117,205,597	117,675,630
Constant \$	96,610,236	103,386,413	115,970,380	118,685,128	117,675,630
% Total	11.8%	11.6%	11.6%	12.4%	12.5%
080 INSTITUTIONAL SUPPORT					
Current \$	136,430,060	140,946,849	154,632,969	153,186,821	158,051,660
Constant \$	148,350,566	149,615,896	158,894,358	155,120,557	158,051,660
% Total	17.7%	17.5%	17.5%	16.3%	16.9%
090 PLANT OPERATION & MAINTENANCE					
Current \$	99,005,688	103,941,055	116,608,670	119,739,401	114,514,648
Constant \$	107,656,259	110,334,031	119,822,182	121,250,917	114,514,648
% Total	11.6%	11.8%	11.8%	12.7%	12.2%
TOTAL CURRENT \$	783,953,883	827,187,539	925,836,002	942,517,107	937,654,506
TOTAL CONSTANT \$	852,451,450	878,064,360	951,350,275	954,414,860	937,654,506
CONSTANT \$ CHANGE	4.9%	3.0%	8.3%	0.3%	-1.8%

* State Includes the following state appropriated funds: 001-1 - General Fund State; 001-8 General Fund Federal Stimulus; 08A - Education Legacy Trust Account; 253 - Education Construction Account; and 489 Pension Funding Stabilization Account
Source: SBCTC Financial Management System (FMS)

**EXPENDITURES BY PROGRAM BY DISTRICT
STATE GENERAL FUNDS AND OPERATING FEES
FUNDS 001 AND 149
FISCAL YEAR 2009-10
Page 1 of 2**

	010 Instruction		040 Primary Support Service		050 Libraries	
	Expenditure	% of Total	Expenditure	% of Total	Expenditure	% of Total
Bates	12,127,934	47.0%	1,691,992	6.6%	375,577	1.5%
Bellevue	28,314,657	55.9%	0	0.0%	1,493,451	2.9%
Bellingham	7,837,843	49.3%	1,387,480	8.7%	408,539	2.6%
Big Bend	6,033,760	45.7%	419,006	3.2%	440,968	3.3%
Cascadia	6,885,133	43.1%	780,096	4.9%	736,212	4.6%
Centralia	8,889,288	54.9%	383,896	2.4%	435,387	2.7%
Clark	21,461,272	49.2%	3,161,698	7.3%	1,068,287	2.5%
Clover Park	12,827,969	45.3%	1,792,707	6.3%	445,414	1.6%
Columbia Basin	17,465,926	55.9%	3,516	0.0%	638,739	2.0%
Edmonds	19,459,219	52.9%	833,444	2.3%	1,018,709	2.8%
Everett	20,655,768	58.0%	566,832	1.6%	1,085,968	3.1%
Grays Harbor	5,930,480	44.5%	557,485	4.2%	409,929	3.1%
Green River	20,903,594	51.4%	2,510,265	6.2%	805,054	2.0%
Highline	18,171,680	52.5%	1,754,636	5.1%	1,680,412	4.9%
Lake Washington	9,412,714	46.5%	969,674	4.8%	423,037	2.1%
Lower Columbia	7,677,265	42.9%	1,121,082	6.3%	331,184	1.8%
Olympic	17,626,950	50.9%	1,421,876	4.1%	861,188	2.5%
Peninsula	5,683,664	41.2%	828,463	6.0%	499,636	3.6%
Pierce District	17,025,357	45.9%	858,380	2.3%	1,654,991	4.5%
Renton	11,293,400	50.6%	1,214,999	5.4%	491,661	2.2%
Seattle District	57,404,696	58.2%	1,537,355	1.6%	2,826,616	2.9%
Shoreline	19,911,664	55.8%	1,038,368	2.9%	1,268,408	3.6%
Skagit Valley	14,096,562	51.7%	761,450	2.8%	751,356	2.8%
South Puget Sound	12,747,205	50.6%	1,332,646	5.3%	697,531	2.8%
Spokane District	44,745,592	52.4%	5,441,972	6.4%	2,510,933	2.9%
Tacoma	16,864,210	49.5%	2,134,561	6.3%	915,248	2.7%
Walla Walla	11,141,293	47.6%	684,129	2.9%	576,275	2.5%
Wenatchee Valley	8,049,036	47.7%	898,411	5.3%	511,206	3.0%
Whatcom	8,781,963	47.8%	659,870	3.6%	622,603	3.4%
Yakima Valley	13,918,876	56.2%	770,961	3.1%	565,828	2.3%
SYSTEM TOTAL	483,344,972	51.5%	37,517,249	4.0%	26,550,348	2.8%

Source: SBCTC Financial Management System (FMS)

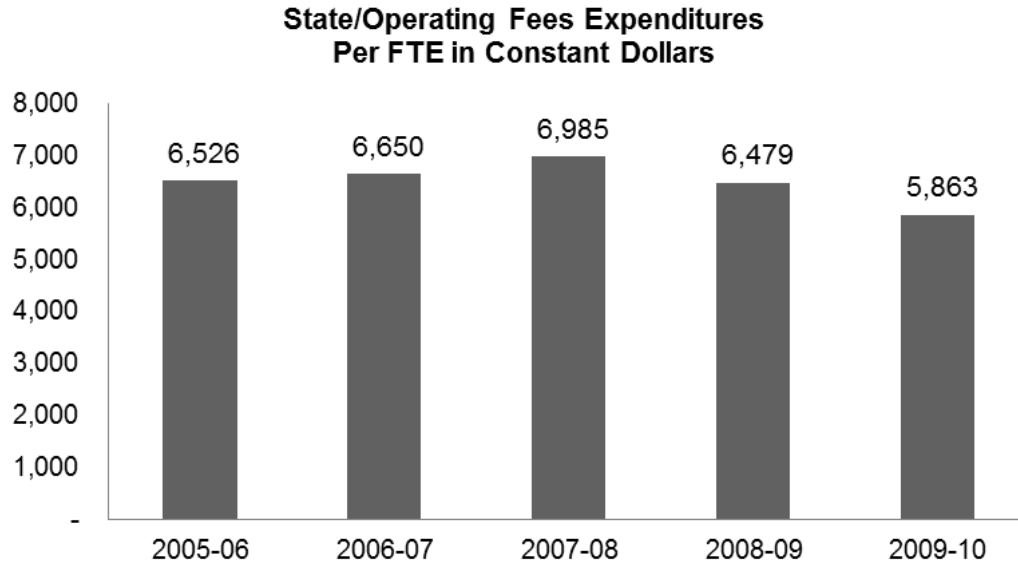
**EXPENDITURES BY PROGRAM BY DISTRICT
STATE GENERAL FUNDS AND OPERATING FEES
FUNDS 001 AND 149
FISCAL YEAR 2009-10
Page 2 of 2**

	060 Student Services		080 Institutional Support		090 Plant Operation and Maintenance		Total
	Expenditure	% of Total	Expenditure	% of Total	Expenditure	% of Total	
Bates	3,188,073	12.4%	4,959,844	19.2%	3,452,296	13.4%	25,795,716
Bellevue	6,492,190	12.8%	6,894,180	13.6%	7,495,237	14.8%	50,689,714
Bellingham	2,029,360	12.8%	2,529,080	15.9%	1,695,458	10.7%	15,887,760
Big Bend	1,715,085	13.0%	2,451,555	18.6%	2,128,505	16.1%	13,188,879
Cascadia	2,114,347	13.2%	3,439,580	21.5%	2,037,447	12.7%	15,992,814
Centralia	2,210,957	13.7%	2,536,184	15.7%	1,738,059	10.7%	16,193,771
Clark	5,969,765	13.7%	6,659,781	15.3%	5,262,976	12.1%	43,583,779
Clover Park	2,923,907	10.3%	6,780,344	23.9%	3,578,233	12.6%	28,348,574
Columbia Basin	3,739,985	12.0%	5,919,523	18.9%	3,471,700	11.1%	31,239,389
Edmonds	4,205,050	11.4%	5,939,823	16.1%	5,360,914	14.6%	36,817,160
Everett	4,454,300	12.5%	5,940,700	16.7%	2,895,861	8.1%	35,599,431
Grays Harbor	1,911,592	14.3%	2,935,679	22.0%	1,590,402	11.9%	13,335,567
Green River	4,834,928	11.9%	6,903,411	17.0%	4,719,394	11.6%	40,676,647
Highline	3,361,280	9.7%	4,914,991	14.2%	4,721,883	13.6%	34,604,883
Lake Washington	2,614,471	12.9%	4,719,108	23.3%	2,124,565	10.5%	20,263,569
Lower Columbia	2,465,314	13.8%	4,169,159	23.3%	2,149,973	12.0%	17,913,977
Olympic	4,179,001	12.1%	7,208,309	20.8%	3,307,189	9.6%	34,604,513
Peninsula	2,394,523	17.3%	2,939,446	21.3%	1,463,898	10.6%	13,809,631
Pierce District	6,087,533	16.4%	6,626,314	17.9%	4,801,920	13.0%	37,054,496
Renton	2,050,836	9.2%	4,287,032	19.2%	2,961,721	13.3%	22,299,649
Seattle District	11,108,176	11.3%	15,076,430	15.3%	10,744,052	10.9%	98,697,325
Shoreline	4,798,550	13.4%	4,621,977	12.9%	4,057,807	11.4%	35,696,774
Skagit Valley	3,729,077	13.7%	4,316,082	15.8%	3,618,397	13.3%	27,272,923
South Puget Sound	3,300,171	13.1%	4,075,896	16.2%	3,041,587	12.1%	25,195,035
Spokane District	10,152,465	11.9%	10,657,750	12.5%	11,846,931	13.9%	85,355,643
Tacoma	4,376,363	12.8%	6,392,396	18.7%	3,414,966	10.0%	34,097,744
Walla Walla	3,456,013	14.8%	4,580,004	19.6%	2,976,038	12.7%	23,413,752
Wenatchee Valley	2,118,644	12.6%	2,979,743	17.7%	2,322,215	13.8%	16,879,255
Whatcom	2,875,713	15.6%	3,304,026	18.0%	2,143,399	11.7%	18,387,573
Yakima Valley	2,817,962	11.4%	3,293,312	13.3%	3,391,623	13.7%	24,758,562
SYSTEM TOTAL	117,675,630	12.5%	158,051,660	16.9%	114,514,648	12.2%	937,654,506

Source: SBCTC Financial Management System (FMS)

**COSTS PER STATE FUNDED FTES
STATE GENERAL FUNDS AND OPERATING FEES
FUNDS 001 AND 149**

Community and technical colleges spent \$5,863 per FTES (enrollment of 15 credits for three quarters) last year, a nearly ten percent drop from the previous year. Since 2007-08, substantial growth in FTES combined with state budget cuts has reduced constant dollar expenditures per FTE by more than 16 percent, bringing them to little more than half what they were a decade ago.



STATE AND OPERATING FEE EXPENDITURES PER FTES

State General Funds & Operating Fees

	2005-06	2006-07	2007-08	2008-09	2009-10	5 Year Change
Current \$	783,953,882	827,187,539	925,836,002	942,517,108	937,654,506	
Constant	852,451,449	878,064,360	951,350,275	954,414,861	937,654,506	10.0%
% Change	4.9%	3.0%	8.3%	0.3%	-1.8%	
State FTES (Actual)	130,628	132,033	136,199	147,302	159,939	22.4%
% Change	-0.3%	1.1%	3.2%	8.2%	8.6%	

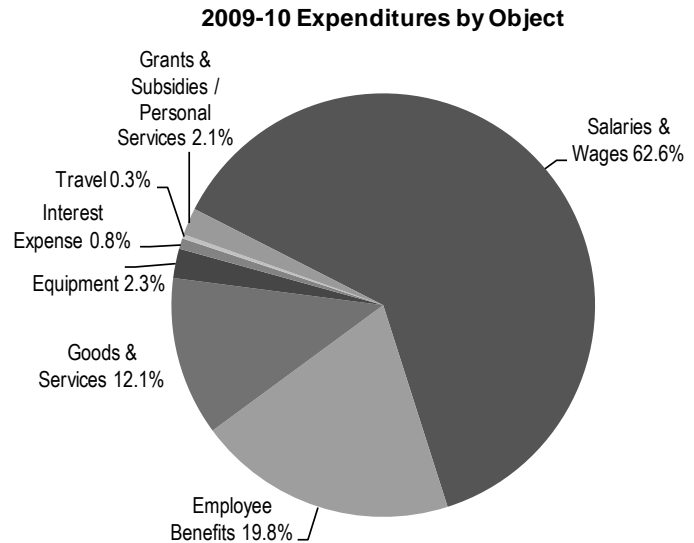
State/Operating Fees Expenditures per FTES

	2005-06	2006-07	2007-08	2008-09	2009-10	5 Year Change
Current \$	6,001	6,265	6,798	6,399	5,863	
Constant	6,526	6,650	6,985	6,479	5,863	-10.2%
% Change	5.2%	1.9%	5.0%	-7.2%	-9.5%	

Source: Community and Technical Colleges Financial Management System.
Note: Reported Data excludes capital asset acquisitions by COP or Lease-Purchase.

**EXPENDITURES BY OBJECT
STATE FUNDS, SPECIAL REVENUES AND OPERATING FEES
FISCAL YEAR 2009-10**

Salaries and benefits represent 82 percent of the total expenditures in the community and technical college system. Expenditures in all categories fell, with the exception of Employee Benefits. Sizeable increases in health care costs drove double digit increases in expenditures on benefits.



EXPENDITURES BY OBJECT

	2005-06	2006-07	2007-08	2008-09	2009-10
Salaries & Wages (Current \$)	530,433,788	547,915,331	601,884,868	637,498,414	632,441,319
Constant \$	576,780,167	581,615,295	618,471,665	645,545,800	632,441,319
% Change	2.6%	0.8%	6.3%	4.4%	-2.0%
Employee Benefits (Current \$)	161,950,999	166,323,103	186,440,209	179,941,582	200,354,059
Constant \$	176,101,384	176,552,936	191,578,145	182,213,053	200,354,059
% Change	8.2%	0.3%	8.5%	-4.9%	10.0%
Goods & Services (Current \$)	115,481,365	112,434,105	127,207,006	128,680,494	122,709,119
Constant \$	125,571,490	119,349,453	130,712,588	130,304,877	122,709,119
% Change	5.5%	-5.0%	9.5%	-0.3%	-5.8%
Equipment (Current \$)	20,127,382	22,686,083	31,453,937	23,262,022	22,751,193
Constant \$	21,886,002	24,081,408	32,320,747	23,555,667	22,751,193
% Change	0.5%	10.0%	34.2%	-27.1%	-3.4%
Interest Expense	8,147,860	6,526,005	6,366,690	8,472,197	8,152,196
Constant \$	8,859,775	6,927,392	6,542,144	8,579,145	8,152,196
% Change	49.0%	-21.8%	-5.6%	31.1%	-5.0%
Travel	4,522,098	4,902,809	5,457,284	3,380,185	3,259,572
Constant \$	4,917,214	5,204,360	5,607,676	3,422,855	3,259,572
% Change	-4.1%	5.8%	7.7%	-39.0%	-4.8%
Grants & Subsidies, Personal Services	11,189,799	13,474,711	18,550,950	22,153,703	20,928,245
Constant \$	12,167,502	14,303,484	19,062,179	22,433,358	20,928,245
% Change	-5.4%	17.6%	33.3%	17.7%	-6.7%
Interagency Reimbursement	(20,360,094)	(6,267,110)	(9,819,627)	(6,657,198)	(6,001,825)
Transfer Charges	(48,896,117)	(47,539,314)	(40,807,498)	(54,214,292)	(66,939,371)
Total State Funds & Operating Fees	782,597,080	820,455,723	926,733,818	942,517,108	937,654,506
Constant \$	850,976,097	870,918,498	952,272,833	954,414,862	937,654,506
% Change	5.7%	2.3%	9.3%	0.2%	-1.8%

Source: SBCTC Financial Management System (FMS)

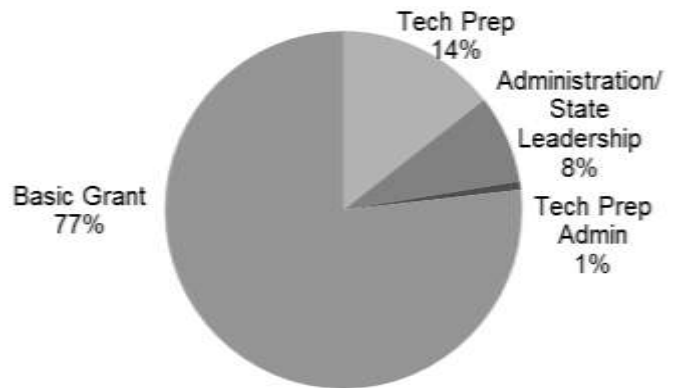
**FEDERAL WORKFORCE EDUCATION FUNDS
FISCAL YEAR 2009-10**

The Carl D. Perkins Vocational and Applied Technology Education Act of 1998 provides federal assistance to secondary and post-secondary workforce education programs. The purpose of the Act is to make the United States more competitive in the world economy by developing more fully the academic and occupational skills of all segments of the population. Adjusted for inflation, the funds from this source have declined over the past five years. Without additional federal legislation, the program will end after 2011-12.

Title I: Basic Grant provides funds to integrate academic, vocational, and technical instruction; link secondary and college education; and increase flexibility in providing services and activities designed to develop, implement, and improve vocational and technical education.

Title II: Tech Prep Education provides funds for the development and operation of “2+2” programs leading from high school to a two-year associate degree, certificate, or apprenticeship program. Each grant funds a consortia comprised of business, labor, community, government and school, and college leaders.

**Federal Vocational Funds by Purpose
Fiscal Year 2008-09**



**CARL D. PERKINS VOCATIONAL AND APPLIED TECHNOLOGY ACT OF 1998
AWARD LEVELS - COMMUNITY AND TECHNICAL COLLEGES**

	2005-06	2006-07	2007-08	2008-09	2009-10
Title I: Basic Grant	10,778,289	10,778,289	10,985,393	10,455,500	10,289,887
Title II: Tech Prep	1,936,455	1,936,455	1,936,455	1,935,008	1,935,008
Administration/State Leadership	1,141,641	1,141,162	1,172,415	1,094,171	1,069,816
Tech Prep Administration	101,919	101,919	101,919	101,842	101,842
Current \$	13,958,304	13,957,825	14,196,182	13,586,521	13,396,553
Constant (FY08\$)	15,177,904	14,816,312	14,587,402	13,758,029	13,396,553
% Change	-3.1%	-2.4%	-1.5%	-5.7%	-2.6%

Source: SBCTC Financial Management System (FMS)

**FEDERAL WORKFORCE EDUCATION FUNDS
FISCAL YEAR 2009-10**

Federal workforce education funds were awarded to community and technical college districts based on a "Pell Plus" formula. The 90 percent of funds that were distributed to the colleges were based on enrollment data of unduplicated students with a vocational intent, who were Pell/BIA, Worker Retraining, welfare recipients and former welfare recipients enrolled with a vocational intent, and welfare recipients and former welfare recipients who were attending for employment related basic skills. The remaining 10 percent of Perkins III funding was divided so that 9 percent were distributed to rural schools and 1 percent to schools with a high percentage of vocational students. College districts submitted plans to the State Board for approval before funds were awarded. Tech Prep funds were awarded to the colleges as the fiscal agents for the Tech Prep consortia.

**BASIC GRANTS EXPENDITURES
FOR FISCAL YEAR 2009-10**

	Title I (Basic)	Title II (Tech Prep)	Total
Bates	299,695	0	299,695
Bellevue	219,443	98,830	318,273
Bellingham	363,668	85,979	449,647
Big Bend	182,083	86,879	268,962
Cascadia	0	0	0
Centralia	189,232	74,166	263,398
Clark	462,368	82,082	544,450
Clover Park	490,548	0	490,548
Columbia Basin	444,359	73,060	517,419
Edmonds	250,582	76,104	326,686
Everett	394,297	75,577	469,874
Grays Harbor	224,272	74,669	298,941
Green River	299,541	132,816	432,357
Highline	298,508	0	298,508
Lake Washington	190,371	0	190,371
Lower Columbia	310,892	76,593	387,485
Olympic	322,915	97,535	420,450
Peninsula	282,545	73,110	355,655
Pierce District	357,624	136,496	494,120
Renton	260,933	0	260,933
Seattle District	746,101	187,848	933,949
Shoreline	207,557	0	207,557
Skagit Valley	318,818	97,637	416,455
South Puget Sound	178,675	95,864	274,540
Spokane District	1,254,842	85,878	1,340,719
Tacoma	336,800	0	336,800
Walla Walla	481,469	86,136	567,605
Wenatchee Valley	273,638	75,541	349,179
Whatcom	132,873	0	132,873
Yakima Valley	533,000	77,076	610,076
SYSTEM TOTAL	10,307,652	1,949,876	12,257,528

Source: SBCTC Financial Management System (FMS)

FEDERAL AND SPECIAL STATE BASIC SKILLS FUNDS

Federal Funds

The Adult Education and Family Literacy Act, Title II of the Workforce Investment Act of 1998 provides federal funds to supplement state and local resources expended for literacy and basic skills instruction. Funds are awarded to community and technical colleges as well as community based organizations. Funds also support staff and program development provided through the Adult Basic Education Office at the State Board. Adjusted for inflation, the funds from this source have declined over four years, then increased slightly in 2009-10.

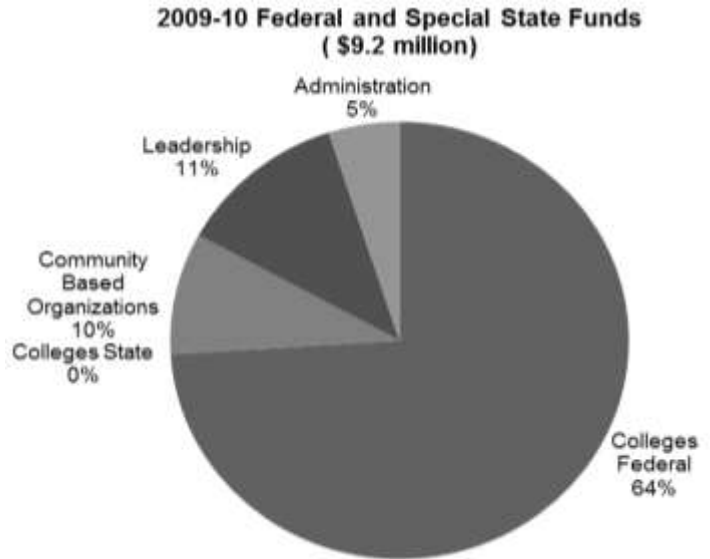
Basic Grant awards are to be used to establish education programs for young people and adults ages 16 and over whose mastery of basic skills (reading, writing, speaking in English, and computing) is insufficient to enable them to function on the job and in society, to achieve individual goals, and to develop personal knowledge and potential.

Basic grant funds support four types of instruction:

- Adult basic education (ABE) and literacy for adults below the ninth grade proficiency level;
- English as a Second Language (ESL) for adults with limited English proficiency;
- Adult secondary education (ASE) for young people and adults to obtain a high school diploma, or to pass the General Educational Development (GED) tests;
- Instruction to institutionalized adults in prisons, jails, and drug and alcohol rehabilitation residential centers (previously funded as a line item).

State Funds

Beginning in 2009-10, as colleges are faced with increasing budget cuts, the earmarks for state-funded basic skills enrollments were removed to increase colleges' spending flexibility. As a result, this is the last year that State Funds will be reported in the table in the same way it has been reported historically.



**FEDERAL AND SPECIAL STATE BASIC SKILLS FUNDS
EXPENDITURES FOR FISCAL YEAR 2005-06 TO 2009-10**

	Federal Funds				
	2005-06	2006-07	2007-08	2008-09	2009-10
Community & Technical Colleges	7,017,908	6,775,295	6,837,299	6,743,807	6,871,735
Other Providers					
Community-Based Organizations	675,578	698,639	731,290	732,195	795,373
SBCTC					
Leadership	1,152,241	1,138,424	1,138,695	1,110,054	1,082,024
State Administration	460,896	455,369	455,477	444,020	432,809
Federal Current \$ Total	9,306,623	9,067,727	9,162,761	9,030,076	9,181,941
Federal Constant (FY08\$) Total	10,119,784	9,625,445	9,415,269	9,144,066	9,181,941
% Change	-2.1%	-4.9%	-2.2%	-2.9%	0.4%

	State Funds				
Community & Technical Colleges					
EL/Civics*	355,514	427,281	292,358	394,259	***
Family Literacy Grants	488,443	497,102	563,855	559,402	***
Volunteer Literacy Program	94,723	107,073	134,238	135,642	***
State Subtotal, Colleges	938,680	1,031,456	990,451	1,089,303	***
Community-Based Organizations					
EL/Civics*	181,330	97,505	139,847	139,847	***
Family Literacy Grants	85,483	86,943	90,000	100,000	***
Volunteer Literacy Program**	144,437	133,339	102,025	99,256	***
State Subtotal, CBOs	411,250	317,787	331,872	339,103	***
SBCTC – Advisory Comm, Admin, etc.	131,573	126,685	40,520	40,520	***
State Current \$Total	1,481,503	1,475,928	1,362,843	1,468,926	---
State Constant \$ Total	1,610,949	1,566,706	1,400,400	1,487,469	---
% Change	-0.5%	-2.7%	-10.6%	6.2%	---
Federal and State Funds Current \$	10,788,126	10,543,655	10,525,604	10,499,002	9,181,941
Federal and State Funds Constant \$	11,730,733	11,192,151	10,815,670	10,631,535	9,181,941
% Change	-1.9%	-4.6%	-3.4%	-1.7%	-13.6%

*Prior to 2001-02 these were called Supplemental ESL. In addition funding for EL Civics includes both federal and state funds.

**Funding for Volunteer Literacy includes both federal and state funds through 2008-09.

***These earmarks were removed in FY10 to increase colleges' spending flexibility.

**FEDERAL AND SPECIAL STATE BASIC SKILLS FUNDS
EXPENDITURES FOR FISCAL YEAR 2009-10**

	Adult Basic Federal ABE Funds	Family Literacy Grants	EL Civics	Volunteer Literacy Program	Total
Bates	75,496	0	0	0	75,496
Bellevue	93,784	0	23,060	0	116,844
Bellingham	57,996	0	10,330	0	68,326
Big Bend	153,246	0	34,620	0	187,866
Cascadia	44,283	0	51,771	0	96,054
Centralia	121,323	0	29,474	0	150,797
Clark	219,928	0	92,945	0	312,873
Clover Park	81,772	0	31,774	0	113,546
Columbia Basin	232,992	0	124,725	0	357,717
Edmonds	265,926	0	89,347	0	355,273
Everett	184,495	0	55,737	0	240,232
Grays Harbor	106,427	0	7,778	0	114,205
Green River	197,459	0	75,964	0	273,423
Highline	213,559	0	28,892	0	242,451
Lake Washington	127,721	0	22,686	0	150,407
Lower Columbia	84,504	0	16,593	0	101,097
Olympic	75,627	0	16,180	0	91,807
Peninsula	89,993	0	16,995	0	106,988
Pierce District	173,755	0	36,929	0	210,683
Renton	264,406	0	147,117	0	411,523
Seattle District	586,990	0	180,430	0	767,419
Shoreline	173,717	0	37,934	0	211,651
Skagit Valley	125,181	0	0	0	125,181
South Puget Sound	143,000	0	34,103	0	177,103
Spokane District	472,556	0	101,370	0	573,926
Tacoma	158,302	0	33,449	0	191,751
Walla Walla	168,251	0	54,631	0	222,882
Wenatchee Valley	176,597	0	42,345	0	218,942
Whatcom	83,680	0	28,129	0	111,809
Yakima Valley	351,508	0	141,956	0	493,464
Subtotal	5,304,472	0	1,567,263	0	6,871,735
Community-Based Organizations	562,622	0	224,255	8,497	795,373
SBCTC	1,255,276	0	259,557	0	1,514,833
SYSTEM TOTAL	7,122,370	0	2,051,074	8,497	9,181,941

Source: SBCTC Financial Management System (FMS)

STATE WORKFIRST EXPENDITURES

WorkFirst is Washington State's welfare reform program that helps people in low-income families find jobs, keep their jobs, find better jobs, and become self-sufficient. WorkFirst's three main goals are to: 1) reduce poverty by helping people to get and keep jobs, 2) sustain independence by helping people keep and improve jobs, and 3) protect children and other vulnerable residents by providing for childcare and stopgap funding for emergency situations. What sets WorkFirst apart from other reform initiatives is the commitment to go beyond simply mandating participants to find work. WorkFirst enables participants to gain the skills necessary for higher wages, better jobs, and further advancement.

Consistent with the long-standing role of colleges in preparing welfare recipients and other low-income students for work and job advancement, the colleges and the State Board made a commitment to play a key role in the WorkFirst effort of the state. Savings from reduced caseloads have been reinvested and rolled into a block grant to the State Board. 2009-10 WorkFirst state block grant expenditures fell as a result of federal cuts and increased restrictions on the use of the funds.

SBCTC awards funds to community and technical colleges and WorkFirst training providers at community-based organizations and private colleges in two portions, 70 percent base for meeting or exceeding prior year FTES enrollment and 30 percent for education and employment outcome performance.

College expenditures of the \$23,649,000 in WorkFirst funds are reimbursed by the State Board office and therefore net to zero in the expenditures report on pages 105-106.

WORKFIRST EXPENDITURES FISCAL YEARS 2006-07 TO 2009-10

	2005-06	2006-07	2007-08	2008-09	2009-10
WorkFirst Block Grant	19,969,964	22,326,573	25,512,801	26,105,172	22,328,325
SBCTC/Tech Asst	557,220	573,787	683,859	610,993	449,571
Private Career Schools/CBO's	926,681	851,685	709,955	818,478	807,969
Current \$ Total	21,453,866	23,752,045	26,906,615	27,534,643	23,585,865
Constant \$	23,328,386	25,212,934	27,648,110	27,882,223	23,585,865

Source: SBCTC Financial Management System (FMS)

**WORKFIRST BLOCK GRANT EXPENDITURES
FISCAL YEAR 2009-10**

FY10 WORKFIRST GRANT

Bates Technical College	837,009
Bellevue Community College	451,198
Bellingham Technical College	462,562
Big Bend Community College	578,782
Cascadia Community College	77,341
Centralia College	858,499
Clark College	707,555
Clover Park Technical College	1,156,873
Columbia Basin College	745,741
Edmonds Community College	580,609
Everett Community College	1,139,283
Grays Harbor College	674,928
Green River Community College	660,651
Highline Community College	659,153
Lake Washington Technical College	232,950
Lower Columbia College	1,095,681
Olympic College	809,746
Peninsula College	534,306
Pierce College District	399,993
Renton Technical College	739,425
Seattle Community Colleges	1,498,218
Shoreline Community College	259,049
Skagit Valley College	320,992
South Puget Sound Community College	716,225
Spokane District Office	2,581,729
Tacoma Community College	592,755
Walla Walla Community College	509,411
Wenatchee Valley College	186,987
Whatcom Community College	385,983
Yakima Valley Community College	1,874,691
Subtotal	22,328,325
CBOs/Private Colleges	807,969
SBCTC/Tech Assistance	449,571
SYSTEM TOTAL	23,585,865

Source: SBCTC Financial Management System (FMS)