

Mt. San Antonio College 2022-23 Adopted Budget

September 14, 2022

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B U D G E T

- Proposition 98 minimum guarantee at \$110.4 billion.
- Slightly higher than June 2022 revised budget, but \$16.6 billion higher than June 2021 enacted budget.
- Largest upward revision since adoption of Proposition 98 in 1988.
- Increases of \$1.9 billion ongoing and \$2.1 billion one-time for Community Colleges.
- Budget is built on multiyear frameworks and partnerships with other segments designed to expand access, close equity gaps, and promote student success.

- \$493.0 million for a 6.56% COLA.
- \$400.0 million for Base Funding.
- \$200.0 million for Basic Allocation.
- \$26.7 million for a 0.5% Enrollment Growth.
- Establishes a new funding floor for the SCFF based on District's hold harmless at the end of 2024-25. In 2025-26 Districts will be funded at their SCFF generated amount or 2024-25 hold harmless, whichever is higher. SCFF rates would continue to receive COLA in subsequent years, but District's hold harmless would not grow.

- \$200 million ongoing Part-time Faculty Health Insurance Program.
- \$5.4 million for 6.56% COLA for Mandated Block Grant, Part-time Faculty Compensation, and Part-time Faculty Office Hours.

- \$250.1 million for Student Success Completion Grants.
- \$60.3 million for a 6.56% COLA for Adult Education Block Grant, EOPS, DSPS, Apprenticeship, CalWORKS, CARE, Academic Senate, and Child Care Tax Bailout.
- \$25.0 million for SEAP.
- \$25.0 million for EOPS.
- \$25.0 million for DSPS.
- \$24.0 million to modernize California Community Colleges and Protect Sensitive data.
- \$18.7 million to expand eligibility for California Promise Waiver to returning students and workload adjustments.
- \$15.0 million for Rising Scholars Network.

- \$10.0 million for CARE.
- \$10.0 million for Student Housing Funding.
- \$10.0 million to implement Classified Employee Summer Assistance Program.
- \$10.0 million for Financial Aid Administration.
- \$10.0 million to implement Equal Employment Opportunity Best Practices.
- \$10.0 million for Basic Needs.
- \$25.0 million for DSPS.

- \$8.0 million to establish Asian American, Native Hawaiian, Pacific Islander Student Achievement Program.
- \$1.1 million to expand African American Male Education Network and Development student charters.
- \$1.0 million for UMOJA program.
- \$150.0 million for Retention and Enrollment strategies.
- \$130.0 million for Health-care Focused Vocational Pathways in Adult Education.
- \$75.0 million to modernize California Community College Technology and Protect Sensitive Data.

- \$45.0 million to implement California Healthy School Meals Pathway Program.
- \$30.0 million to create Native American Student Support and Success Program.
- \$30.0 million to establish Hire UP Pilot Program.
- \$25.0 million to implement Program Pathways Mapping Technology.
- \$20.0 million to provide emergency financial assistance grants to AB 540 students.

- For Mt. SAC \$20,641,359 for activities that directly support community colleges students and mitigate learning losses related to the impact of the COVID-19 pandemic.

- For Mt. SAC \$21,550,077 to be invested:
 - \$11,550,077 in Instructional Equipment.
 - \$10,000,000 in Physical Plant and Instructional Equipment.

2021-22 ACTUALS and 2022-23 SCFF PROJECTIONS

	FY 21-22		FY 21-22		FY 22-23	
	Adopted Budget		P2 & Actuals		Adopted Budget 6.56% COLA, BASIC ALLOC, BASE	
Base Allocation	\$156,052,553	75%	\$156,058,747	75%	\$181,098,916	76%
Supplemental Allocation	34,689,684	17%	32,401,949	16%	37,248,919	16%
Student Success Allocation	17,722,126	8%	18,235,962	9%	20,948,944	9%
Total Funding per SCFF	\$208,464,363	100%	\$206,696,658	100%	\$239,296,779	100%
Stability Protection Adjustment	-		3,015,353		-	
Total Computational Revenue (TCR)	\$208,464,363		\$209,712,011		\$239,296,779	
Deficit	(1,042,322)		-		-	
SCFF Projected/Received	207,422,041		209,712,011		239,296,779	

- (1) The College is under COVID-19 Emergency Conditions Allowance (ECA) to maintain FTE funding at P1 2019-20 level through fiscal year 2022-23. ECA for the Fiscal Year 2022-23 is expected to be approved on October 15, 2022.
- (2) The Supplemental Allocation decrease is mainly attributed to decrease in counts for Promise Grant Waivers.
- (3) The Student Success Allocation increase is mainly attributed to increases in Associate Degree for Transfer and Career Education counts.
- (4) The Stability Protection Adjustment is due to the decrease in the Supplemental Allocation.
- (5) SCFF rates include 6.56% COLA increase and \$400 million statewide Base Increase. Base Allocation includes \$200 million statewide Basic Allocation Increase.
- (6) The College is projecting to have no deficit for the 2022-23 fiscal year.

EMERGENCY CONDITIONS ALLOWANCE

	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>
SCFF	\$199,592,663	\$209,712,011	\$239,296,779
Less: Emergency Conditions Allowance	<u>(7,606,440)</u>	<u>(14,363,393)</u>	<u>(15,849,452)</u>
SCFF Without Emergency Conditions Allowance	<u>\$191,986,223</u>	<u>\$195,348,618</u>	<u>\$223,447,327</u>

CHANGES TO THE FUND BALANCE FROM 2021-22 ADOPTED BUDGET TO 2021-22 ACTUALS CHANGES IN REVENUES

UNRESTRICTED GENERAL FUND

2021-22 ADOPTED BUDGET - FUND BALANCE - AT 21.30%	\$ 51,391,637
Plus: 2021-22 Unbudgeted Revenues	
2020-21 SCFF - Statewide Deficit Projected at 0.6% - Recovered	1,211,138
2021-22 SCFF - Adjustment per P1 Decrease (Mainly supplemental counts)	(1,767,705)
2021-22 SCFF - Stability	3,015,353
2021-22 SCFF - Statewide Deficit Projected at 0.5% - Will be Recovered	1,042,322
Lottery	473,179
Interest and Investment Income at Fair Market Value (FMV)	(4,626,915)
Nonresident Tuition International	(729,735)
Nonresident Tuition Out-of-State	174,370
Faculty Hiring	104,359
Part-time Faculty Compensation/Health/Office Hours	(28,802)
Miscellaneous Revenue	242,670
Revenue Generated Accounts, College Restricted	8,206,032
Changes in 2021-22 Revenues	7,316,266

CHANGES TO THE FUND BALANCE FROM 2021-22 ADOPTED BUDGET TO 2021-22 ACTUALS CHANGES IN EXPENDITURES , VARIANCE, AND ENDING BALANCE

Plus: 2021-22 Unexpended Line Item Budgets

Full-time and Part-time Salaries due to vacancies (Includes NRAs)	5,275,544
Benefits	3,810,574
OPEB Trust Contribution - One-Time	(6,000,000)
Departmental Discretionary Operating Budgets (Includes NRAs)	4,434,292
Transfer-Out to Capital Outlay Projects	(5,000,000)
Revenue Generated Accounts, College Restricted	(832,822)

Changes in 2021-22 Expenditures	1,687,588
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VARIANCE - Unrestricted General Fund	9,003,854
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2021-22 Ending Fund Balance - Unrestricted General Fund - 24.15%	\$ 60,395,491
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2022-23 ADOPTED BUDGET UNRESTRICTED GENERAL FUND ONGOING REVENUE BUDGET ASSUMPTIONS

Base Ongoing Revenue Budget (2021-22)	\$225,382,802
2021-22 SCFF – Revenue Deficit Recovery	1,042,322
2022-23 SCFF – Basic Allocation - \$200M Statewide	2,833,021
2022-23 SCFF – \$493M Statewide to increase rates by 6.56% & \$400M Statewide Base Increase	27,999,395
2022-23 SCFF – Revenue Deficit	-
Full-time Faculty Hiring - Adjustment	104,359
Interest	(100,000)
Nonresident Tuition – International and Out-of-State	(555,000)
Lottery – Rate increase from \$163 to \$170	210,918
Part-time Faculty Health Insurance - \$200M Statewide	350,635
Other Miscellaneous Revenue (Mandated Cost)	454,498
Total Ongoing Revenue Budget	\$257,722,950

2022-23 ADOPTED BUDGET UNRESTRICTED GENERAL FUND ONGOING EXPENDITURE BUDGET ASSUMPTIONS

Base Ongoing Expenditure Budget	\$229,432,525
Salary Schedule Progression	1,950,474
Personnel and Benefit Changes (Positions Hired at a Lower Step)	(1,030,770)
2022-23 Health and Welfare (Cover Family Plans for all Employee Groups)	367,546
15 New Faculty Positions	1,951,320
2022-23 Health and Welfare for Faculty	979,793
2022-23 Salary Schedule Adjustment – 2.76 % (Previous 2.31% plus 2.76% = 5.07%)	5,327,667
2022-23 Compensation Adjustment – 2% (Beyond the 5.07%)	4,019,654
STRS Employer Rate Increase – From 16.92% to 19.10%	1,980,771
PERS Employer Rate Increase – From 22.91% to 25.37%	1,295,028
2022-23 SUI Employer Rate Increase – From 0.05% to 0.50%	702,245
Management and Classified – New Positions and Reclassifications	3,028,460
New Resources Allocation Phase 13 and Phase 14	2,871,021
2022-23 Rate Driven and Immediate Needs Ongoing	916,975
Total Ongoing Expenditure Budget	\$253,792,709

Total Ongoing Revenue	\$257,722,950
Total Ongoing Expenditures	(\$253,792,709)
Ongoing Budgeted Surplus	\$3,930,241

2022-23 ONE-TIME REVENUE BUDGET ASSUMPTIONS UNRESTRICTED GENERAL FUND

2022-23 – \$26.7M Statewide for 0.5%	\$-
PERS Reimbursement from STRS/PERS Retirement Trust	879,140
Cash in County Treasury at Fair Market Value	4,323,557
Total One-Time Revenue Increases	\$5,202,697

2022-23 ONE-TIME EXPENDITURE BUDGET ASSUMPTIONS UNRESTRICTED GENERAL FUND

Purchases In Progress and Various Carryovers	\$2,723,309
New Resources Allocation Phases 1 to 14 – Committed Carryovers	4,932,392
2021-22 Salary Schedule Adjustment – 2.76% (One-time Cost for FY 2021-22)	5,068,615
Immediate Needs	360,226
Positions Funded with One-time Funds	721,874
Retirees Health Premiums (To be approved by the Board of Trustees)	3,000,000
Auxiliary Unfunded PERS Liability	380,909
Computer Replacement Program	250,000
Election Cost (Board Members Running Unopposed) – Cost of Advertising	500
2022-23 Projections of Unexpended Budgets	(3,016,231)
Total One-Time Expenditure Increases	\$14,421,594

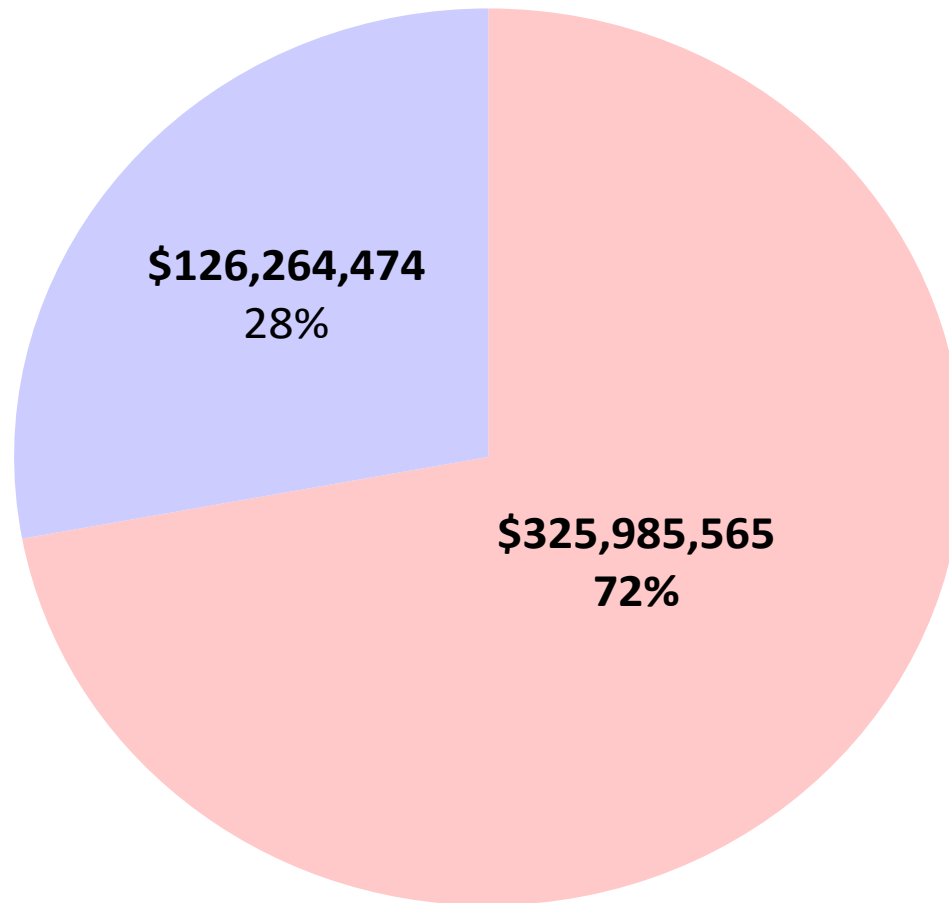
UNRESTRICTED GENERAL FUND REVENUE-GENERATED ACCOUNTS REVENUE AND EXPENDITURE ASSUMPTIONS

2022-23 Revenue Budgets	\$2,664,427
Total Revenue Budget	\$2,664,427
2022-23 Expenditures Budgets	\$3,703,353
Total Expenditure Budget	\$3,703,353

2022-23 ADOPTED BUDGET UNRESTRICTED GENERAL FUND BALANCE

Unassigned Fund Balance – 10% Board Policy	10.00%	\$27,191,766
Unassigned Fund Balance	3.61%	9,819,497
Revenue Generated Accounts – College Restricted	6.27%	17,056,646
Total Fund Balance	19.88%	\$54,067,909

GENERAL FUND UNRESTRICTED AND RESTRICTED - \$452 MILLION



■ Unrestricted ■ Restricted

2022-23 RESTRICTED GENERAL FUND

DESCRIPTION	TOTAL
SEAP	\$ 20,979,882
COVID-19 Recovery Block Grant	20,641,359
BFAP	14,493,464
Instructional Equipment	12,828,203
Lottery-Restricted	9,174,682
Student Retention and Outreach	5,931,101
Strong Workforce Program	4,587,593
DSPS	4,392,788
HEERF Institutional Portion	3,935,309
Parking	3,537,601
EOPS	2,399,748
California College Promise	2,145,311
CAEP	1,398,992
Basic Needs Center	1,372,360
WIOA Grant	1,306,838
Perkins Title 1-C	1,291,119
Mental Health Services Support	1,220,778
Strong Workforce Regional	1,148,798
Federal Work Study	1,095,071
Creating an Equity Minded Campus to Improve Student Outcomes	1,020,561
Basic Needs Support, One-time	974,476
CalWORKS	825,880
Preparing a Skilled Technology Workforce Through Utilization and Assessment of Research	815,454
Student Transportation Fees	763,593
Improving Learning Outcomes for all General Chemistry Students Through Adaptive Hybrid Courses	601,721
Other Grants and Categorical Programs (48)	7,381,792
TOTAL	\$ 126,264,474

2022-23 ADOPTED BUDGET FOR ALL FUNDS

\$870 Million

FUND DESCRIPTION	EXPENDITURE	FUND BALANCE	TOTAL
Unrestricted General Fund	\$ 271,917,656	\$ 54,067,909	\$ 325,985,565
Restricted General Fund	126,244,287	20,187	126,264,474
Child Development Fund	3,021,901	1,353,927	4,375,828
Farm Operations Fund	197,004	212,198	409,202
Student Health Services Fund	1,574,148	1,269,151	2,843,299
Capital Outlay Projects Fund	48,170,391	10,439,133	58,609,524
Bond Construction Funds (Measure RR & Measure GO)	266,391,049	5,104,094	271,495,143
Associated Students and Student Representation Trust Funds	711,173	2,597,717	3,308,890
Student Financial Aid & Scholarships Funds	75,618,381	2,827	75,621,208
Other Trust Funds	558,091	371,572	929,663
TOTAL	\$ 794,404,081	\$ 75,438,715	\$ 869,842,796

BUDGET CHALLENGES

- Enrollment Temporarily Protected by Emergency Conditions.
- Parking Revenue Declines.
- Nonresident Tuition Declines.
- OPEB Trust – continued need to fund.
- Employer Retirement Contributions.

Employer Rate Projections	2021-22	2022-23	2023-24	2024-25	2025-26
CalSTRS Employer Rate	16.92%	19.10%	19.10%	19.10%	19.10%
CalPERS Employer Rate	22.91%	25.37%	25.20%	24.60%	23.70%

BUDGET CHALLENGES CALSTRS AND CALPERS

FISCAL YEAR	STRS				PERS				STRS and PERS	
	ANNUAL COST	RATE	RATE INCREASE	TOTAL INCREASE	ANNUAL COST	RATE	RATE INCREASE	TOTAL INCREASE	TOTAL ANNUAL COST	TOTAL INCREASE
2013-14 ⁽¹⁾	5,469,827	8.25%	-	-	4,162,922	11.442%	-	-	9,632,749	-
2014-15 ⁽¹⁾	6,091,090	8.88%	0.63%	621,263	4,467,057	11.771%	0.329%	304,135	10,558,147	925,398
2015-16 ⁽¹⁾	8,167,984	10.73%	1.85%	2,076,894	5,011,062	11.847%	0.076%	544,005	13,179,046	2,620,899
2016-17 ⁽¹⁾	9,858,348	12.58%	1.85%	1,690,364	6,287,417	13.888%	2.041%	1,276,355	16,145,765	2,966,719
2017-18 ⁽¹⁾	11,621,965	14.43%	1.85%	1,763,617	7,657,515	15.531%	1.643%	1,370,098	19,279,480	3,133,715
2018-19 ⁽¹⁾	13,562,338	16.28%	1.85%	1,940,373	9,286,786	18.062%	2.531%	1,629,271	22,849,124	3,569,644
2019-20 ⁽¹⁾	15,250,322	17.10%	0.82%	1,687,984	10,806,220	19.721%	1.659%	1,519,434	26,056,542	3,207,418
2020-21 ⁽¹⁾	13,945,555	16.15%	-0.95%	(1,304,767)	11,662,668	20.700%	0.979%	856,448	25,608,223	(448,319)
2021-22 ⁽¹⁾	15,950,643	16.92%	0.77%	2,005,088	13,966,642	22.910%	2.210%	2,303,974	29,917,285	4,309,062
2022-23	19,972,516	19.10%	2.18%	4,021,873	17,808,045	25.370%	2.460%	3,841,403	37,780,561	7,863,276
2023-24	19,972,516	19.10%	0.00%	-	17,688,716	25.200%	-0.170%	(119,329)	37,661,232	(119,329)
2024-25	19,972,516	19.10%	0.00%	-	17,267,556	24.600%	-0.600%	(421,160)	37,240,072	(421,160)
2025-26	19,972,516	19.10%	0.00%	-	16,635,817	23.700%	-1.500%	(1,052,899)	36,608,333	(1,052,899)
2026-27	19,972,516	19.10%	0.00%	-	15,863,690	22.600%	-1.100%	(772,127)	35,836,206	(772,127)
TOTAL				\$ 14,502,689				\$ 11,279,608		\$ 25,782,297

Notes:

(1) Actual Expenditures

Thank You!

Questions

