

Mt. San Antonio College 2021-22 Tentative Budget

June 23, 2021

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2021-22 GOVERNOR'S MAY REVISION CASH DEFERRALS

- \$326.5 million to fully eliminate the deferrals in 2021-22, paying them back in July and August.

- \$296.5 million for a 4.05% COLA.
- \$23.6 million for a 0.5% Enrollment Growth.

- \$8.4 million for a 1.7% COLA for DSPS, EOPS, CalWORKS, CARE, and Childcare Tax Bailout, and 4.5% COLA for Apprenticeships.
- \$50 million to expand Vocational Training for English as a Second Language (ESL) Students.
- \$30 million to support integrated Basic Needs Centers.
- \$10 million to expand Program Pathways Technology.
- \$4 million to implement Library Services Platform.

2021-22 GOVERNOR'S MAY REVISION ONE-TIME INCREASES

- \$120 million to support Retention and Enrollment Strategies.
- \$30 million to expand Work-Based Learning.
- \$115 million to expand Zero-Textbook Cost Pathways.
- \$314 million, and an additional \$250 million federal funds, to address Deferred Maintenance.
- \$150 million to support continued implementation of Guided Pathways.
- \$75 million to expand Dual Enrollment through College and Career Access Pathways Partnerships.
- \$50 million to transition back to in-person education.

2021-22 GOVERNOR'S MAY REVISION ONE-TIME INCREASES

- \$20 million to implement Equal Employment Opportunity best practices.
- \$20 million to support High Road Training Partnerships and High Road Construction Careers.
- \$10 million to expand Regional Equity and Recovery Partnerships for Work-Based Learning.
- \$10 million to accelerate Competency Based Education.
- \$10 million to implement Common Course Numbering.
- \$1 million to modernize the California Community College Registry.

- Legislature State Budget passed on June 14, 2021.
- Revenue assumptions used by the Legislature is \$4 billion higher than the Governor's over a three year period.
- Key investments not included in the Governor's budget are:
 - 5.07% COLA for the SCFF with one-year extension of the funding for hold harmless provision.
 - \$2.8 billion to reduce Cal STRS and CalPERS.
 - \$27.6 million for Strong Workforce Program.
 - \$75 million for Part-time Faculty.
 - \$170 million for Full-time Faculty Hiring.

2020-21 and 2021-22 SCFF PROJECTIONS

	FY 20-21		FY 20-21		FY 21-22	
	Adopted Budget		P1 & Projected Actuals		Tentative Budget 4.05% COLA	
SCFF						
Base Allocation	\$148,847,242	75%	\$148,528,359	74%	\$154,537,964	74%
Supplemental Allocation	33,727,944	17%	34,975,512	19%	34,929,050	19%
Student Success Allocation	<u>14,557,009</u>	8%	<u>16,088,792</u>	7%	<u>17,562,949</u>	7%
Total Funding per SCFF	\$197,132,195	100%	\$199,592,663	100%	\$207,029,963	100%
Deficit	<u>(1,971,322)</u>		<u>(997,963)</u>		<u>(1,035,150)</u>	
SCFF Revenue Received/Projected	<u>\$195,160,873</u>		<u>\$198,594,700</u>		<u>\$205,994,813</u>	

- (1) Deficit per P1 2020-21 at 2.38%. College is estimating 0.5% based on final Recalc for 2019-20 with a deficit factor of 0.42%.
- (2) The College was under COVID-19 Emergency Conditions Allowance for 2020-21 to maintain funding at P1 2019-20 level.
- (3) P1 2020-21 SCFF Revenues are higher due to increases in counts for PELL, Associate Degrees, Transfer Level Math and English, and Regional Living Wages.
- (4) The College will continue to be under COVID-19 Emergency Conditions Allowance to maintain funding at P1 2019-20 level for the fiscal year 2021-22. Funding for 21-22 includes 4.05% COLA increase, PELL counts decrease, and 1.88% success metrics decrease in counts.

CHANGES TO THE FUND BALANCE FROM 2020-21 ADOPTED BUDGET TO 2020-21 PROJECTED ACTUALS

2020-21 ADOPTED BUDGET - FUND BALANCE - AT 20.85%	\$ 47,341,217
Plus: 2020-21 Unbudgeted Revenues	
2019-20 SCFF Final Recalculation Adjustment - One-Time	1,036,654
2020-21 SCFF - Adjustment per P1	2,460,468
2020-21 SCFF - Statewide Deficit Projected at 0.5%	973,359
Lottery Current Year and Prior Year, net	70,406
Interest Earned	(460,146)
Nonresident Tuition International	(358,528)
Nonresident Tuition Out-of-State	605,828
Part-time Faculty Compensation/Health/Office Hours	(159,188)
Miscellaneous Revenue (Parking Bail Tickets, Over Accrual Salary Reimb.)	(452,731)
Revenue Generated Accounts, College Restricted	195,343
Changes in 2020-21 Revenues	3,911,465
Plus: 2020-21 Unexpended Line Item Budgets	
Full-time and Part-time Salaries and Benefits (Includes NRAs)	3,714,775
Call Back Time for Essential Workers	2,438,112
STRS/PERS Reimb. not transferred - To be approved by the Board of Trustees	(2,000,000)
OPEB Trust Contribution - To be approved by the Board of Trustees	(6,500,000)
Departmental Discretionary Operating Budgets (Includes NRAs)	9,965,682
Revenue Generated Accounts, College Restricted	2,727,626
Changes in 2020-21 Expenditures	10,346,195
VARIANCE - Unrestricted General Fund	14,257,660
2020-21 Estimated Ending Fund Balance - Unrestricted General Fund	\$ 61,598,877

2021-22 TENTATIVE BUDGET UNRESTRICTED GENERAL FUND ONGOING REVENUE BUDGET ASSUMPTIONS

Base Ongoing Revenue Budget (2019-20)	\$210,327,875
2020-21 SCFF	2,460,468
2021-22 SCFF – Estimated COLA @ 4.05%	8,083,503
2021-22 SCFF – Decrease in PELL and 1.88% in Success Metrics counts	(646,203)
Revenue Deficit (Prior Year Est. at 1.0%, Current Year Est. at 0.5%)	936,172
Interest	(320,000)
Nonresident Tuition – International and Out-of-State	220,000
Lottery	83,850
Other Miscellaneous Revenue (Mainly Parking Fines Revenues)	(246,588)
Total Ongoing Revenue Budget	\$220,899,077

2021-22 TENTATIVE BUDGET UNRESTRICTED GENERAL FUND ONGOING EXPENDITURE BUDGET ASSUMPTIONS

Base Ongoing Expenditure Budget	\$214,331,133
Salary Schedule Progression	1,864,899
Personnel and Benefit Changes (Positions Hired at a Lower Step)	(771,582)
2021-22 Health and Welfare (Cover Family Plans for all Employee Groups)	113,416
Impact if 2.31% COLA Increase was Applied to Salaries for all Employee Groups on July 1, 2021	4,070,881
STRS Employer Rate Decrease – From 16.15% to 16.92%	427,191
PERS Employer Rate Increase – From 20.70% to 22.91%	1,054,515
2021-22 SUI Employer Rate Increase – From 0.05% to 1.23%	1,239,080
2021-22 SUI Excess Rate – Excess Increase of 1.18% will be Reimbursed by HEERFF funds	(1,239,080)
OPEB Contribution	2,500,000
Management and Classified – Reclassification and New Positions	178,065
Adjunct Faculty Hourly Budget Increase	500,000
Immediate Needs Requests	95,735
New Resources Allocation Phase 10 – New Positions and Operating Expenses	752,947
2021-22 Rate Driven	500,000
Total Ongoing Expenditure Budget	\$225,617,200

2021-22 TENTATIVE BUDGET UNRESTRICTED GENERAL FUND

Total Ongoing Revenue	\$220,899,077
Total Ongoing Expenditures	(\$225,617,200)
Ongoing Projected Deficit	(\$4,718,123)

2021-22 ONE-TIME REVENUE AND EXPENDITURE BUDGET ASSUMPTIONS UNRESTRICTED GENERAL FUND

2021-22 – 0.5% Growth per May Revision (Estimated at \$951,948)	\$-
Total One-Time Revenue Budget	\$-

Purchases In Progress and Various Carryovers	\$2,564,973
New Resources Allocation Phases 1 to 12 – Committed Carryovers	1,344,810
Positions Funded with One-time Funds	210,989
Retirees Health Premiums	2,000,000
OPEB Contribution	1,000,000
Auxiliary Unfunded PERS Liability	334,845
Computer Replacement Program	250,000
Election Cost (Next Election for four Board Members - November 2022)	-
2021-22 One-Time Savings from Frosted Positions	(1,675,637)
Total One-Time Expenditure Increases	\$6,029,980

UNRESTRICTED GENERAL FUND REVENUE-GENERATED ACCOUNTS REVENUE AND EXPENDITURE ASSUMPTIONS

2021-22 Revenue Budgets	\$1,855,963
Total Revenue Budget	\$1,855,963
2021-22 Expenditures Budgets	\$3,156,949
Total Expenditure Budget	\$3,156,949

2021-22 TENTATIVE BUDGET UNRESTRICTED GENERAL FUND BALANCE

Unassigned Fund Balance – 10% Board Policy	10.00%	\$23,480,413
Unassigned Fund Balance	7.82%	18,366,372
Revenue Generated Accounts – College Restricted	3.28%	7,703,003
Total Fund Balance	21.10%	\$49,549,788

HEERF FUNDING \$115 MILLION

Institutional

Ends May 2022

CARES

\$8,728,979

CRRSAA

\$25,538,727

ARPA

\$29,808,568

Student Financial Aid

Ends May 2022

CARES

\$8,728,980

CRRSAA

\$8,728,980

ARPA

\$30,213,091

Minority Serving Institution

Ends March 2022

CARES

\$1,196,787

CRRSAA

\$2,000,721

ARPA

\$0

OTHER COVID-19 FUNDING

\$6.5 MILLION

COVID-19 Response Federal

Ended
December
2020

\$1,597,955

COVID-19 Response State

Ends June
2022

\$1,961,510

Student Retention and Outreach

Ends June
2022

\$484,183

Emergency Financial Aid Assistance

Ends June
2022

\$2,503,654



\$58.9 million in Emergency Grants and Other Aid to Students



\$3.6 million in Technology for Students



\$2.3 million in Instructional Equipment, Materials, and Services for Students



\$0.9 million in Fees Refunded to Students



\$0.7 million Food and Housing for Students



\$11.7 million in Faculty Full-time and Adjunct Support



\$7.6 million in Classified Staff and Hourly Support



\$1.1 million in Technology for Employees



\$2.3 million in Campus
Safety and Operations



\$0.4 million in Other



\$6.8 million in Lost Revenues



\$5.8 million in Indirect Cost



\$1.2 million in State
Unemployment Insurance (SUI)

BUDGET CHALLENGES

- Enrollment Declined (2,318 FTEs or 7.1%).
- Income from Parking Services is declining.
- OPEB Trust – continued need to fund.
- Employer Retirement Contributions.

Employer Rate Projections	2020-21	2021-22	2022-23	2023-24	2024-25
CalSTRS Employer Rate	16.15%	16.92%	19.10%	19.10%	19.10%
CalPERS Employer Rate	20.70%	22.91%	26.10%	27.10%	27.70%

CalPERS and CalSTRS reduced in 2020-21 and 2021-22 by the \$2.3 billion of State Contributions.

Thank,
You!
VERY MUCH

Questions

