

2018-19 Tentative Budget

MONTEREY PENINSULA COMMUNITY COLLEGE DISTRICT

2018-19 May Revise (page 5)

- ▶ Included a revised funding formula starting July 1, 2018.
 - ▶ 60% FTES, 20% Income, 20% Completion.
 - ▶ 2018-19 COLA (2.71%) would be one-time for revenue frozen districts.
 - ▶ Full implementation would occur during the 2019-20 fiscal year.
 - ▶ For district's who are not funded on new proposed model:
 - ▶ Revenue will be frozen at 2017-18 levels (per FTES).
 - ▶ 12 out of 72 district's based on the Department of Finance simulations.
- ▶ Includes the continued proposal for an online community college.
 - ▶ No change in funding levels: \$100M one-time, \$20M ongoing
 - ▶ Changes were made in employee representation, governance & accreditation standards.

2018-19 Enacted Budget

- ▶ The Governor has reached a budget agreement with leaders from both the Senate & Assembly.
 - ▶ This conference is to develop a budget that both houses, along with the Governor will approve.
 - ▶ Budget agreement includes:
 - 3 year phase in of a new funding formula
 - 2018-19 – 70% FTES, 20% Equity, 10% Student Success
 - 2019-20 – 65% FTES, 20% Equity, 15% Student Success
 - 2020-21 – 60% FTES, 20% Equity, 20% Student Success
 - A provision that will guarantee all colleges at least a cost-of-living increase for three years.
 - Online community college included in budget - \$100M one-time + \$20M ongoing
- ▶ Next Step: Tentative budget package sent back to both houses for approval (majority vote).
 - ▶ Once approved, forwarded to Governor to sign (no later than June 15).

Budget Development Regulations & Structure (pages 6 & 7)

- ▶ Budget was developed in accordance with Title 5 regulations.
 - ▶ Title 5, Section 58311 (page 6).
- ▶ Separate & unique budgets were developed for all district funds
 - ▶ Per the California Community College Budget & Accounting Manual (BAM).
 - ▶ Description and purpose of all district funds are identified in the budget (page 7).

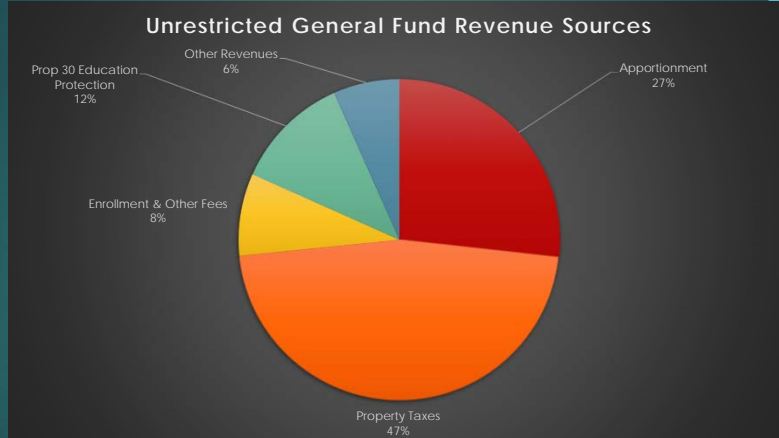
Key Budget Assumptions (page 9)

- ▶ The Tentative Budget is balanced.
- ▶ 2017-18 Revenue (6,700 FTES) + One-time COLA of 2.71% (\$1.05M).
- ▶ Resources are allocated to fund a schedule for 6,700 FTES.
- ▶ Revenue deficit factor budgeted at 1% (400k).
- ▶ PERS and STRS increases included in benefit budgets (increases of 2.57% and 1.85%, respectively).
- ▶ OPEB Annual Required Contribution (ARC) included within budget.
 - ▶ \$826K from the General Fund & \$117K from the Restricted Funds.

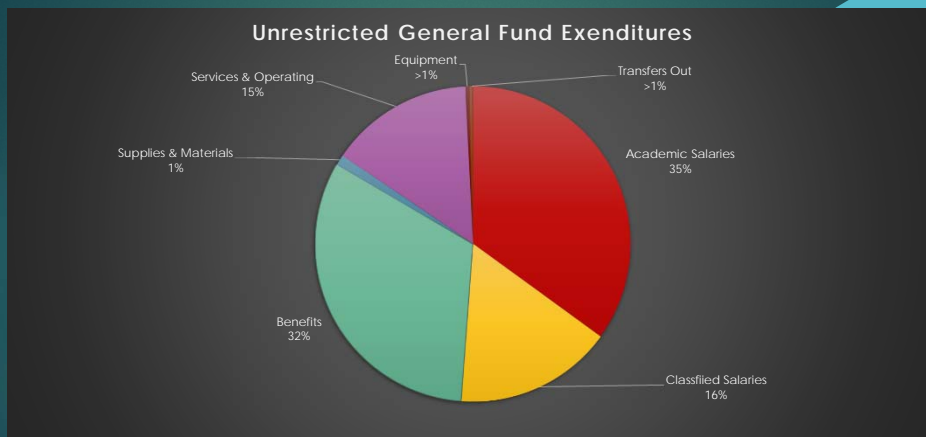
Unrestricted General Fund Summary (page 11)

UNRESTRICTED GENERAL FUND SUMMARY				
2018-19 Tentative Budget				
Description	2015-16 Actuals	2016-17 Actuals	2017-18 Revised Budget	2018-19 Tentative Budget
Revenues				
Federal Revenue	\$ 2,349	\$ 12,148	\$ 10,300	\$ 10,300
State Revenue	19,818,748	17,513,401	19,146,312	19,144,947
Local Revenue	23,053,270	25,231,201	22,842,462	24,307,556
Transfers In	-	2,031,765	-	-
Total Revenues & Transfers	\$ 42,874,367	\$ 44,788,515	\$ 41,999,074	\$ 43,462,803
Expenditures				
Academic Salaries	\$ 15,122,308	\$ 15,246,195	\$ 14,779,435	\$ 15,215,222
Classified Salaries	7,103,255	7,204,502	6,880,316	7,031,483
Benefits	10,376,389	11,725,779	13,212,799	14,010,834
Supplies & Materials	684,246	615,783	507,570	462,182
Services & Operating	5,618,295	6,854,280	6,227,275	6,406,143
Equipment	502,044	199,271	220,051	167,356
Transfers Out	925,220	1,600,648	171,629	169,583
Total Expenditures & Transfers	\$ 40,331,758	\$ 43,446,458	\$ 41,999,074	\$ 43,462,803
Surplus/(Deficit)	\$ 2,542,609	\$ 1,342,057	\$ (0)	\$ 0

Unrestricted General Fund Revenues (page 28)



Unrestricted General Fund Expenditures (page 28)



Unrestricted General Fund Budget by Department (page 29)

- ▶ The 2018-19 Tentative Budget unrestricted general fund is shown by cost center (department).
 - ▶ Expenditures are broken out by major state reporting classifications.
 - ▶ Consolidation of department budget packets.

UNRESTRICTED GENERAL FUND DETAIL - BY COST CENTER								
2018-19 Tentative Budget								
Cost Centers (Departments)	Academic Salaries	Classified Salaries	Benefits	Supplies & Materials	Services & Operating	Equipment	Transfers Out	Grand Total
Academic Senate (M)	\$ 39,838	\$ -	\$ 7,760	\$ -	\$ 3,300	\$ -	\$ -	\$ 50,898
Accreditation (M)	\$ -	\$ -	\$ -	\$ -	\$ 25,091	\$ -	\$ -	\$ 25,091
Adjunct Faculty Contingency (M)	\$ 205,200	\$ -	\$ 39,972	\$ -	\$ -	\$ -	\$ -	\$ 245,172
Administration of Justice (M)	\$ 84,230	\$ -	\$ 14,624	\$ 250	\$ -	\$ -	\$ -	\$ 99,104
Admissions and Records (M)	\$ -	\$ 380,393	\$ 134,954	\$ 10,000	\$ 14,697	\$ -	\$ -	\$ 540,044

Unrestricted General Fund Total Computational Revenues (page 32)

UNRESTRICTED GENERAL FUND SUMMARY				
Total Computational Revenue - 2018-19 Tentative Budget				
Description	2015-16 Actuals	2016-17 Actuals	2017-18 Revised Budget	2018-19 Tentative Budget
Revenues				
Property Taxes	\$ 19,056,705	\$ 20,324,736	\$ 18,866,522	\$ 20,341,474
Student Enrollment Fees	3,022,233	2,950,882	2,890,731	2,890,731
Prop 30 EPA	5,353,807	5,234,963	5,227,252	5,073,759
Apportionment	8,378,539	8,728,804	11,887,503	11,619,475
Total Computational Revenue**	\$35,811,284	\$37,239,385	\$38,872,008	\$39,925,439
<i>** Revenue generated by FTES</i>				

5 Year Spending History – Unrestricted General Fund (page 33)

- ▶ A 5 year unrestricted general fund spending history.
 - ▶ Includes last 5 closed & audited fiscal year.
 - ▶ Shows both revised budget and actual expenses.
 - ▶ Expenditures shown by major object code.

		5 Year Expenditure Budget & Actual History - Unrestricted General Fund									
		FY 2012-13		FY 2013-14		FY 2014-15		FY 2015-16		FY 2016-17	
Object	Object Name	Revised Budget	Actuals	Revised Budget	Actuals	Revised Budget	Actuals	Revised Budget	Actuals	Revised Budget	Actuals
1100	Instructor Salaries, Regular	\$ 6,079,625	\$ 6,060,460	\$ 6,140,547	\$ 6,279,451	\$ 6,567,610	\$ 6,497,577	\$ 7,241,282	\$ 6,774,170	\$ 7,189,900	\$ 6,911,039
1200	Non-instructional Salaries, Re	\$ 2,647,925	\$ 2,631,773	\$ 2,805,470	\$ 2,772,327	\$ 2,780,129	\$ 2,512,622	\$ 2,667,650	\$ 2,692,786	\$ 2,919,034	\$ 2,866,581
1300	Instructional Salaries, Other	\$ 5,049,536	\$ 4,999,437	\$ 5,072,605	\$ 5,417,118	\$ 4,999,667	\$ 5,113,779	\$ 5,061,593	\$ 5,344,279	\$ 5,176,701	\$ 5,223,754
1400	Non-instructional Salaries, Ot	\$ 266,440	\$ 279,079	\$ 328,489	\$ 295,638	\$ 202,173	\$ 220,548	\$ 279,137	\$ 311,073	\$ 309,486	\$ 244,821
	Total Academic Salaries	\$ 14,043,526	\$ 13,964,749	\$ 14,348,111	\$ 14,764,534	\$ 14,549,579	\$ 14,344,526	\$ 15,249,662	\$ 15,122,308	\$ 15,595,121	\$ 15,246,195
2100	Non-instructional Salaries, Re	\$ 5,951,151	\$ 5,811,131	\$ 5,878,354	\$ 5,684,255	\$ 5,534,997	\$ 5,460,904	\$ 5,948,941	\$ 5,411,630	\$ 5,835,739	\$ 5,410,179
2200	Instructional Aides, Regular	\$ 802,222	\$ 791,944	\$ 873,063	\$ 857,062	\$ 774,784	\$ 746,428	\$ 758,753	\$ 777,938	\$ 794,952	\$ 744,600
2300	Non-instructional, Other than	\$ 248,546	\$ 399,260	\$ 360,407	\$ 393,321	\$ 238,285	\$ 340,296	\$ 272,253	\$ 361,965	\$ 265,848	\$ 464,586
2400	Instructional Aides, Other tha	\$ 647,621	\$ 592,960	\$ 667,232	\$ 629,432	\$ 538,087	\$ 533,260	\$ 533,511	\$ 551,723	\$ 577,844	\$ 585,137
	Total Classified Salaries	\$ 7,649,540	\$ 7,595,295	\$ 7,779,056	\$ 7,564,071	\$ 7,086,153	\$ 7,080,888	\$ 7,513,457	\$ 7,103,255	\$ 7,474,383	\$ 7,204,502

All Other District Funds (page 63)

OTHER DISTRICT FUNDS			
2018-19 Tentative Budget			
Fund	Fund Summary Page	Revenue Budget	Expenditure Budget
Restricted General Fund	33	\$ 8,642,922	\$ 8,642,922
Child Development	43	\$ 561,188	\$ 504,270
Capital Outlay	47	\$ 716,463	\$ 707,463
Self Insurance	49	\$ 7,385,138	\$ 7,385,138
Parking	51	\$ 532,000	\$ 554,210
College (Student) Center Bond	54	\$ 20,350	\$ 20,300
College (Student) Center	55	\$ -	\$ 202,551
Building	58	\$ 116,000	\$ 336,000
OPEB	60	\$ 942,870	\$ 942,870
Workers Comp	61	\$ 21,200	\$ 50,000

Fiduciary Funds (page 64)

FIDUCIARY FUNDS SUMMARY						
2018-19 Tentative Budget						
Description	Scholarship & Loan	Trust Funds	ORR Estate	Associated Students	Student Financial Aid	Total
Total Revenues & Transfers	\$ 4,000,000	\$ 3,395,000	\$ 30,000	\$ 80,000	\$ 6,519,310	\$ 14,024,310
Total Expenditures & Transfers	\$ 4,000,000	\$ 3,395,000	\$ 30,000	\$ 80,000	\$ 6,519,310	\$ 14,024,310
Surplus/(Deficit)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -