

Mt. San Jacinto Community College 2019–2020 Adopted Budget



Board of Trustees Meeting
September 12, 2019



Adopted Budget 2019-2020



Topics of Discussion

- State Budget Highlights
- Funding Formula
- 2018-18 P2 & 2019-20 Advanced Principal Apportionment
- MSJC 19/20 Budget Assumptions

Adopted Budget 2019-2020



State Budget Highlights

- Rainy-Day Fund - Funded at the constitutional cap, bringing the 2019-20 total to \$16.5. billion
- Pension Liabilities –one-time \$2.3 billion pay down of a share of unfunded liabilities within CalSTRS.
- College Promise and Free-Tuition – A second year of free tuition to first-time full-time students and other local College Promise Programs
- Implementation of the Student Centered Funding Formula (SCFF) with adjustments to definition of transfer

Adopted Budget 2019-2020



State Budget Highlights

- Cost-of-living adjustment (COLA) of 3.26%, down from 3.46% in January,
- Deferred maintenance and instructional equipment funding of approximately \$39 million
- Fully funds Strong Workforce, allocating all but \$1.4 million from ongoing funds.
- Increased award amounts and expansion of Cal Grant programs.
- Funding for Capital Outlay Projects

**California Community Colleges
2018-19 Second Principal Apportionment
Mt. San Jacinto CCD
Exhibit C - Page 1**

Total Computational Revenue and Revenue Source

Total Computational Revenue (TCR)		For Informational Purposes Only	
I. Base Allocation (FTES + Basic Allocation)	\$ 50,832,524		a
II. Supplemental Allocation	19,564,591		b
III. Student Success Allocation	8,466,192		c
Student Centered Funding Formula (SCFF) Calculated Revenue	\$ 78,863,307		d = a+b+c
2017-18 TCR + 2.71%	73,455,559		e
2018-19 TCR	78,863,307	The greater of SCFF or 2017-18 TCR + 2.71%.	f = Max(d,e)
Constrained 2018-19 TCR**	77,331,804	The greater of the 2017-18 TCR + 2.71% or 2017-18 TCR + (3*2.71%).	g
Difference between Constrained 2018-19 TCR and 2017-18 TCR + 2.71%	3,876,245		h = g - e
Funding above the 2017-18 TCR + 2.71%	3,397,708	Proportional share of "h" to fund above the 2017-18 TCR + 2.71%.	i = h * (Statewide i ÷ Statewide h)
Adjusted 2018-19 TCR Reflecting Available Revenues	\$ 76,853,267		j = e + i
Revenue Sources			
Property Tax	\$ 29,416,864	Reported by counties for P2.	k
Less Property Tax Excess	-		l
Student Enrollment Fees	3,515,171	Reported by districts for P2.	m
<u>State General Apportionment</u>			
General Apportionment	\$ 31,727,723	Only for non basic aid districts.	n
Full-Time Faculty Hiring (FTFH) Apportionment (2015-16 Funds Only)	<u>707,801</u>	All districts eligible for FTFH funds.	o
Total State General Apportionment	32,435,524	Also displayed on Exhibit A.	p = n + o
Education Protection Account (EPA)	11,485,708	All districts eligible for EPA, paid quarterly.	q
Total Available Revenue	\$ 76,853,267		r = k + l + m + p + q

Advance Apportionment (Exhibit R)

Minimum Revenue	Constrained 2018-19 P2 TCR	2019-20 Advance	Property Tax	Enrollment Fees
75,850,210	77,331,804	77,331,804	31,665,135	3,510,842

2015-16 Full Time Faculty Hiring (FTFH 2015-16)	Estimated Education Protection Account (EPA)	General Apportionment (NetGen)	Total Revenue	Exhibit A Certification
707,801	11,708,107	29,739,919	77,331,804	30,447,720

Minimum Revenue: The 2017-18 TCR plus the 2018-19 and 2019-20 COLA (2.71%, 3.26% compounded).

Constrained 2018-19 P2 TCR: The **greater** of the 2017-18 TCR + 2.71% **or** the **lesser** of the [2018-19 P2 SCFF TCR] **or** the [2017-18 TCR + 3 times the 2018-19 COLA (2.71%)].

2019-20 Advance: The **greater** of the Minimum Revenue **or** the Constrained 2018-19 P2 TCR.

Property Tax: Based on the estimates from DOF a factor of 7.64% was applied to the property tax.

Enrollment Fees: Based on the estimates from DOF a factor of -0.12% was applied to the enrollment fees.

FTFH 2015-16: No changes at this time.

EPA: 2018-19 P2 Full Time Equivalent Students, was used to calculate the EPA.

NetGen: The remaining need, which is 2019-20 Advance minus Property Tax, Excess Property Tax, Enrollment Fees, FTFH 2015-16 and EPA.

Total Revenue: The sum of Property Tax, Excess Property Tax, Enrollment Fees, FTFH 2015-16, EPA, and NetGen.

Exhibit A Certification: The sum of FTFH plus NetGen, which will be the certified amount on the Exhibit A.

Note: 2018-19 P2 data was used as a base to determine the estimates for 2019-20 Advance. These figures are only estimates and used only for purposes of the advance apportionment.

Adopted Budget 2019-2020

ADVANCE APPORTIONMENT CALCULATION

- The Chancellor's Office used a limited set of calculations to provide resources that districts may use to meet immediate costs. For most districts, the TCR does not represent the funds that would be available under the calculation specified under the existing statutes.
- In the advance apportionment, districts will receive one of the following:
 - The minimum revenue provided under the formula, which is 2017-18 TCR, with the 2018-19 COLA of 2.71% and 2019-20 COLA of 3.26%, compounded.
 - The "constrained TCR," which was displayed in the 2018-19 second principal apportionment exhibits. That amount represents the lesser of the 2018-19 TCR or the 2017-18 TCR adjusted by 8.13% (three times the 2018-19 COLA of 2.71%).

Adopted Budget 2019-2020



MSJC Tentative Budget Assumptions

Revenue

- TCR plus COLA

Expenses

- Staff step and column increases
- Increased operational expenses for newly acquired facilities
- Increase to PERS employer contributions
- District Match for two Capital Outlay Projects
- One Net New Faculty Position for FY2021

Budget Allocation Model

Mt. San Jacinto College

Budget Allocation Model - Adopted FY 2019-2020

Unrestricted General Fund - Unaudited

Revenue	<u>Adopted Budget FY 2019-2020</u>
Net additional Unbudgeted Revenue over Expense	\$ 13,276,324
Unused Categorical Program Interfund Transfer	-
Budgeted Ending Balance 6/30/19	300,000
Unaudited Beginning Balance 7/1/2019	\$ 13,576,324
Projected Revenue FY 2019-2020	85,706,417
Total Anticipated Revenue	99,282,741

Notes

1. Less, Unrestricted Reserve	(300,000)	
2. Less, Intrafund Transfer to Student Financial Services	(85,000)	
3. Less, Interfund Transfer to Childcare	(56,261)	
4. Less, Intrafund Transfer to Block Grant	(240,000)	
5. Less, Unrestricted Reserve transfer to 7% reserve	(348,897)	
6. Less, Interfund Transfer to Self Insurance	(221,667)	
7. Less, Interfund Transfer to Capital Outlay	(1,500,000)	
8. One-Time, Interfund Transfer from Health Center	7,374	
		(2,744,451)
Total Available Funds for Allocation (TAFA)		\$ 96,538,290

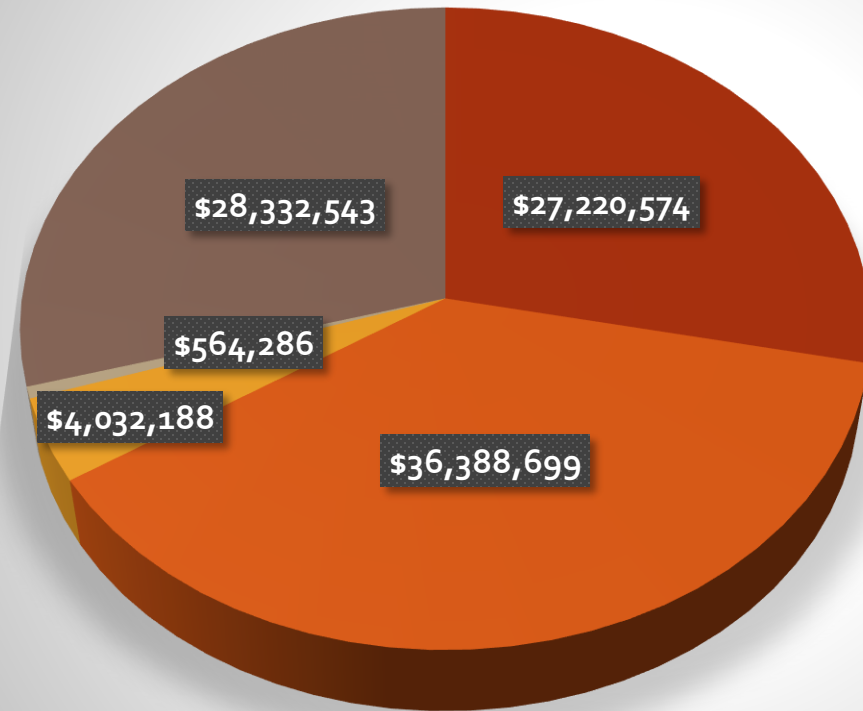
Allocation Increment

1. PY Base Expenditure Budget (2018-2019)		\$ 95,650,234
2. CY TAFA (2019-2020)		96,538,290
3. Allocation Increment (A.I.)		888,056
4. FY 2019-2020 Base Budget Adjustments	(888,056)	
Remaining Allocation Increment		\$ -

Adopted Budget 2019-2020



Budget Allocation by Location

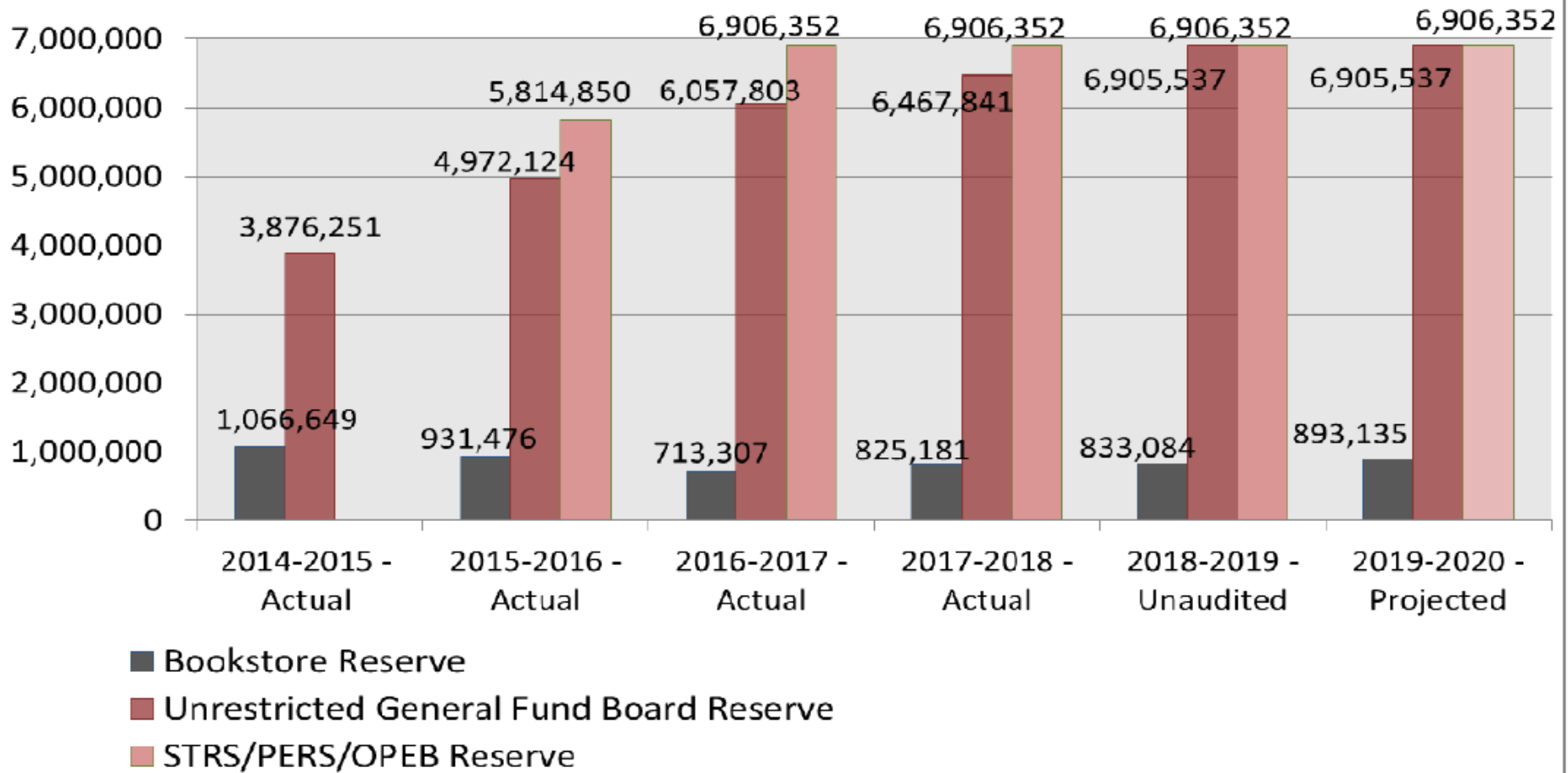


- San Jacinto Campus
- Menifee Campus
- Temecula Campuses
- San Gorgonio Campus
- District Wide

San Jacinto	Menifee	Temecula	San Gorgonio	District Wide	Total
\$27,220,574	\$36,388,699	\$4,032,188	\$564,286	\$28,332,543	\$96,538,290

MT. SAN JACINTO COMMUNITY COLLEGE DISTRICT ADOPTED BUDGET 2019-2020

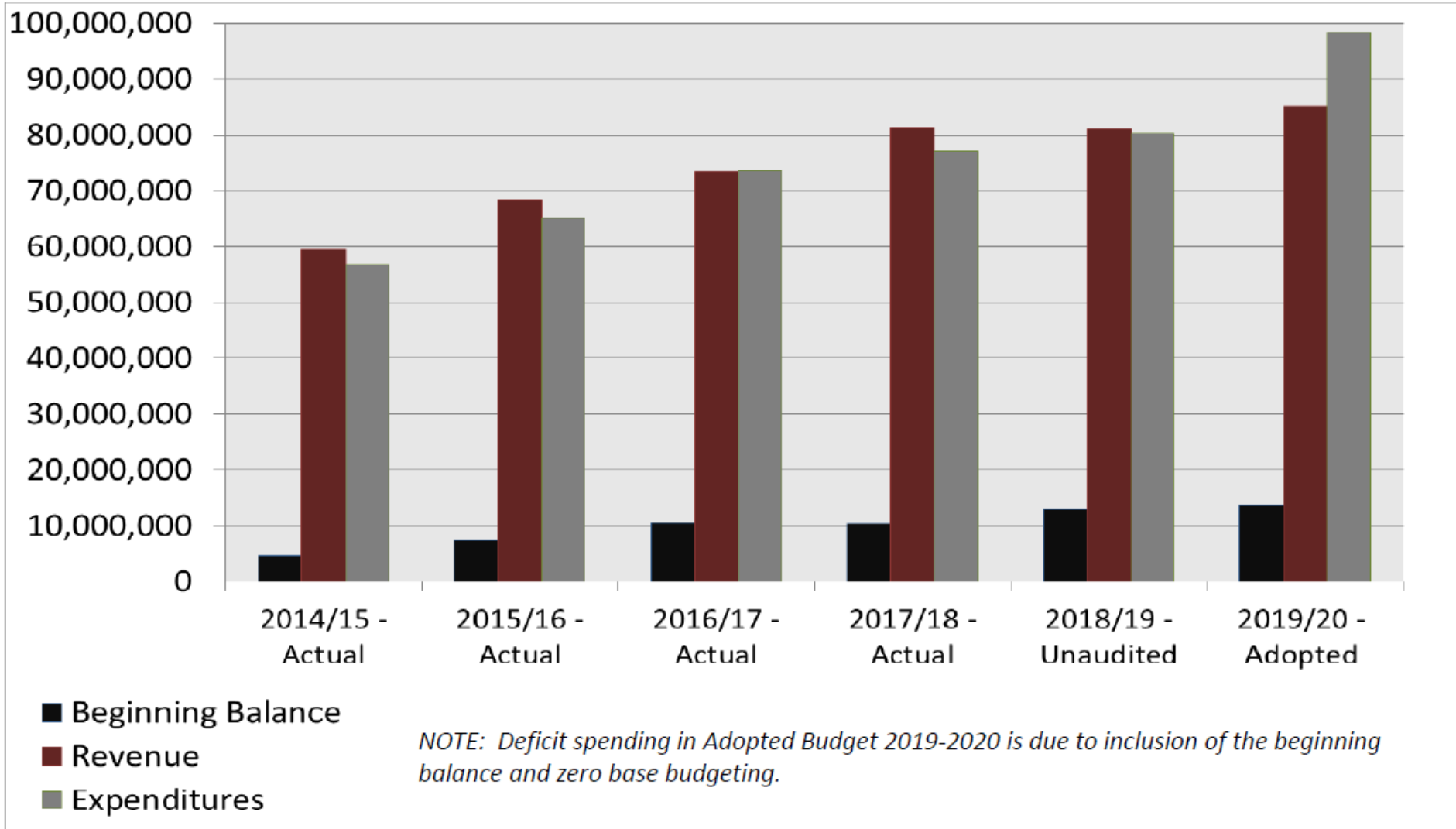
HISTORICAL DATA DISTRICT RESERVES



MT. SAN JACINTO COMMUNITY COLLEGE DISTRICT

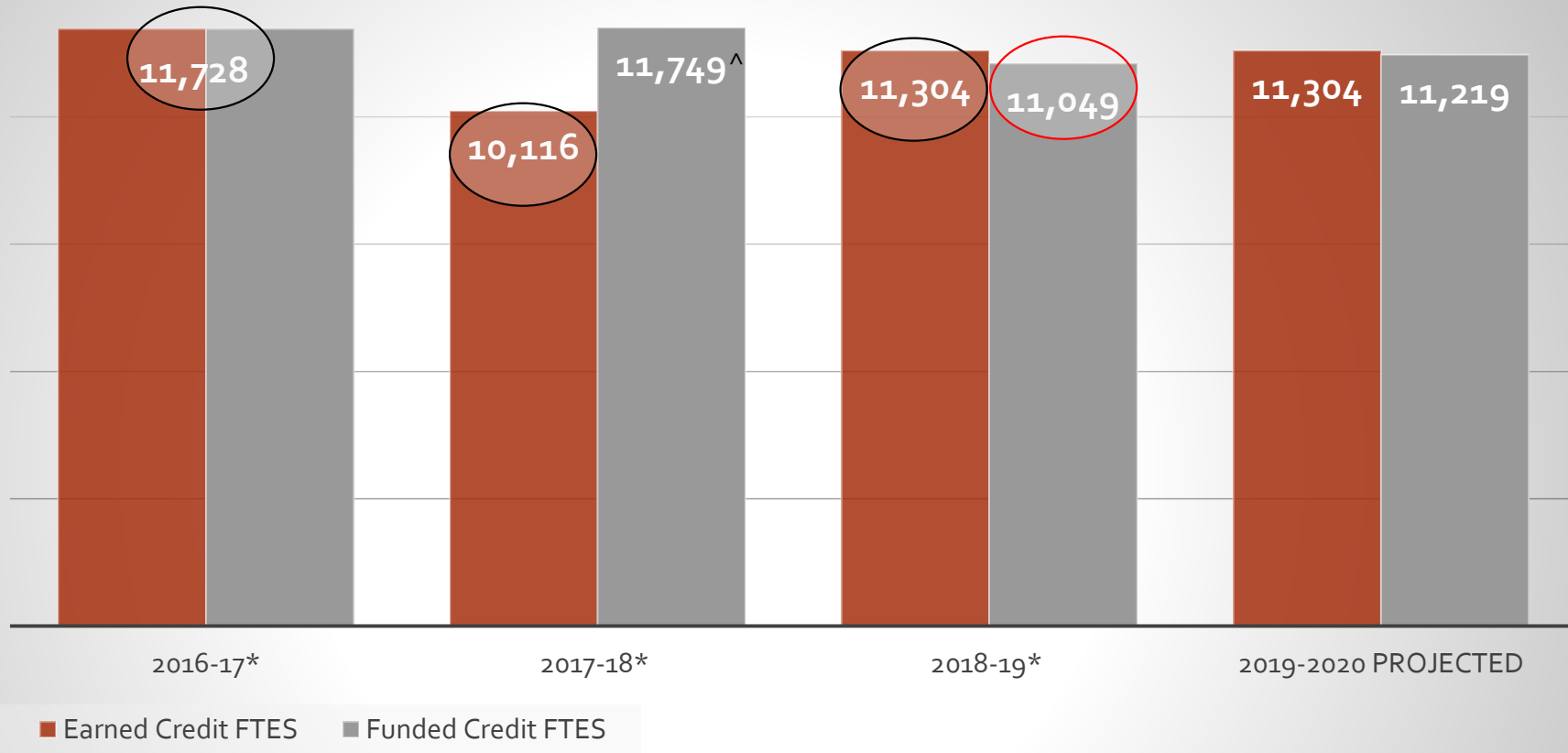
ADOPTED BUDGET 2019-2020

HISTORICAL DATA Revenue vs. Expenditures



Student Center Funding Formula

Credit FTES



*Credit FTES Only (excludes Special Admit Credit)

Based on the Chancellor's Office 2018/19 P1 report released on 4/26/19

[^] In Stability. Stability FTES was not used to calculate the Three Year Average

**Three Year Average used for 2018/19 funding

Questions?



Mt. San Jacinto Community College
2019–2020 Adopted Budget
September 13, 2019

