

# MT. SAN JACINTO COMMUNITY COLLEGE DISTRICT ADOPTED BUDGET 2017-2018



## Board of Trustees

Tom Ashley, President – Trustee Area 5  
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# Adopted Budget – 2017-2018

## Topics of Discussion

- State Budget Summary
- Prop 51: School Bonds
- 2017-2018 Advance Principle Apportionment
- MSJC 2017-2018 Adopted Budget Assumptions
- Measure AA Projects

# STATE BUDGET SUMMARY

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2017-2018 Adopted Budget

Board of Trustees Meeting

September 14, 2017

# Adopted Budget – 2017-2018

## State Budget Summary



- The Governor approved the final budget package on June 27th without vetoing a single appropriation. The 2017-18 Budget Act:
  - Continues to increase the state's Rainy Day Fund and pay down liabilities to counter the potential fiscal impact of federal policy changes
  - Focuses state spending on key state priorities of education, counteracting the effects of poverty, and improving transportation infrastructure.
  - Includes Proposition 98 funding of \$74.5 billion for 2017-18, an increase of \$2.6 billion over the 2016 Budget Act level.
  - For California Community Colleges (CCCs), \$8.6 billion, an increase of \$270.2 million over the 2016 Budget Act level. When combined with the 2015-16 and 2016-17 fiscal years, the 2017-18 Budget provides a \$587.8 million increased investment in CCCs over the three-year period.

# Adopted Budget – 2017-2018

## State Budget Summary



### Apportionments

- \$183.6 million to support increased community college operating expenses.
- \$97.6 million for a 1.56-percent cost-of-living adjustment.
- \$57.8 million for enrollment growth of 1-percent.
- \$31.7 million one-time to be allocated on an FTES basis to backfill for lower than estimated RDA revenue.
- \$9 million one-time to be allocated on an FTES basis due to 2015-16 Apportionment having revenue in excess of the entitlement.

# Adopted Budget – 2017-2018

## State Budget Summary



### Institutional Redesign

- \$150 million one-time for Guided Pathways grants to support colleges as they develop an integrated, institution-wide approach to student success based on the Guided Pathways framework.
- \$20 million one-time for Innovation Awards to provide funding for the development and implementation of innovative practices.

### Technology

- \$10 million to provide system-wide access to the Online Education Initiative's learning management system.
- \$6 million one-time to facilitate the development of an integrated library system that, once operational, will allow California community college students access to a cloud-based library system.

# Adopted Budget – 2017-2018

## State Budget Summary



### Student Services

- \$25 million for the Community College Completion Grant to provide grants of up to \$2,000, to students who take at least 15 units per term and are on track to graduate in a timely manner.
- \$25 million to increase the Full-Time Student Success Grant to \$1,000.
- \$12 million, of which \$7 million is one-time, to develop and enhance veterans' resource centers.
  - One-time increase: \$2 million for Norco College to expand the capacity of its student veterans' service center & establish articulation agreements, policies, and processes related to awarding course credit for prior military service.
- \$5.7 million for a 1.56-percent cost-of-living adjustment for the Apprenticeship, EOPS, DSPS, CalWORKs and the Child Care Tax Bailout programs.
- \$5 million for the Part-Time Faculty Office Hours program.

# Adopted Budget – 2017-2018

## State Budget Summary



### Student Services

- \$2.5 million to support the development and expansion of the Umoja program.
- \$1 million to support the administration of financial aid offices.
- \$4.5 million one-time to support mental health services training and support.
- \$2.5 million one-time to support training and compliance with Title IX.
- \$2.5 million one-time for Hunger-Free Campus grants.
- \$1.7 million non-Proposition 98 to increase Cal Grant C from \$547 to \$1,094 annually.

### Facilities

- \$76.9 million one-time for deferred maintenance, instructional equipment, and specified water conservation projects.

*Note: \$7 million will be removed to increase Student Success and Support Program funding. This one-time funding will provide emergency student aid to students with identified needs and who apply for financial aid using the Dream Act application. (Assembly Bill (AB) 540)-Source: School Services of California*



## Adopted Budget – 2017-2018

Districts Reported to be in Stability as of FY 16-17 P2\*:

Butte  
Cerritos  
Chabot-Las Positas  
Coast  
Compton  
Contra Costa  
Copper Mt.  
Desert  
El Camino  
Foothill-DeAnza  
Imperial  
Marin  
Mira Costa  
Mt. San Antonio  
Napa Valley

North Orange County  
Peralta  
Rio Hondo  
San Francisco  
San Joaquin Delta  
San Luis Obispo  
San Mateo  
Santa Barbara  
Santa Monica  
Sierra  
Siskiyou  
Solano  
Sonoma  
Ventura  
Yosemite

*\*Source: Chancellor's Office*

*Board of Trustees Meeting – September 14, 2017*

# PROP 51 – SCHOOL BONDS

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2017-2018 Adopted Budget

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# Adopted Budget – 2017-2018

## Prop 51 – School Bonds



- **Pasadena CCD - Pasadena City College** - Armen Sarafain Building Seismic Replacement
- **San Francisco CCD - Alemany Center** - Seismic and Code Upgrade
- **San Francisco CCD - City College of San Francisco** - Utility Infrastructure Replacement
- **Allan Hancock Joint CCD - Allan Hancock College** - Fine Arts Complex
- **Coast CCD - Orange Coast College** - Language Arts & Social Sciences Building
- **Long Beach CCD - Liberal Arts Campus** - Multi-Disciplinary Facility Replacement
- **Santa Monica CCD - Santa Monica College** - Math/Science Addition
- **Sonoma County JCD - Santa Rosa Junior College** - Science & Mathematics Replacement
- **West Hills CCD - North District Center** - Center Expansion
- **Compton CCD - Compton College** - Instructional Building 2 Replacement
- **Long Beach CCD - Pacific Coast Campus** - Construction Trades 1
- **North Orange County CCD - Fullerton College** - Business 300 & Humanities 500 Buildings
- **Rancho Santiago CCD - Santa Ana College** - Russell Hall Replacement
- **Solano CCD - Solano College** - Library Building 100 Replacement
- **West Valley-Mission CCD - Mission College** - MT Portables Replacement Building

*Board of Trustees Meeting – September 14, 2017*

# 2017-2018 ADVANCED APPORTIONMENT

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2017-2018 Adopted Budget

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# Adopted Budget – 2017-2018

## 2017-2018 Advance Principle Apportionment



Workload Measures	Base Funding	Marginal Funding	Base FTES	Growth FTES	Restored FTES	Stability FTES	Total Funded FTES	Unfunded FTES	Actual FTES
Credit FTES	5,072.111754	5,151.236729	11,712.070	297.636	0.000	0.000	12,009.706	0.000	12,009.706
Noncredit FTES	3,050.003561	3,097.583616	171.940	4.369	0.000	0.000	176.309	0.000	176.309
CDCP FTES	5,072.111786	5,151.236729	324.760	8.253	0.000	0.000	333.013	0.000	333.013
<b>Total FTES</b>			<b>12,208.770</b>	<b>310.258</b>	<b>0.000</b>	<b>0.000</b>	<b>12,519.028</b>	<b>0.000</b>	<b>12,519.028</b>
<b>I Base Revenues +/- Restore or Decline</b>					<b>V Other Revenue Adjustments</b>				
A. Basic Allocation				\$6,083,086	A. Misc. Revenue Adjustments				\$0
B. Revised Base FTES Revenue				\$61,576,565	B. Full-Time Faculty Hiring (FTFH) Adjustments				(\$20,682)
1. Credit Base Revenue		\$59,404,928			C. Base Increase (FTFH)				\$18,143
2. Noncredit Base Revenue		\$524,418			D. Base Increase (Non-FTFH)				\$1,909,287
3. Career Development College Prep		\$1,647,219			<b>Total Revenue Adjustments</b>				<b>\$1,906,748</b>
C. Current Year Decline				\$0	<b>VI Stability Adjustment</b>				<b>\$0</b>
<b>Total Base Revenue Less Decline</b>				<b>\$67,659,651</b>	<b>VII Total Computational Revenue (sum of II,III,IV,V, &amp; VI)</b>				<b>\$72,211,129</b>
<b>II Inflation Adjustment</b>					<b>VIII District Revenue Source</b>				
A. Statewide Inflation Adjustment		1.56%			A1. Property Taxes				\$28,342,692
B. Inflation Adjustment		\$1,055,491			A2. Less Property Taxes Excess				\$0
<b>Current Year Base Revenue + Inflation Adjustment</b>				<b>\$68,715,142</b>	B. Student Enrollment Fees				\$3,705,228
<b>III Basic Allocation &amp; Restoration</b>					C1. State General Apportionment				\$29,140,497
A. Basic Allocation Adjustment				\$0	C2. Full-Time Faculty Hiring				\$679,916
B. Basic Allocation Adjustment COLA				\$0	D. Estimated EPA				\$9,284,862
C. Stability Restoration				\$0	<b>Available Revenue</b>				<b>\$71,153,195</b>
<b>Total Basic Allocation &amp; Restoration</b>				<b>\$0</b>	E. Revenue Shortfall	0.9853494328			<b>\$1,057,934</b>
<b>IV Growth</b>					<b>Total Revenue Plus shortfall</b>				<b>\$72,211,129</b>
A. Target Growth Rate		2.70%		\$1,589,239	<b>IX Other Allowance and Total Apportionments</b>				
B. Funded Growth Rate		2.70%		\$1,589,239	A. State General Apportionment				\$29,820,413
C. Funded Credit Growth Revenue		\$1,533,191			B. Statewide Average Replacement Cost				\$0
D. Funded Noncredit Growth Revenue		\$13,535			Number of Faculty Not Hired				0.00
E. Funded Noncredit CDCP Growth Rev.		\$42,513			Full-time Faculty Adjustment				\$0
<b>Total Growth Revenue</b>				<b>\$1,589,239</b>	Net State General Apportionment				<b>\$29,820,413</b>

# Adopted Budget – 2017-2018 2017-2018 Advance Principle Apportionment



## MSJC State Funded

Workload Measures	Base Funding	Marginal Funding	Base FTEC	Growth FTEC	Restored FTEC	Stability FTEC	Total Funded FTEC	Unfunded FTEC	Actual FTEC
Credit FTEC	5,072.111754	5,151.236729	11,712.070	297.636	00	0.000	12,009.706	0.000	12,009.706
Noncredit FTEC	3,050.003561	3,097.583616	171.940	4.369	00	0.000	176.309	0.000	176.309
CDCP FTEC	5,072.111786	5,151.236729	324.760	8.253	00	0.000	333.013	0.000	333.013
Total FTEC			12,208.770	310.258		0.000	12,519.028		12,519.028

## MSJC Budgeted

	Base Funding	Marginal Funding	Base FTEC	Growth FTEC	Restored FTEC	Stability FTEC	Funded FTEC	Unfunded FTEC	Actual FTEC
Credit FTEC	5,072.111754	5,151.236729	11,709.950	-	-	-	11,709.950	0.000	11,709.950
Noncredit FTEC	3,050.003561	3,097.583616	319.300	-	-	-	319.300	-	319.300
Noncredit - CDCP FTEC	5,072.111786	5,151.236729	272.240	-	-	-	272.240	-	272.240
			12,301.490				12,301.490		12,301.490

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# Adopted Budget – 2017-2018

## 2017-2018 Advance Principle Apportionment



### I Base Revenues +/- Restore or Decline

A. Basic Allocation	\$6,083,086
B. Revised Base FTES Revenue	\$61,576,565
1. Credit Base Revenue	\$59,404,928
2. Noncredit Base Revenue	\$524,418
3. Career Development College Prep	\$1,647,219
C. Current Year Decline	\$0
<b>Total Base Revenue Less Decline</b>	<b>\$67,659,651</b>

### II Inflation Adjustment

A. Statewide Inflation Adjustment	1.56%
B. Inflation Adjustment	\$1,055,491
<b>Current Year Base Revenue + Inflation Adjustment</b>	<b>\$68,715,142</b>

### III Basic Allocation & Restoration

A. Basic Allocation Adjustment	\$0
B. Basic Allocation Adjustment COLA	\$0
C. Stability Restoration	\$0
<b>Total Basic Allocation &amp; Restoration</b>	<b>\$0</b>

### IV Growth

A. Target Growth Rate	0% <del>2.70%</del>	\$0 <del>\$1,589,239</del>
B. Funded Growth Rate	2.70%	\$1,589,239
C. Funded Credit Growth Revenue	\$1,533,191	
D. Funded Noncredit Growth Revenue	\$13,535	
E. Funded Noncredit CDCP Growth Rev.	\$42,513	
<b>Total Growth Revenue</b>		<b>\$1,589,239</b>

### V Other Revenue Adjustments

A. Misc. Revenue Adjustments	\$0
B. Full-Time Faculty Hiring (FTFH) Adjustments	(\$20,682)
C. Base Increase (FTFH)	\$18,143
D. Base Increase (Non-FTFH)	\$1,909,287
<b>Total Revenue Adjustments</b>	<b>\$1,906,748</b>

### VI Stability Adjustment

VI Stability Adjustment	\$0
<b>VII Total Computational Revenue (sum of II,III,IV,V,&amp; VI)</b>	<b>\$72,211,129</b>

### VIII District Revenue Source

A1. Property Taxes	\$28,342,692	28,248,699
A2. Less Property Taxes Excess	\$0	
B. Student Enrollment Fees	\$3,705,228	3,381,000
C1. State General Apportionment	\$29,140,497	28,165,193
C2. Full-Time Faculty Hiring	\$679,916	679,916
D. Estimated EPA	\$9,284,862	9,284,862
<b>Available Revenue</b>	<b>\$71,153,195</b>	<b>69,759,670</b>
E. Revenue Shortfall 0.9853494328	\$1,057,934	\$1,037,215
<b>Total Revenue Plus shortfall</b>	<b>\$72,211,129</b>	<b>\$70,796,885.44</b>

### IX Other Allowance and Total Apportionments

A. State General Apportionment	\$29,820,413
B. Statewide Average Replacement Cost	\$0
Number of Faculty Not Hired	0.00
Full-time Faculty Adjustment	\$0
<b>Net State General Apportionment</b>	<b>\$29,820,413</b>

**MSJC  
Budgeted  
\$70,796,885.44**

# Adopted Budget – 2017-2018

## MSJC Budget – FTES Summary



<b>FY 2017/18 FTES Projects</b>	<b>Stated Funded</b>	<b>MSJC Budgeted</b>
Base FTES	12,208.770	12,301.00
Growth /Access (System 1%; MSJC2.7%)	310.258	-
Total Funded FTES	12,519.028	12,301.00
Unfunded FTES	-	218.028



# MSJC BUDGET

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2017-2018 Adopted Budget

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# Adopted Budget – 2017-2018

## MSJC Budget: 320 P3 FTES Analysis

Credit FTES		2015-16	2016-17 (projected)	2017-18
Generated	Summer (Prior)/Roll-forward	698.46	504.98	127.30
	Primary Terms	10,099	10,292.27	10,582.65
	Summer (Next)	957.31	1,040.00	1,000.00
	Summer Roll-forward/back	(504.98)	(127.30)	
	Potential Revenue	\$55,551,995.27	\$60,940,941.22	\$62,712,155.67
	Stability Eligible	Not Stability	Not Stability	Not Stability
Realized	Credit (Funded)	11,249.79	11,709.95	11,709.95
	NonCredit (Funded)	323.88	319.30	319.30
	CDCP (Funded)	315.98	272.24	272.24
	<b>Total FTES</b>	<b>11,889.65</b>	<b>12,301.49</b>	<b>12,301.49</b>
	Funded/Budget Amount	\$55,551,995.27	\$60,940,941.22	\$62,712,155.67
	Base Funding Plus COLA & Revenue Adjustments	\$9,321,728.28	\$6,911,404.00	\$8,084,730.00
	Revenue Shortfall			(\$1,037,215)
	Total Computational Rev	\$64,873,723.55	\$67,852,345.22	\$69,759,670.64
	Surplus/Shortfall	\$0.00	\$0.00	\$0.00
	FTES Surplus/Shortfall	0	0	0
Funding Rates	Credit	4,723.60	5,005.75	5,151.24
	NonCredit	2,840.43	3,010.10	3,097.58
	CDCP	4,723.60	5,005.75	5,151.24

## Adopted Budget – 2017-2018

### MSJC Budget – Unrestricted Funds State Comparison



Unrestricted Ongoing Revenues	CCC System	MSJC
Growth/Access	\$57.8 (1%)	\$0
COLA (1.56%)	\$97.6	\$1.05
General Operating Base Increase	\$183.6	\$1.9

*(In Millions)*

Unrestricted One-Time Revenues	CCC System	MSJC
Mandated Program Block Grant	\$32.8	\$0.347
RDA Revenue backfill (Based on FTES)	\$31.7	??
2015-16 Apportionment Excess Revenue (Based on FTES)	\$9	??

*(In Millions)*

*Board of Trustees Meeting – September 14, 2017*

# Adopted Budget – 2017-2018

## MSJC Budget – Revenue Assumptions

### Unrestricted

- No Enrollment Growth
- COLA: 1.56%
- Base Allocation Increase

### Restricted

- Decrease in Physical Plant & Instruction Equipment Funding

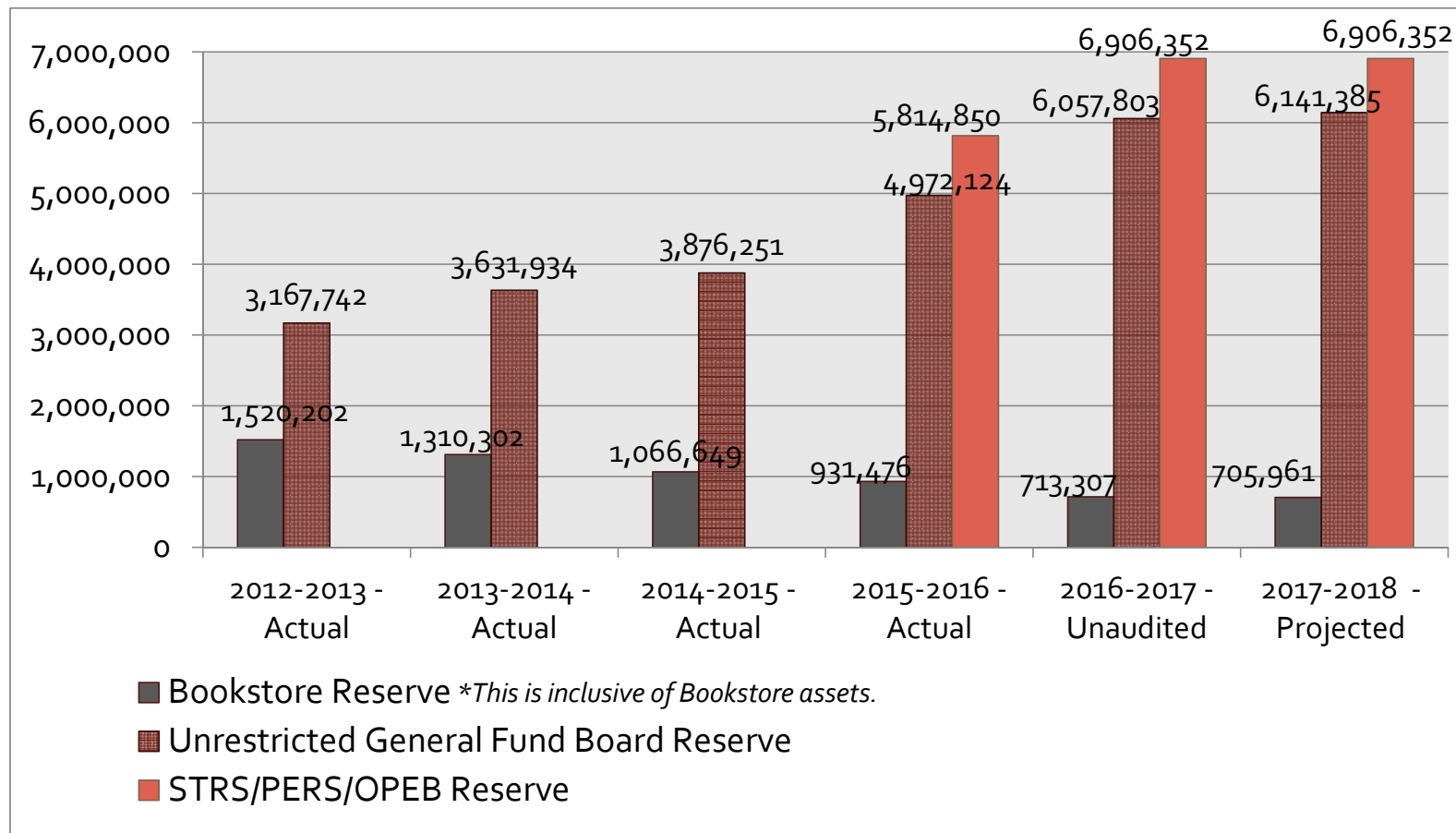
## Adopted Budget – 2017-2018

### MSJC Budget - Expenditure Assumptions

- 11 Newly Hired Net New Teaching Faculty
- 2 Newly Hired Net New Non Teaching Faculty
- 13 Newly Hired Replacements for retired Teaching Faculty
- 5 Newly Hired Net New Classified Staff
- Step/Column Increases
- Increase in STRS/PERS Employer Costs
- Maintain 7% Reserve
- Stipend Increases
- Conversion of @One Positions

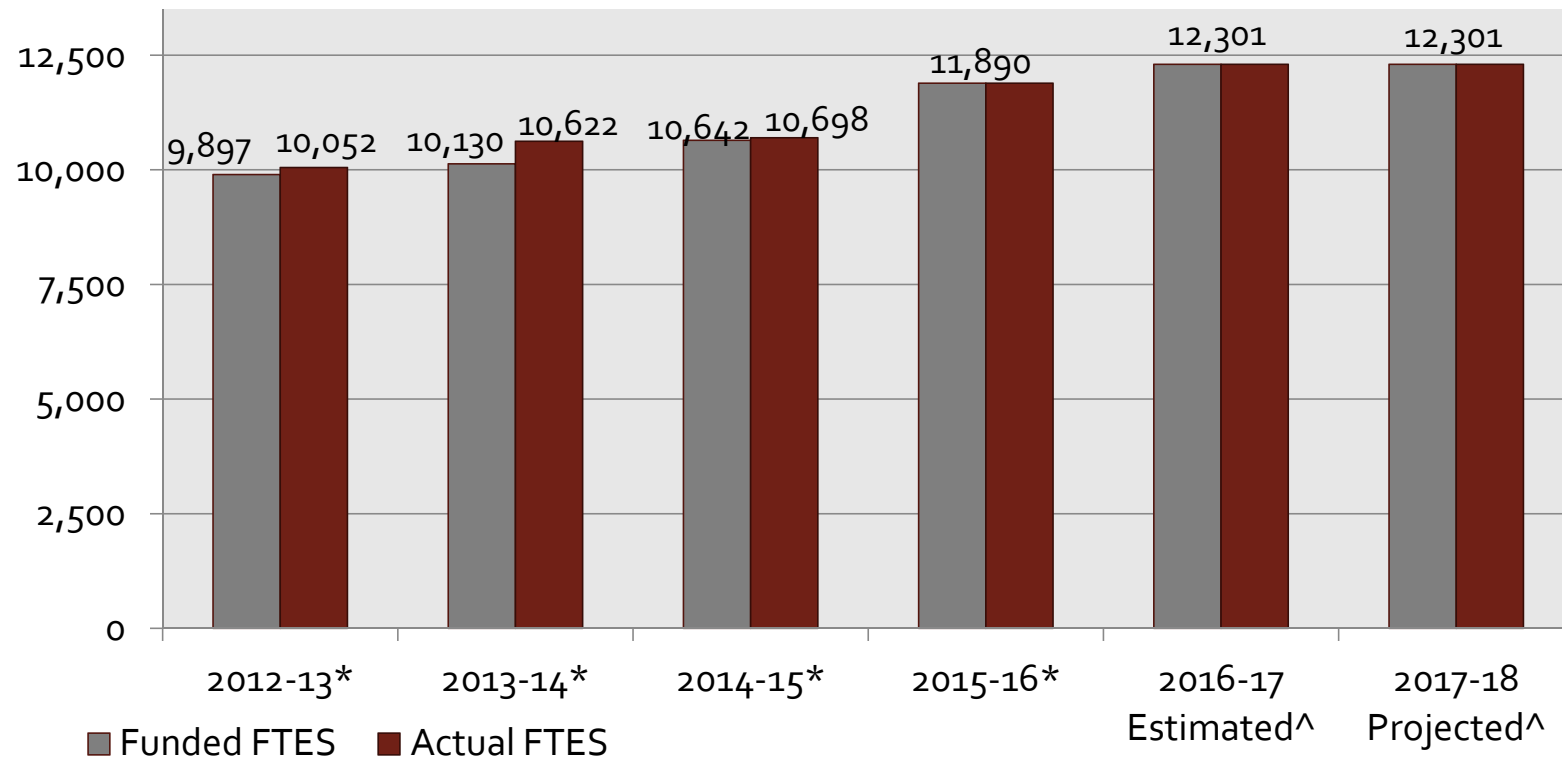
# Adopted Budget – 2017-2018

## Historical Data - District Reserves



## Adopted Budget – 2017-2018

### Historical Data - FTES Comparisons

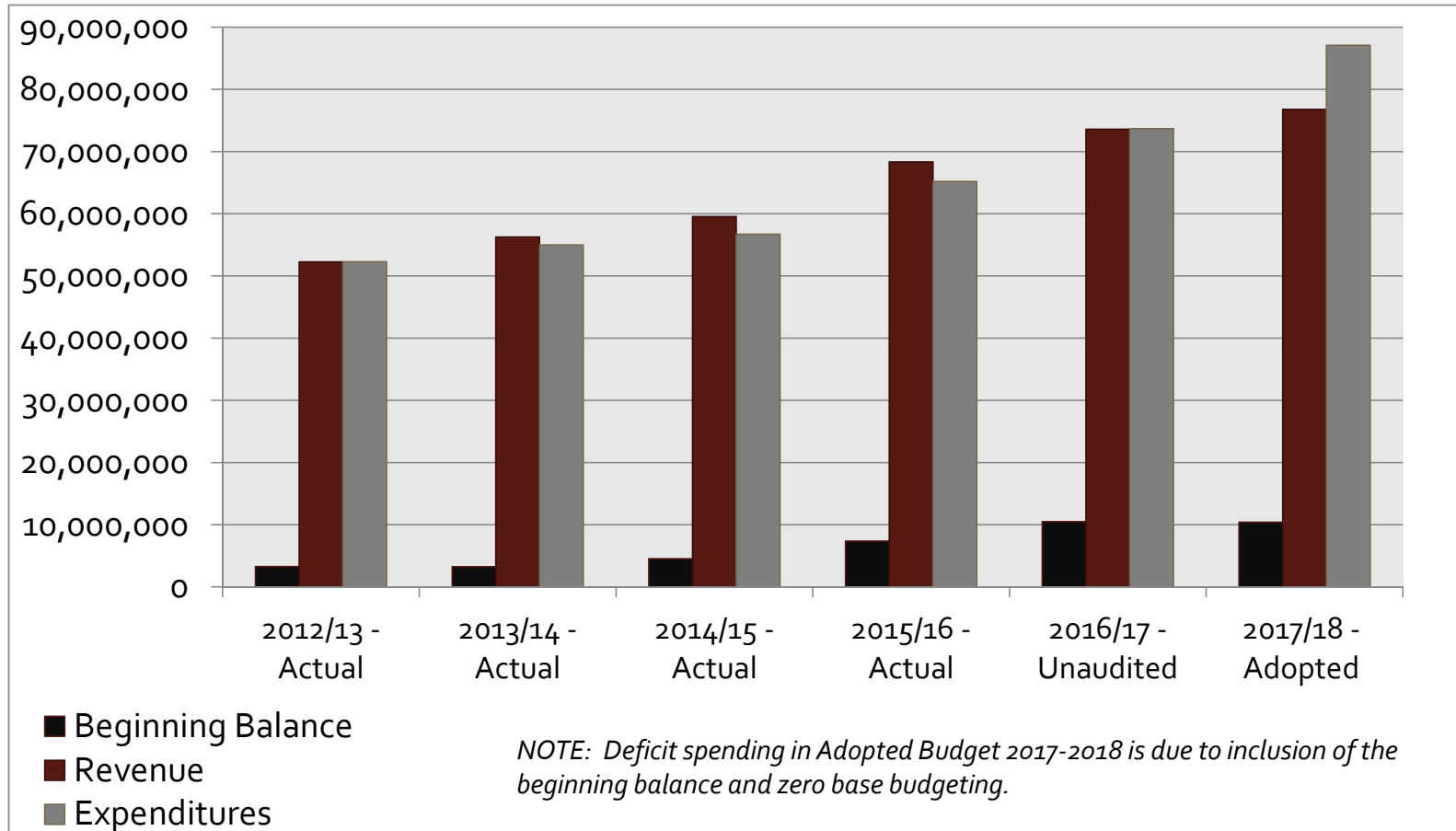


*\*Funded & Actual FTES provided by the Chancellor's Office Recalculation Apportionment Reports*

*^Per the 320 Report (P-3)*

## Adopted Budget – 2017-2018

### Historical Data: Revenue vs. Expenditures





## **Budget Allocation Model**

### **Unrestricted General Fund – Unaudited**

Revenue			<u>Adopted Budget FY 2017-2018</u>
	Net additional Unbudgeted Revenue over Expense		\$ 10,108,924
	Unused Categorical Program Interfund Transfer		-
	Budgeted Ending Balance 6/30/17		300,000
	Unaudited Beginning Balance 7/1/2017		\$ 10,408,924
	Actual Revenue FY 2017-2018		77,325,144
Total Anticipated Revenue:			87,734,068

### **Notes:**

1.	Less, Unrestricted Reserve	(300,000)	
2.	Less, Intrafund Transfer to Student Financial Services	(85,000)	
3.	Less, Interfund Transfer to Childcare	(164,204)	
4.	Less, Intrafund Transfer to Block Grant	(264,796)	
5.	Less, Unrestricted Reserve transfer to 7% reserve	(83,582)	
6.	Less, Interfund Transfer to Self Insurance	(143,975)	
7.	Less, Interfund Transfer to Capital Outlay	(1,100,000)	
			(2,141,557)
Total Available Funds for Allocation (TAFA):			\$ 85,592,511
Allocation Increment			
1.	PY Base Expenditure Budget (2016-2017)		\$ 82,815,073
2.	CY TAFA (2017-2018)		85,592,511
3.	Allocation Increment (A.I.)		2,777,438
4.	FY 2017-2018 Base Budget Adjustments	(2,777,438)	
Remaining Allocation Increment:			\$ -

# Budget Allocation Model

## Unrestricted General Fund – Unaudited

Expenditures	President	Instruction	Student Services	Business Services	Human Resources	Total
FY 2016-2017 Base Expenditure Budget (1000-6XXX)	\$7,309,049	\$45,154,002	\$11,320,553	\$17,472,546	\$1,558,923	\$82,815,073
FY 2017-2018 Base Budget Adjustments	605,967	1,515,662	781,556	790,777	174,978	3,868,940
FY 2016-2017 PERS/STRS Reserve moved to object 7920	(1,091,502)	-	-	-	-	(1,091,502)
FY 2017-2018 Base Expenditure Budget (1000-6XXX)	\$6,823,514	\$46,669,664	\$12,102,109	\$18,263,323	\$1,733,901	\$85,592,511
Permanent Base Ongoing Funding	75,183,587					
One Time Funding	10,408,924					
	85,592,511					
	San Jacinto Campus	Meniffee Campus	Temecula Campuses	San Gorgonio Campus	District Wide	Total
FY 2017-2018 Base Expenditure Budget by Campus (1000-6XXX)*	\$28,310,534	\$31,911,111	\$1,957,999	\$559,645	\$22,853,222	\$85,592,511

Note:\* Associate Faculty distribution among campuses is based on Spring 2017 expenditures.

# MEASURE AA PROJECTS

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2017-2018 Adopted Budget

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# Adopted Budget – 2017-2018

## Measure AA Projects



	2016-2017 Actual	Cumulative To Date Through 06/30/17	2017-2018 Adopted
<b>BEGINNING FUND BALANCE</b>	\$54,781,961	\$0	\$42,874,073
<b>REVENUES</b>			
1. Bond Funds	\$0	\$70,000,000	\$0
2. Interest	389,171	703,324	200,000
<b>TOTAL REVENUES AND BEGINNING FUND BALANCE</b>	\$55,171,132	\$70,703,324	\$43,074,073
<b>EXPENDITURES</b>			
1. District - Athletics Facilities Renovation	2,840,958	3,042,545	11,212,090
2. District - Building Security Access Control	2,850	41,750	500,000
3. District - CDEC Security Enhancements	224,436	236,935	625,000
4. District - Classroom Phones	75,090	75,090	-
5. District - EIR/CEQA	416,858	1,124,436	700,000
6. District - Fiber Re-Capitalization (Technology)	447,733	447,733	-
7. District - Infrastructure Master Plan	215,691	344,501	-
8. District - Lease Revenue Bond (LRB)		12,488,443	
9. District - Miscellaneous Planning and Bond Management Expenses	170,438	366,923	600,000
10. District - Network and Control Switches Upgrades	837,887	986,523	-
11. District - Planning	40,289	1,062,221	-
12. District - Shade Structure Projects	87,046	87,046	1,500,000
13. District - Signage and Wayfinding	-	-	150,000
14. District - Solar Photovoltaic System	2,824,903	2,846,621	-
15. District - Video Conferencing Upgrades	-	322,697	-

## Adopted Budget – 2017-2018

### Measure AA Projects



	2016-2017 <u>Actual</u>	Cumulative To Date <u>Through 06/30/17</u>	2017-2018 <u>Adopted</u>
16. District - Video Security Enhancements (Cameras & Media Storage)	-	-	150,000
17. District - Wireless Deployment	657,649	692,173	511,600
18. MVC - Building 300 Renovation	31,187	100,165	-
19. MVC - Building 3000 Rehabilitation/Fiber Installation	340,857	432,961	2,500,000
20. MVC - Emergency Generator	12,312	28,387	217,000
21. MVC - Infrastructure Projects	2,260	2,260	400,000
22. MVC - Parking Lot Expansion	-	-	4,000,000
23. MVC - Science Labs and Classroom Modular Swing Space	1,413,427	1,413,711	2,700,000
24. SGP - New Center Template	6,770	6,770	50,000
25. SGP - Science Labs and Classroom Modular Swing Space	335,896	336,180	350,000
26. SJC - Building 200 Safety Improvements ***	(14,300)	-	-
27. SJC - Emergency Generator	24,040	40,114	388,000
28. SJC - Infrastructure Projects	6,585	6,585	400,000
29. SJC - Parking Lot Expansion	1,350	1,350	4,000,000
30. SJC - Science Labs and Classroom Modular Swing Space	772,165	772,449	350,000
31. SJC - STEM Building	137,271	137,271	800,000
32. Wildomar - New Center Template	385,411	385,411	-
<u>TOTAL EXPENDITURES</u>	\$12,297,059	\$27,829,251	\$32,103,690
<u>ENDING FUND BALANCE</u>	\$42,874,073	\$42,874,073	\$10,970,383

*Note: There is an IRS requirement to expend 85% (\$59.9 million) of Series A by May 22, 2018*

MT. SAN JACINTO COMMUNITY  
COLLEGE DISTRICT  
ADOPTED BUDGET  
2017-2018

# Questions?



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