

**UNRESTRICTED GENERAL FUND
CHANGES TO THE FUND BALANCE
FROM 2016-17 ADOPTED BUDGET TO 2017-18 TENTATIVE BUDGET
(May 5, 2017)**

	Changes to the Fund Balance	
2016-17 ADOPTED BUDGET - FUND BALANCE - At 10.33%	\$ 20,756,787	
Plus: 2016-17 Unbudgeted Revenues		
2015-16 Increase to Base Allocation & Faculty Hiring - Ongoing	133,851	(A)
2016-17 Increase to Base Allocation	18,433	
2015-16 Additional Growth -Ongoing	503,502	(B)
2015-16 Additional Growth - One-Time	503,502	(B)
2016-17 Stability Adjustment	32,982	(C)
Apportionment Prior Year Adjustments (Base Allocation/Faculty Hiring) - One-Time	133,851	(A)
2016-17 Statewide Apportionment Deficit at 0.0%	806,056	(D)
New Resources Allocation - Unused Budgets from Prior Years	931,367	(E)
Non Resident Tuition (International & Out-of-State)	298,398	(F)
Miscellaneous Revenue	200,855	(G)
Changes in 2016-17 Revenues	3,562,797	
Plus: 2016-17 Unexpended Expenditure Budgets		
Permanent/Hourly Faculty (Net of \$474,667 for 4 Faculty Initially Budgeted with SWP)	443,426	
Unexpended Budget for Positions and Benefits (Mainly Classified Managers & Staff) ⁽¹⁾	2,974,561	
Unexpended Departmental & Institutional Budgets	2,541,979	
Unexpended New Resources Allocation Budgets - One-Time ⁽²⁾	4,164,552	
Changes in 2016-17 Expenditures	10,124,518	(H)
Net Changes in Revenues & Expenditures	13,687,315	
Less: Commitments		
Purchases in Progress and Carryovers (Estimated)	(2,742,228)	
New Resources Allocation Phases 1 to 6	(4,164,552)	(I)
Designated for 2017-18 One-Time Expenditures and Proj. Apportionment Deficit	(5,945,741)	(J)
Total Commitments	(12,852,521)	
2017-18 TENTATIVE BUDGET		
Plus: 2017-18 Ongoing Revenues	182,209,332	
Less: 2017-18 Ongoing Expenditures	(183,263,645)	(K)
Ongoing Budget Deficit	(1,054,313)	(L)
ONE-TIME FUNDS		
Beginning Estimated Balance as of July 1, 2017	12,852,521	
Plus: 2017-18 One-Time Revenues	(844,636)	
Less: 2017-18 One-Time Expenditures ⁽³⁾	(12,007,885)	
One-Time Revenues net of One-Time Expenditures	-	
REVENUE GENERATED ACCOUNTS		
Beginning Estimated Balance as of July 1, 2017	6,797,926	
Plus: 2017-18 Revenue Generated Accounts Increases	3,128,911	
Less: 2017-18 Revenue Generated Accounts Decreases	(9,926,837)	
Ending Fund Balance Revenue Generated Accounts	-	
ENDING FUND BALANCE - At 10.01%	\$ 20,537,268	

(1) Positions currently in progress of being filled.

(2) Mainly New Resources Allocations Phase 5 and Phase 6 carryovers.

(3) Mainly includes a \$2,742,228 for Purchases in Progress and Carryovers, \$4,164,552 for New Resources Allocations Phases 1 to 6, \$2,000,000 Scheduled Maintenance and Instructional Equipment, \$486,454 for Four Faculty Positions Funded with One-Time Funds, \$2,000,000 for the Mt. SAC STRS/PERS Trust contribution to be approved by the Board of Trustees in September 13, 2017, and \$679,248 for the Summer Growth for Noncredit.

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FOOTNOTES
(May 5, 2017)**

- (A) 2015-16 Increase to Base Allocation and Faculty Hiring Allocation adjusted and received as of April 2017. These allocations belong to the 2015-16 fiscal year. Since the funds are adjusted the following fiscal year, the College received ongoing funds for 2016-17 and one-time funds for the fiscal year 2015-16.
- (B) 2015-16 Additional Growth adjusted and received as of April 2017. This allocation belong to the 2015-16 fiscal year. Since the funds are adjusted the following fiscal year, the College received ongoing funds for 2016-17 and one-time funds for the fiscal year 2015-16.
- (C) Per the 2016-17 first principal apportionment, the College is projecting to be in Stability as of June 30, 2017. This is a minor adjustment that accounts for the possible increases in Growth and Increase to the Base for 2016-17. This adjustment will change with the second principal apportionment for 2016-17.
- (D) In the Adopted Budget 2016-17, the College estimated the 2016-17 Apportionment Deficit to be at 0.5% or \$806,056. The 2015-16 statewide deficit resulted in 0% with the 2015-16 Apportionment Recalculation. Therefore, the College's assumption is that there will be no deficit as of June 30, 2017. However, the final number will be known with the final Apportionment Recalculation of February 2018. The deficit is the result of fluctuations of local and fee revenues throughout the year. The deficit could increase if a significant number of districts claim stability restoration.
- (E) Unused position one-time budgets for the Temporary Project Manager/Site Improvement for Preventive Maintenance (\$400,000) as approved with the New Resources Allocation Phase 2, the Assistant Director of Health Services (\$151,367) as approved with the New Resources Allocation Phase 3, and the Special Project Manager/Building Additions and Equipment for Building Security and Safety (\$380,000) as approved with the New Resources Allocation Phase 3. These fund were transferred to the Capital Outlay Fund and Student Health Fund in previous years and are being returned to the Unrestricted General Fund via Interfund Transfer-In. Interfund Transfer-Ins are categorized as revenues.
- (F) The College received additional revenues for international and out-of-state students nonresident tuition.
- (G) The College received additional revenues for prior year lottery adjustment and interest.
- (H) The unexpended expenditure budgets are mainly the result of vacancies for classified management and staff. A large amount is due to the New Resources Allocation Requests Phases 1 through 6.
- (I) New Resources Allocations Committed Carryovers Phase 1 to 6.
- (J) The Commitments to cover the Designated 2017-18 One-Time Expenditures and the Projected 2017-18 Apportionment Deficit are comprised of:

Projected 2017-18 Apportionment Deficit	844,636
STRS and PERS Trust	2,000,000
Scheduled Maintenance and Instructional Equipment	2,000,000
Auxiliary Unfunded PERS Liability	152,545
International Student Nonresident Fee	275,000
Computer Replacement Program	250,000
Faculty Positions (4)	486,454
Summer Growth from Noncredit	679,248
2017-18 One-Time Savings from Vacant Positions -Estimated	(742,142)
	<u>\$5,945,741</u>

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- (K) Includes a \$2.5 million payment towards the annual contribution to the OPEB Trust for 2017-18 as approved by the Board of Trustees on May 27, 2015.
- (L) The College is projecting an Ongoing Budget Deficit of \$1,054,313; however, the College actual results have consistently performed better than budgeted, due to underspending and conservative revenue assumptions. The actual results for the latest three fiscal years were: Ongoing Surplus of \$4,191,562 in 2013-14, Minor Ongoing Deficit of \$342,800 in fiscal year 2014-15, and Ongoing Surplus of \$8,555,505 in 2015-16.