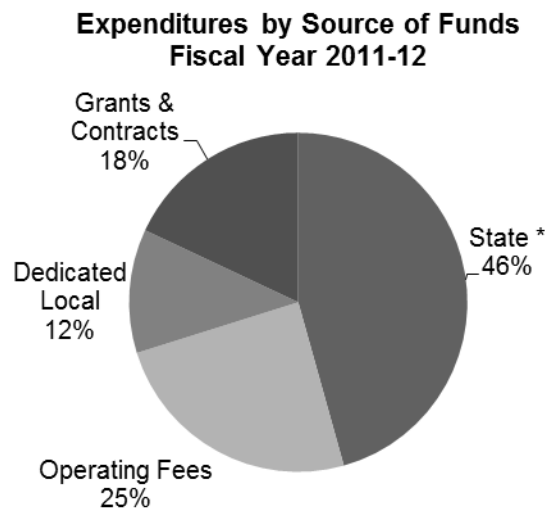


Expenditures

Introduction

The community and technical college system spent more than \$1.2 billion in 2011-12 as accounted for in the common financial management system. In addition, approximately \$38 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 80.

About 46 percent of community and technical college operating expenditures for 2011-12 were from the state general fund appropriation to SBCTC, down about 5 percent from the previous year. Student operating fees (tuition) contributed 25 percent. The remainder was derived from grants and contracts (18 percent) and local dedicated funds (12 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 73 describe expenditures of the funds derived from these sources.



* State includes the following state appropriated funds: 001 General Fund-State; 08A - Education Legacy Trust Account; and 060 - CTC Capital Projects Account (operating funds provided in the capital budget).

Note: 060 - CTC Capital Projects Account appropriation in the operating budget excluded from this analysis.

APPROPRIATION PROCESS: Every other year college staff, State Board for Community and Technical College (SBCTC) staff, local trustees, presidents, 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 by fiscal year 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.

Expenditure Categories

Expenditure categories are accounted for by the source of funds: legislative appropriations, 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, and 060): Legislative appropriation of the following funds: 001 - General Fund State; 08A - Education Legacy Trust Account; 060- Capital Projects Account (operating funds provided in the capital budget). (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 (FY12\$) Dollar Calculations

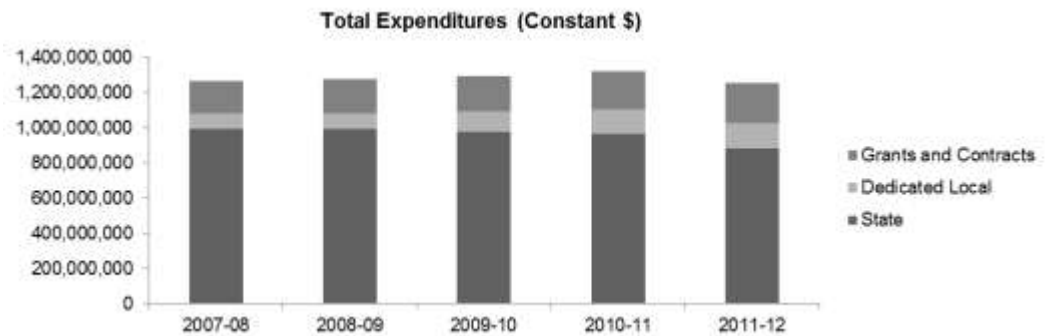
Historical fiscal data is presented both in current and constant (FY12\$) dollars. Current dollars provide a measure of increases or decreases in funding without inflation adjustments. Constant (FY12\$) dollars were calculated using the “implicit price deflator” adjusted to fiscal years. The following index numbers were used:

Fiscal Year	Index
2007-08	0.934
2008-09	0.948
2009-10	0.960
2010-11	0.977
2011-12	1.000

Source: ERFC, based on June 2012 forecast
available through <http://leap.leg.wa.gov/leap/default.asp>

Expenditures by Source of Funds

The community and technical college system spent \$1.2 billion on college operations in fiscal year 2011-12 with \$880 million spent from state and operating fees. This represents 70 percent of total expenditures, a decrease of nearly three percent from the prior year as local funds, grants, and contracts made up a slighter larger share of the total.



Fiscal Years 2007-08 to 2011-12					
Type of Funds	2007-08	2008-09	2009-10	2010-11	2011-12
State Funds (*)					
Current \$	690,460,373	705,380,416	680,288,131	650,074,245	572,692,626
Constant \$	739,361,036	744,423,358	708,771,069	665,528,278	572,692,626
% Total	58.5%	58.2%	54.8%	50.3%	45.7%
Operating Fees (149)					
Current \$	235,375,629	237,136,692	257,366,375	291,831,345	307,576,997
Constant \$	252,045,701	250,262,254	268,142,030	298,768,970	307,576,997
% Total	19.9%	19.6%	20.7%	22.6%	24.5%
Total State					
Current \$	925,836,002	942,517,108	937,654,506	941,905,590	880,269,623
Constant \$	991,406,737	994,685,612	976,913,099	964,297,248	880,269,623
% Total	78.4%	77.8%	75.5%	72.9%	70.2%
Dedicated Local (148)					
Current \$	83,466,779	84,915,259	111,141,845	137,770,208	148,174,323
Constant \$	89,378,169	89,615,335	115,795,236	141,045,381	148,174,323
% Total	7.1%	7.0%	8.9%	10.7%	11.8%
Grants & Contracts (145)					
Current \$	170,897,290	184,486,770	193,321,026	211,710,519	226,001,159
Constant \$	183,000,796	194,698,148	201,415,171	216,743,454	226,001,159
% Total	14.5%	15.2%	15.6%	16.4%	18.0%
TOTAL					
Current \$	1,180,200,071	1,211,919,137	1,242,117,377	1,291,386,317	1,254,445,104
% Change		10.3%	2.7%	2.5%	6.6%
Constant \$	1,263,785,701	1,278,999,095	1,294,123,505	1,322,086,083	1,254,445,104
% Change		6.8%	1.2%	1.2%	3.4%

* State Includes the following state appropriated funds: 001 General Fund-State; 08A - Education Legacy Trust Account; 060 - CTC Capital Projects Account (operating funds provided in the capital budget); 001-8 General Fund Federal Stimulus (2009-10 only); 17C - Opportunity Express Account (2010-11 only); 253 - Education Construction Account (2008-09 and prior years); and 489 Pension Funding Stabilization Account (2008-09 and prior years).
 Note: 060 - CTC Capital Projects Account appropriation in the operating budget excluded from this analysis.
 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.

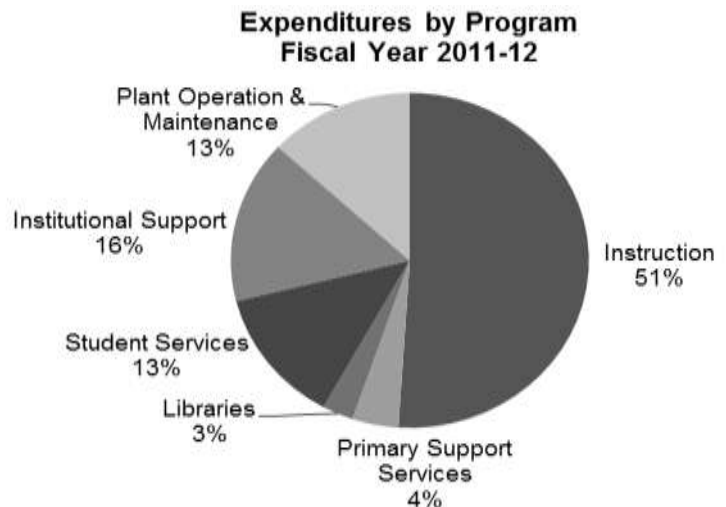
Fiscal Year 2011-12

	----- General Funds -----			----- Dedicated Funds -----		Grand Total
	State Funds *	Operating Fees 149	Total	Local 148	Grants & Contracts 145	
Bates	19,350,330	4,528,805	23,879,135	2,923,467	6,616,874	33,419,477
Bellevue	27,925,455	19,749,257	47,674,712	10,885,388	16,708,542	75,268,642
Bellingham	9,760,031	4,507,892	14,267,923	3,423,403	1,290,039	18,981,366
Big Bend	8,911,741	3,851,300	12,763,041	1,048,911	3,980,811	17,792,762
Cascadia	8,609,140	2,285,823	10,894,963	5,898,038	967,524	17,760,526
Centralia	10,515,302	4,197,792	14,713,094	1,288,421	4,117,304	20,118,819
Clark	26,085,933	15,627,414	41,713,347	16,307,712	7,608,196	65,629,255
Clover Park	16,970,857	9,034,104	26,004,961	3,945,944	2,542,782	32,493,687
Columbia Basin	19,280,099	9,327,740	28,607,839	2,551,563	6,223,920	37,383,322
Edmonds	23,072,960	11,716,831	34,789,791	8,183,599	28,491,191	71,464,581
Everett	22,515,329	8,880,454	31,395,783	12,629,695	8,166,821	52,192,299
Grays Harbor	9,010,286	3,229,046	12,239,332	585,991	1,512,503	14,337,825
Green River	23,050,698	12,595,989	35,646,687	3,804,877	17,757,399	57,208,964
Highline	22,130,014	10,902,994	33,033,008	5,723,919	10,070,030	48,826,958
Lake Washington	13,266,030	7,261,522	20,527,553	3,876,615	3,464,952	27,869,120
Lower Columbia	11,623,728	4,484,127	16,107,855	6,108,077	5,142,345	27,358,277
Olympic	18,497,360	12,452,166	30,949,526	2,112,239	3,347,084	36,408,849
Peninsula	9,853,808	4,305,921	14,159,729	1,366,120	2,341,384	17,867,233
Pierce District	23,097,623	14,840,240	37,937,863	3,658,730	14,044,126	55,640,719
Renton	15,738,012	6,443,569	22,181,581	1,204,300	2,210,765	25,596,645
Seattle District	60,829,143	33,155,025	93,984,167	10,145,443	32,763,857	136,893,467
Shoreline	19,380,388	13,899,286	33,279,674	3,701,463	3,530,836	40,511,973
Skagit Valley	15,974,740	11,290,628	27,265,368	1,811,881	6,798,305	35,875,554
South Puget Sound	14,696,020	9,465,534	24,161,554	5,588,100	2,862,636	32,612,290
Spokane District	50,389,484	28,700,665	79,090,149	8,773,881	16,295,213	104,159,243
Tacoma	18,423,049	12,075,871	30,498,920	6,031,661	5,027,545	41,558,126
Walla Walla	14,695,302	7,447,551	22,142,853	3,464,279	2,767,100	28,374,232
Wenatchee Valley	11,253,705	6,638,837	17,892,542	1,939,779	2,639,135	22,471,456
Whatcom	10,816,485	6,967,735	17,784,220	7,037,518	3,421,608	28,243,346
Yakima Valley	16,969,575	7,712,878	24,682,453	2,153,309	3,290,331	30,126,093
SYSTEM TOTAL	572,692,626	307,576,997	880,269,623	148,174,323	226,001,159	1,254,445,104

* State Includes the following state appropriated funds: 001-1 General Fund-State; 08A - Education Legacy Trust Account; and 060 - CTC Capital Projects Account (operating funds provided in the capital budget)
 Note: 060 - CTC Capital Projects Account appropriation in the operating budget excluded from this analysis.
 Source: SBCTC Financial Management System (FMS)

Expenditures by Program – State General Funds and Operating Fees

Total constant dollar expenditures decreased by 10 percent in the previous two years as colleges faced cuts in their state funds.



	2007-08	2008-09	2009-10	2010-11	2011-12
010 INSTRUCTION					
Current \$	477,503,695	486,966,735	483,344,972	493,032,818	451,760,442
Constant \$	511,322,069	513,920,438	503,582,110	504,753,549	451,760,442
% Total	52.4%	52.4%	51.5%	52.3%	51.3%
040 PRIMARY SUPPORT SERVICES					
Current \$	36,755,940	38,038,899	37,517,249	39,007,010	36,822,915
Constant \$	39,359,116	40,144,359	39,088,057	39,934,313	36,822,915
% Total	3.4%	3.4%	4.0%	4.1%	4.2%
050 LIBRARIES					
Current \$	27,474,559	27,379,654	26,550,348	27,153,573	24,988,310
Constant \$	29,420,397	28,895,123	27,661,982	27,799,087	24,988,310
% Total	3.3%	3.3%	2.8%	2.9%	2.8%
060 STUDENT SERVICES					
Current \$	112,860,169	117,205,597	117,675,630	123,233,091	115,833,011
Constant \$	120,853,295	123,692,949	122,602,583	126,162,677	115,833,011
% Total	11.6%	11.6%	12.5%	13.1%	13.2%
080 INSTITUTIONAL SUPPORT					
Current \$	154,632,969	153,186,821	158,051,660	149,374,125	139,426,029
Constant \$	165,584,582	161,665,741	164,669,114	152,925,154	139,426,029
% Total	17.5%	17.5%	16.9%	15.9%	15.8%
090 PLANT OPERATION & MAINTENANCE					
Current \$	116,608,670	119,739,401	114,514,648	110,104,973	111,438,915
Constant \$	124,867,278	126,367,000	119,309,254	112,722,468	111,438,915
% Total	11.8%	11.8%	12.2%	11.7%	12.7%
TOTAL CURRENT \$	925,836,002	942,517,107	937,654,506	941,905,590	880,269,623
TOTAL CONSTANT \$	991,406,737	994,685,611	976,913,099	964,297,248	880,269,623
CONSTANT \$ CHANGE	8.4%	0.3%	-1.8%	-1.3%	-8.7%

** State Includes the following state appropriated funds: 001-1 – GF-S; 08A - ELTA; 060- CTC Capital Projects Acct (operating funds provided in the capital budget); 001-8 Federal Stimulus (2009-10 only); 17C – Opportunity Express Acct (2010-11 only); 253 - Education Construction Account (2008-09 and prior years); and 489 PFSA (2008-09 and prior years)
 Note: 060- CTC Capital Projects Acct appropriations in the operating budget excluded from this analysis.
 Source: SBCTC Financial Management System (FMS)

**EXPENDITURES BY PROGRAM BY DISTRICT
STATE GENERAL FUNDS AND OPERATING FEES
FISCAL YEAR 2011-12**

Page 1 of 2

	010 Instruction		040 Primary Support Service		050 Libraries	
	Expenditure	% of Total	Expenditure	% of Total	Expenditure	% of Total
Bates	11,525,326	48.3%	1,345,130	5.6%	298,309	1.2%
Bellevue	29,191,671	61.2%	443,833	0.9%	1,583,851	3.3%
Bellingham	7,156,653	50.2%	1,065,406	7.5%	397,993	2.8%
Big Bend	5,462,829	42.8%	428,445	3.4%	467,554	3.7%
Cascadia	2,065,498	19.0%	681,870	6.3%	792,386	7.3%
Centralia	8,316,534	56.5%	432,339	2.9%	446,626	3.0%
Clark	21,202,309	50.8%	3,174,922	7.6%	1,234,370	3.0%
Clover Park	12,252,648	47.1%	1,436,000	5.5%	434,169	1.7%
Columbia Basin	16,142,699	56.4%	1,667	0.0%	584,825	2.0%
Edmonds	18,089,802	52.0%	794,082	2.3%	985,909	2.8%
Everett	16,810,275	53.5%	573,170	1.8%	1,011,574	3.2%
Grays Harbor	5,156,394	42.1%	609,333	5.0%	408,721	3.3%
Green River	18,717,558	52.5%	2,203,915	6.2%	707,044	2.0%
Highline	18,581,604	56.3%	1,841,894	5.6%	1,391,393	4.2%
Lake Washington	10,662,885	51.9%	910,632	4.4%	468,541	2.3%
Lower Columbia	6,028,228	37.4%	1,585,572	9.8%	238,014	1.5%
Olympic	16,867,878	54.5%	1,809,420	5.8%	842,640	2.7%
Peninsula	5,837,675	41.2%	757,218	5.3%	435,562	3.1%
Pierce District	17,017,153	44.9%	693,182	1.8%	1,720,147	4.5%
Renton	11,026,562	49.7%	1,209,408	5.5%	505,182	2.3%
Seattle District	52,885,348	56.3%	2,641,400	2.8%	2,625,205	2.8%
Shoreline	18,929,354	56.9%	757,177	2.3%	1,054,177	3.2%
Skagit Valley	14,295,923	52.4%	685,137	2.5%	623,490	2.3%
South Puget Sound	11,695,176	48.4%	997,196	4.1%	496,109	2.1%
Spokane District	38,954,958	49.3%	5,172,703	6.5%	2,384,638	3.0%
Tacoma	15,978,982	52.4%	1,889,884	6.2%	625,057	2.0%
Walla Walla	10,562,006	47.7%	712,205	3.2%	503,919	2.3%
Wenatchee Valley	8,788,314	49.1%	622,486	3.5%	539,842	3.0%
Whatcom	7,994,989	45.0%	640,118	3.6%	600,893	3.4%
Yakima Valley	13,563,212	55.0%	707,172	2.9%	580,173	2.4%
SYSTEM TOTAL	451,760,442	51.3%	36,822,915	4.2%	24,988,310	2.8%

Source: SBCTC Financial Management System (FMS)

**EXPENDITURES BY PROGRAM BY DISTRICT
STATE GENERAL FUNDS AND OPERATING FEES
FISCAL YEAR 2011-12**

Page 2 of 2

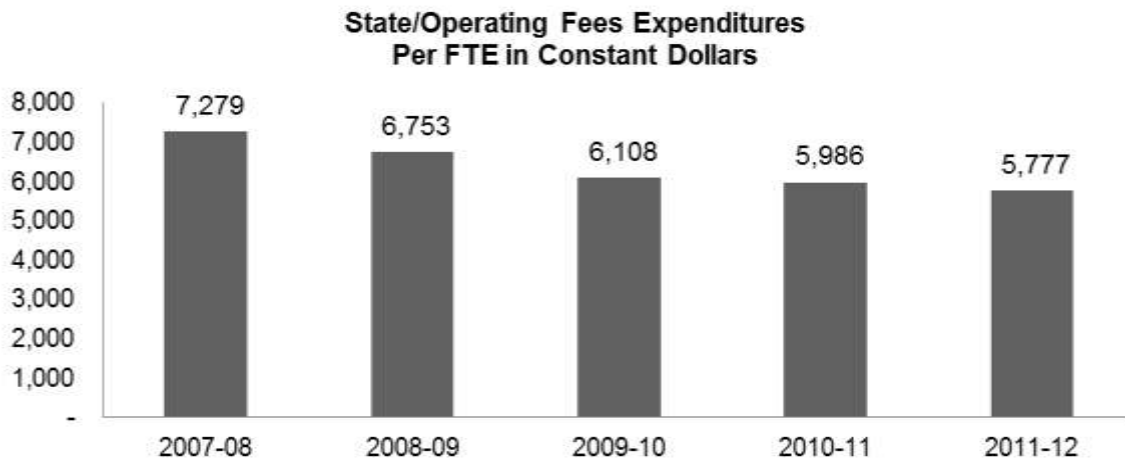
	060 Student Services		080 Institutional Support		090 Plant Operation and Maintenance		Total
	Expenditure	% of Total	Expenditure	% of Total	Expenditure	% of Total	
Bates	3,181,145	13.3%	4,499,070	18.8%	3,030,156	12.7%	23,879,135
Bellevue	6,708,658	14.1%	3,931,090	8.2%	5,815,610	12.2%	47,674,712
Bellingham	2,049,379	14.4%	2,496,886	17.5%	1,101,607	7.7%	14,267,923
Big Bend	1,633,667	12.8%	2,571,595	20.1%	2,198,951	17.2%	12,763,041
Cascadia	1,864,572	17.1%	3,045,094	27.9%	2,445,543	22.4%	10,894,963
Centralia	2,281,969	15.5%	1,506,872	10.2%	1,728,754	11.7%	14,713,094
Clark	5,970,160	14.3%	5,960,370	14.3%	4,171,216	10.0%	41,713,347
Clover Park	2,774,397	10.7%	5,442,786	20.9%	3,664,962	14.1%	26,004,961
Columbia Basin	3,014,363	10.5%	5,120,851	17.9%	3,743,434	13.1%	28,607,839
Edmonds	4,142,018	11.9%	5,808,676	16.7%	4,969,304	14.3%	34,789,791
Everett	5,127,685	16.3%	4,932,103	15.7%	2,940,975	9.4%	31,395,783
Grays Harbor	1,860,438	15.2%	2,693,639	22.0%	1,510,806	12.3%	12,239,332
Green River	4,417,725	12.4%	5,724,774	16.1%	3,875,672	10.9%	35,646,687
Highline	3,196,331	9.7%	3,291,178	10.0%	4,730,608	14.3%	33,033,008
Lake Washington	2,352,344	11.5%	4,079,152	19.9%	2,054,000	10.0%	20,527,553
Lower Columbia	2,239,264	13.9%	3,594,647	22.3%	2,422,129	15.0%	16,107,855
Olympic	4,109,659	13.3%	3,677,686	11.9%	3,642,243	11.8%	30,949,526
Peninsula	2,350,677	16.6%	3,049,823	21.5%	1,728,774	12.2%	14,159,729
Pierce District	6,268,017	16.5%	7,253,834	19.1%	4,985,530	13.1%	37,937,863
Renton	2,389,193	10.8%	4,168,331	18.8%	2,882,906	13.0%	22,181,581
Seattle District	11,082,147	11.8%	14,081,183	15.0%	10,668,883	11.4%	93,984,167
Shoreline	4,372,501	13.1%	4,378,062	13.2%	3,788,403	11.4%	33,279,674
Skagit Valley	3,926,131	14.4%	4,350,663	16.0%	3,384,025	12.4%	27,265,368
South Puget Sound	3,072,243	12.7%	4,513,874	18.7%	3,386,956	14.0%	24,161,554
Spokane District	10,621,758	13.4%	10,069,700	12.7%	11,886,392	15.0%	79,090,149
Tacoma	3,708,362	12.2%	5,531,638	18.1%	2,764,998	9.1%	30,498,920
Walla Walla	3,364,685	15.2%	4,151,341	18.7%	2,848,696	12.9%	22,142,853
Wenatchee Valley	2,042,177	11.4%	3,109,960	17.4%	2,789,762	15.6%	17,892,542
Whatcom	2,854,543	16.1%	3,430,386	19.3%	2,263,292	12.7%	17,784,220
Yakima Valley	2,856,803	11.6%	2,960,765	12.0%	4,014,328	16.3%	24,682,453
SYSTEM TOTAL	115,833,011	13.2%	139,426,029	15.8%	111,438,915	12.7%	880,269,623

Source: SBCTC Financial Management System (FMS)

Costs per State-Funded FTES

State General Funds and Operating Fees

Community and technical colleges spent \$5,777 per FTES (enrollment of 15 credits for three quarters) last year, a more than 3 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.



STATE AND OPERATING FEE EXPENDITURES PER FTES

State General Funds & Operating Fees

	2007-08	2008-09	2009-10	2010-11	2011-12	5 Year Change
Current \$	925,836,002	942,517,108	937,654,506	941,905,590	880,269,623	
Constant \$	991,406,737	994,685,612	976,913,099	964,297,248	880,269,623	-3.7%
% Change	8.4%	0.3%	-1.8%	-1.3%	-8.7%	
State FTES (Actual)	136,199	147,302	159,939	161,081	152,378	15.4%
% Change	3.2%	8.2%	8.6%	0.7%	-5.4%	

State/Operating Fees Expenditures per FTES

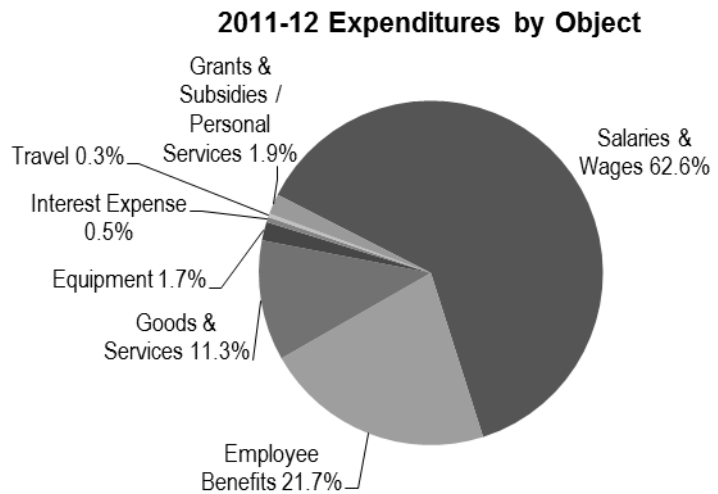
	2007-08	2008-09	2009-10	2010-11	2011-12	5 Year Change
Current \$	6,798	6,399	5,863	5,847	5,777	
Constant \$	7,279	6,753	6,108	5,986	5,777	-16.6%
% Change	5.1%	-7.2%	-9.5%	-2.0%	-3.5%	

Source: Community and Technical Colleges Financial Management System.

Note: Reported Data excludes capital asset acquisitions by COP or Lease-Purchase.

Expenditures by Object – Fiscal Year 2011-12 State Funds, Special Revenues and Operating Fees

Salaries and benefits represent nearly 84 percent of the total expenditures in the community and technical college system. Expenditures in all categories fell, with the exception of interest expense and travel.



EXPENDITURES BY OBJECT

	2007-08	2008-09	2009-10	2010-11	2011-12
Salaries & Wages (Current \$)	601,884,868	637,498,414	632,441,319	636,999,231	614,792,572
Constant \$	644,512,323	672,784,075	658,920,962	652,142,436	614,792,572
% Change	6.4%	4.4%	-2.1%	-1.0%	-5.7%
Employee Benefits (Current \$)	186,440,209	179,941,582	200,354,059	215,222,769	212,676,685
Constant \$	199,644,514	189,901,383	208,742,669	220,339,200	212,676,685
% Change	8.6%	-4.9%	9.9%	5.6%	-3.5%
Goods & Services (Current \$)	127,207,006	128,680,494	122,709,119	118,811,327	110,969,353
Constant \$	136,216,222	135,802,984	127,846,819	121,635,796	110,969,353
% Change	9.6%	-0.3%	-5.9%	-4.9%	-8.8%
Equipment (Current \$)	31,453,937	23,262,022	22,751,193	17,776,987	17,166,689
Constant \$	33,681,607	24,549,579	23,703,761	18,199,595	17,166,689
% Change	34.3%	-27.1%	-3.4%	-23.2%	-5.7%
Interest Expense	6,366,690	8,472,197	8,152,196	6,730,604	4,780,076
Constant \$	6,817,600	8,941,135	8,493,520	6,890,608	4,780,076
% Change	-5.5%	31.1%	-5.0%	-18.9%	-30.6%
Travel	5,457,284	3,380,185	3,259,572	2,524,665	3,389,041
Constant \$	5,843,787	3,567,279	3,396,047	2,584,683	3,389,041
% Change	7.8%	-39.0%	-4.8%	-23.9%	31.1%
Grants & Subsidies, Personal Services	18,550,950	22,153,703	20,928,245	21,635,304	18,510,492
Constant \$	19,864,789	23,379,915	21,804,488	22,149,634	18,510,492
% Change	33.3%	17.7%	-6.7%	1.6%	-16.4%
Interagency Reimbursement	(9,819,627)	(6,657,198)	(6,001,825)	(5,939,901)	(5,717,942)
Transfer Charges	(40,807,498)	(54,214,292)	(66,939,371)	(71,855,396)	(96,297,571)
Total State Funds & Operating Fees	926,733,818	942,517,108	937,654,506	941,905,590	880,269,396
Constant \$	992,368,139	994,685,612	976,913,099	964,297,249	880,269,396
% Change	9.4%	0.2%	-1.8%	-1.3%	-8.7%

Source: SBCTC Financial Management System (FMS)

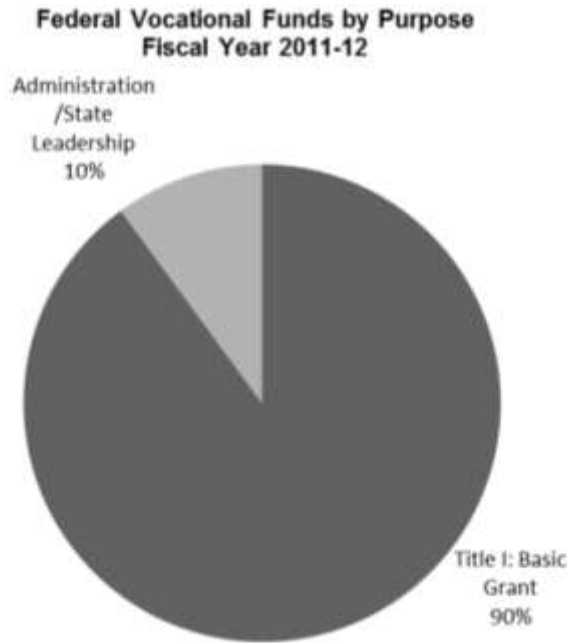
Federal Workforce Education Funds – Fiscal Year 2011-12

The Carl D. Perkins Career and Technical Education Act of 2006 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 nearly 19 percent over the past five years, due in large part to the recent elimination of federal funding for the Tech Prep program.

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. While colleges continue to offer this program, the federal funding for Tech Prep ended June 2011.



CARL D. PERKINS CAREER AND TECHNICAL EDUCATION ACT OF 2006 AWARD LEVELS - COMMUNITY AND TECHNICAL COLLEGES

	2007-08	2008-09	2009-10	2010-11	2011-12
Title I: Basic Grant	10,985,393	10,455,500	10,289,887	10,007,745	9,790,275
Title II: Tech Prep	1,936,455	1,935,008	1,935,008	1,935,008	0
Administration/State Leadership	1,172,415	1,094,171	1,069,816	1,028,325	1,099,183
Tech Prep Administration	101,919	101,842	101,842	101,842	0
Current \$	14,196,182	13,586,521	13,396,553	13,072,734	10,889,458
Constant \$	15,199,338	14,331,773	13,954,743	13,380,485	10,889,458
% Change	-	-5.7%	-2.6%	-4.1%	-18.6%

Source: SBCTC Financial Management System (FMS)

Federal Workforce Education Funds – Fiscal Year 2011-12

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 IV 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.

BASIC GRANTS EXPENDITURES FOR FISCAL YEAR 2011-12

	Title I (Basic)	Title II (Tech Prep)	Total
Bates	220,971	0	220,971
Bellevue	269,972	16,278	286,250
Bellingham	350,682	11,430	362,112
Big Bend	153,637	11,391	165,028
Cascadia	0	0	0
Centralia	189,442	10,406	199,848
Clark	571,939	0	571,939
Clover Park	494,836	0	494,836
Columbia Basin	335,639	11,170	346,809
Edmonds	287,352	8,086	295,438
Everett	326,323	11,477	337,800
Grays Harbor	205,738	10,426	216,164
Green River	310,670	17,224	327,894
Highline	312,408	0	312,408
Lake Washington	260,977	0	260,977
Lower Columbia	349,912	11,692	361,604
Olympic	272,610	12,466	285,076
Peninsula	235,319	10,758	246,077
Pierce District	430,107	27,734	457,841
Renton	236,349	0	236,349
Seattle District	629,872	22,041	651,913
Shoreline	200,809		200,809
Skagit Valley	342,116	12,331	354,447
South Puget Sound	167,614	7,661	175,275
Spokane District	1,014,987	12,445	1,027,432
Tacoma	322,534		322,534
Walla Walla	361,192	11,725	372,917
Wenatchee Valley	237,634	10,969	248,603
Whatcom	131,815		131,815
Yakima Valley	598,799	10,563	609,362
SYSTEM TOTAL	9,822,255	258,273	10,080,528

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, this funding source has declined five percent over the past five years.

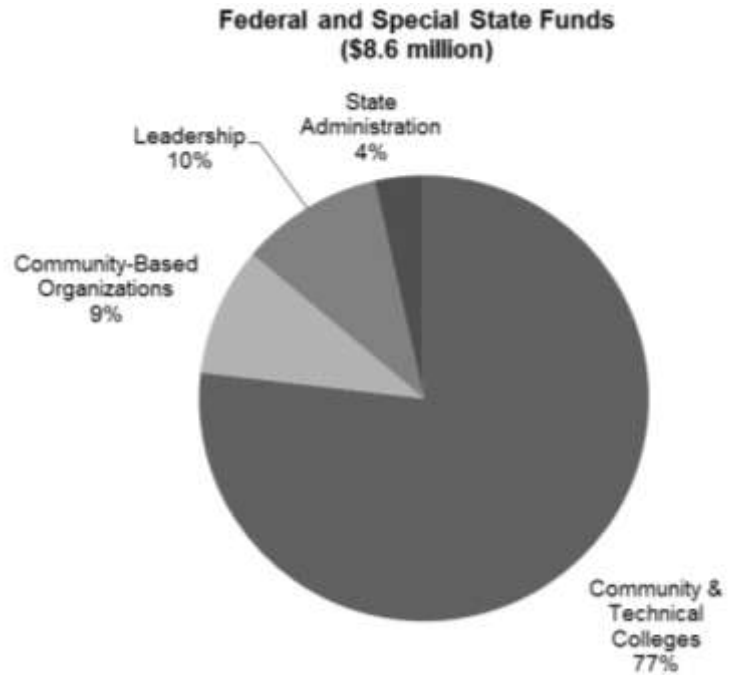
Basic Grant awards are to be used to establish education programs for young people and adults age 16 and over whose mastery of basic skills (reading, writing, speaking in English, and computing) is insufficient to enable them to function on the job and in society, to achieve individual goals, and to 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 were faced with increasing budget cuts, the earmarks for state-funded Basic Skills enrollments were removed to increase colleges' spending flexibility. As a result, that was the last year that State Funds were able to be reported in the table in the same way it had been reported historically.



**FEDERAL AND SPECIAL STATE BASIC SKILLS FUNDS
EXPENDITURES FOR FISCAL YEAR 2007-08 TO 2011-12**

	Federal Funds				
	2007-08	2008-09	2009-10	2010-11	2011-12
Community & Technical Colleges	6,837,299	6,743,807	6,871,735	6,689,664	6,624,659
Other Providers					
Community-Based Organizations	731,290	732,195	795,373	764,427	804,331
SBCTC					
Leadership	1,138,695	1,110,054	1,082,024	1,138,235	886,495
State Administration	455,477	444,020	432,809	455,294	304,372
Federal Current \$ Total	9,162,761	9,030,076	9,181,941	9,047,620	8,619,856
Federal Constant \$ Total	9,810,237	9,525,397	9,564,522	9,260,614	8,619,856
% Change	-	-1.5%	1.7%	-1.5%	-5.0%
	State Funds				
	2007-08	2008-09	2009-10	2010-11	2011-12
Community & Technical Colleges					
EL/Civics*	292,358	394,259	***	***	***
Family Literacy Grants	563,855	559,402	***	***	***
Volunteer Literacy Program	134,238	135,642	***	***	***
State Subtotal, Colleges	990,451	1,089,303	***	***	***
Community-Based Organizations					
EL/Civics*	139,847	139,847	***	***	***
Family Literacy Grants	90,000	100,000	***	***	***
Volunteer Literacy Program**	102,025	99,256	***	***	***
State Subtotal, CBOs	331,872	339,103	***	***	***
SBCTC – Advisory Comm, Admin, etc.	40,520	40,520	***	***	***
State Current \$Total	1,362,843	1,468,926	***	***	***
State Constant \$ Total	1,459,147	1,468,926	***	***	***
% Change	-	0.7%	***	***	***
Federal and State Funds Current \$	10,525,604	10,499,002	9,181,941	9,047,620	8,619,856
Federal and State Funds Constant \$	11,269,383	10,499,002	9,564,522	9,260,614	8,619,856
% Change	-	-0.3%	-8.9%	-3.2%	-6.9%

*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.

State WorkFirst Expenditures

WorkFirst is Washington's welfare reform program that helps people in low-income families find jobs, retain 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. The 2011-12 WorkFirst state block grant expenditures fell significantly as a result of changes in state policies for participation, which impacted the number of participants willing or able to participate and subsequent funding.

SBCTC awards funds to community and technical colleges and WorkFirst training providers at community-based organizations and private colleges in two portions, 80 percent for funding core services and 20 percent allocated based on performance of I-BEST enrollments and student achievement.

College expenditures of the \$18,540,151 in WorkFirst funds are reimbursed by the State Board office and therefore net to zero in expenditures reports.

WORKFIRST EXPENDITURES FISCAL YEARS 2007-08 TO 2011-12

	2007-08	2008-09	2009-10	2010-11	2011-12
WorkFirst Block Grant	25,512,801	26,105,172	22,328,325	21,089,807	17,701,004
SBCTC/Tech Asst	683,859	610,993	449,571	444,265	314,113
Private Career Schools/CBO's	709,955	818,478	807,969	604,598	525,034
Current \$ Total	26,906,615	27,534,643	23,585,865	22,138,670	18,540,151
Constant \$	28,807,939	29,044,982	24,568,609	22,659,846	18,540,151

Source: SBCTC Financial Management System (FMS)

**WORKFIRST BLOCK GRANT EXPENDITURES
FISCAL YEAR 2011-12**

FY12 WORKFIRST GRANT

Bates Technical College	564,026
Bellevue College	346,980
Bellingham Technical College	396,030
Big Bend Community College	437,889
Cascadia Community College	-
Centralia College	507,418
Clark College	719,029
Clover Park Technical College	862,096
Columbia Basin College	471,753
Edmonds Community College	400,532
Everett Community College	905,561
Grays Harbor College	520,559
Green River Community College	803,017
Highline Community College	716,557
Lake Washington Institute of Technology	194,245
Lower Columbia College	814,057
Olympic College	744,694
Peninsula College	398,965
Pierce College District	421,017
Renton Technical College	584,513
Seattle Community Colleges	1,318,420
Shoreline Community College	281,602
Skagit Valley College	405,203
South Puget Sound Community College	455,826
Spokane District Office	1,848,527
Tacoma Community College	424,506
Walla Walla Community College	407,989
Wenatchee Valley College	181,846
Whatcom Community College	297,943
Yakima Valley Community College	1,270,206
Subtotal	17,701,004
CBOs/Private Colleges	314,113
SBCTC/Tech Assistance	525,034
SYSTEM TOTAL	18,540,151

Source: SBCTC Financial Management System (FMS)