



C H A B O T - L A S P O S I T A S

| *Community College District*

Board of Trustees Meeting - June 18, 2019
Tentative Budget Fiscal Year 2019-20

Doug Roberts

Acting Vice Chancellor, Business Services

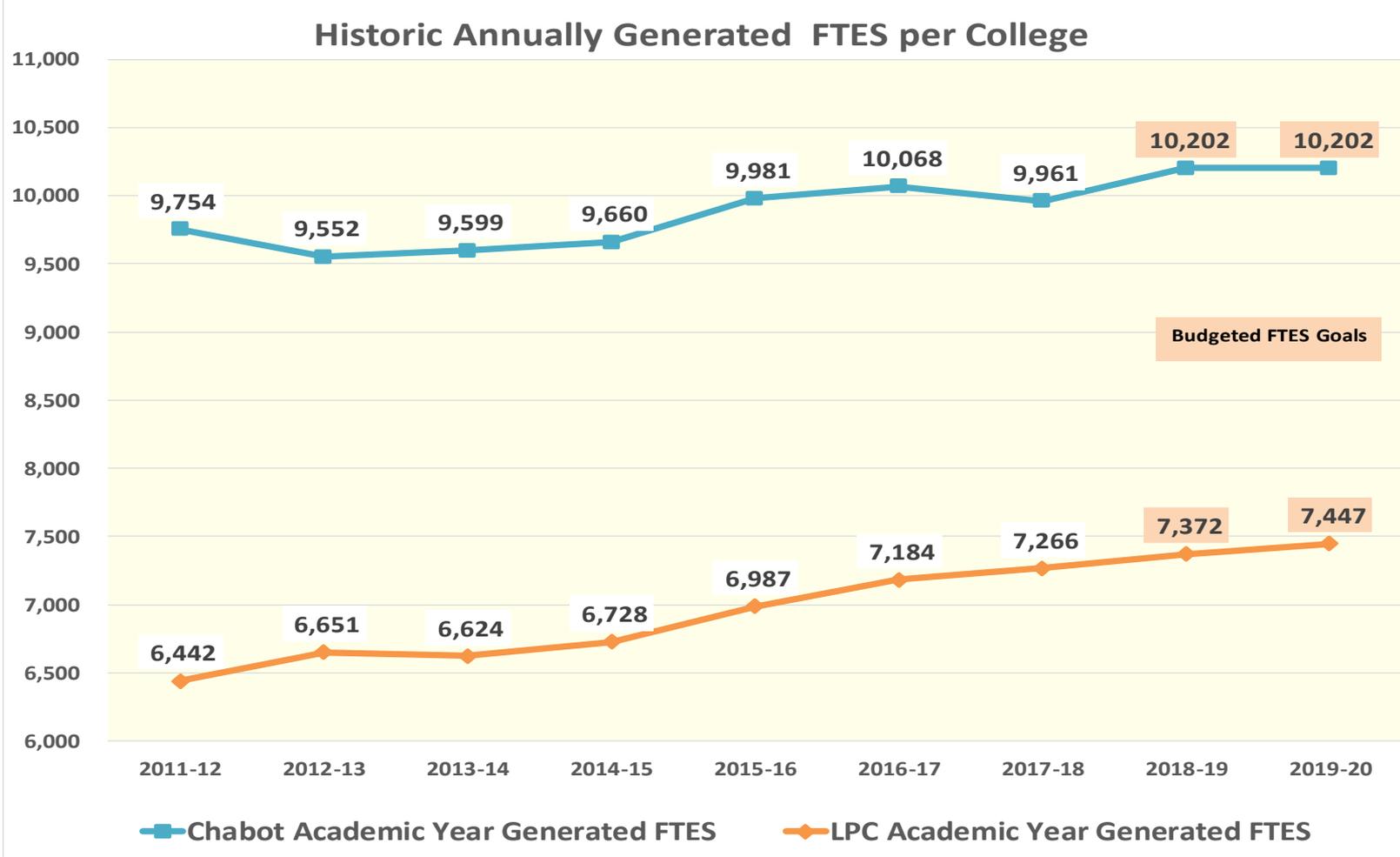
Presentation Summary

- ❑ Budget Requirement
- ❑ Student Enrollment Data
- ❑ 2019-20 Student Centered Funding Formula (SCFF)
- ❑ 2018-19 Districts Funded through “Hold Harmless”
- ❑ 2019-20 CLPCCD Funding – Hold Harmless vs. SCFF
- ❑ Major Revenue & Expenditure Assumptions
- ❑ Budget Allocation Model Summary
- ❑ Budgets for District Funds
- ❑ Looking Ahead – Opportunities and Budget Risks
- ❑ Questions and Comments

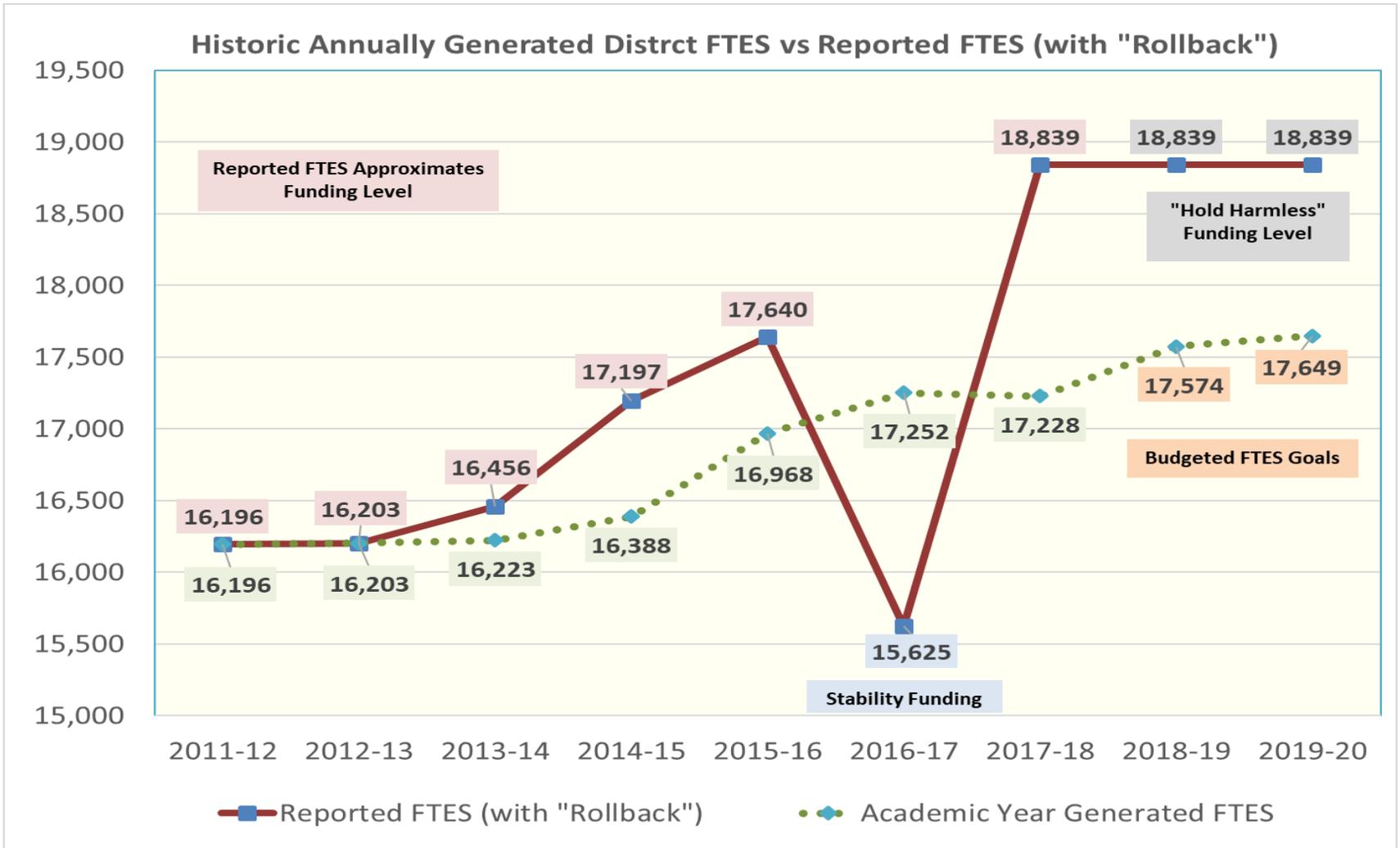
Budget Requirement

- ❑ Title 5 § Section 58305 of the California Code of Regulations requires community college districts to adopt a tentative budget on or before the first day of July each year
- ❑ Final budget will be presented at the public hearing on August 20 at 6:30 p.m. in the District Office board room

College Annually Generated FTES



District FTES (Generated & Reported)



Governor's Budget Proposal FY2019-20

- ❑ **Student Centered Funding Formula (FY 2019-20)**
 - 70% for the Base Allocation
 - 20% for the Supplemental Allocation
 - 10% for the Student Success Allocation

- ❑ Funding rates (for 2019-20) will be the 2018-19 rates increased for COLA

- ❑ Student Success Allocation is capped at 10% (over 2018-19 totals)

- ❑ “Transfers” for the student success allocation will be attributed to the “district of residence”

System Funding-Hold Harmless Districts

2018-19 State funding for Community Colleges

The 27 Districts that Maintain Total Funding Through "Hold Harmless" at P-1

District	Hold Harmless Funding above SCFF (in Millions)	District	Hold Harmless Funding above SCFF (in Millions)
Cabrillo	3.7	Ohlone	7.1
Chabot-Las Positas	15.1	Palomar	4.2
Compton	2.3	Peralta	6.2
Contra Costa	11.1	San Francisco	5.1
Foothill Deanza	9.3	San Luis Obispo	1.8
Gavilan	0.7	San Mateo	2.5
Glendale	3.0	Santa Monica	4.2
Lake Tahoe	0.9	Sierra Joint	3.9
Long Beach	1.9	Solano	4.1
Marin	2.1	Sonoma	5.7
Mendocino-Lake	0.3	South Orange	1.3
Monterey	1.3	Southwestern	1.5
Napa	0.3	West Valley	4.8
North Orange	10.7		

CLPCCD Funding—Hold Harmless Vs. SCFF

Funding for 2019-20 - (The Higher of Option #1 or Option #2)			
Option #1 - Funding per SCFF			
Section I - Base Allocation			
	FTES Revenue		\$ 66,827,795
	FTES Growth		-
	Basic/Foundation		8,765,210
	Total		75,593,004
	Section II - Supplemental Allocation*		16,169,742
	Section II - Student Success Allocation*		10,420,920
	SCFF Total		\$ 102,183,666
Option #2 - Funding per "Hold Harmless"			
	2018-19 Total Available Revenue (TAR)		\$ 110,597,916
	2019-20 COLA = 3.26%		3,605,492
	Hold Harmless Total		\$ 114,203,408
<i>* Based on the ratio of Allocation funding per "Generated" FTES for 2017-18</i>			

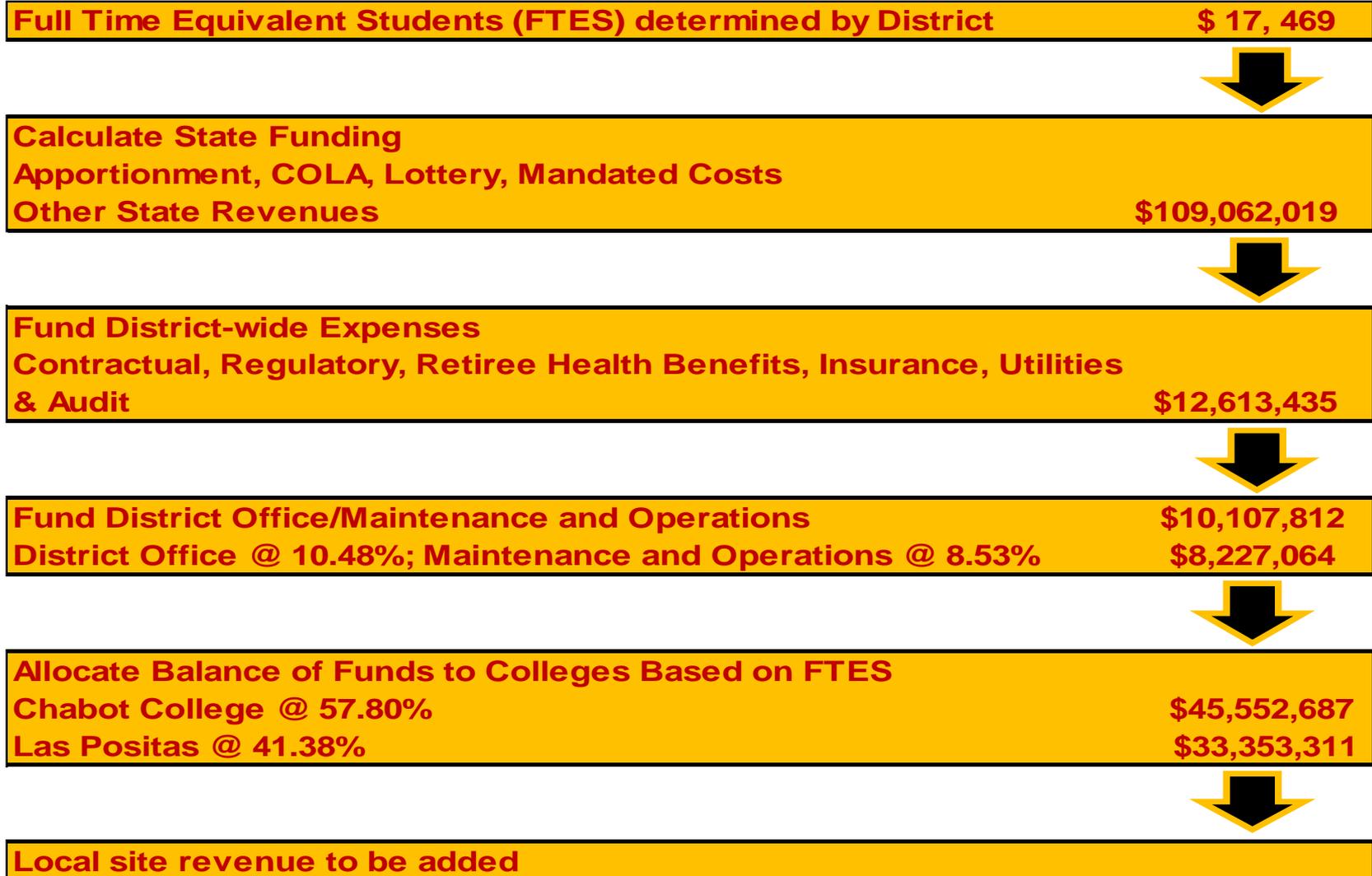
Major Revenue Assumptions

Assumption	Amount
❑ Higher of SCFF Calculation Amount or Hold Harmless	❑ \$ 114,203,408
❑ Lottery Revenue	❑ \$ 2,737,328
❑ Mandated Cost Block Grant	❑ \$ 533,380
❑ Part Time Faculty Allocation	❑ \$ 394,245
❑ Non Resident Tuition	❑ \$ 2,609,490

Major Expenditure Assumptions

- ❑ Based on serving 17,649 FTES
- ❑ Step/column and longevity included
- ❑ Premium increases for health & welfare, assumes status quo employee contributions
- ❑ Retiree health benefits budget of \$7,377,725 is based on the 2018 actuarial study and represents an increase of 39% over the prior year's budget
- ❑ STRS/PERS increased rates from 16.28% to 16.70% and 18.06% to 20.73%, respectively
- ❑ Property & Liability insurance budget of \$519,605
- ❑ Utilities budget (electricity, natural gas, water, and disposal services) of \$2,909,678

Budget Allocation Model- Calculations



Tentative Budget 2019-2020 – Unrestricted General Fund

(page 11)

REVENUE	
State General Apportionment, State /Local/Federal Revenue and Transfers	\$141,458,608
EXPENDITURES	
Total Expenditures	\$135,026,195
Net Increase/(Decrease) in Fund Balance	\$6,432,4125
Beginning Balance	\$30,454,868
Ending Balance	\$36,887,280

Tentative Budget 2019-2020 – Restricted General Fund

(page 12)

REVENUE	
State General Apportionment, State /Local/Federal Revenue and Transfers	\$124,849,884
EXPENDITURES	
Total Expenditures	\$119,397,558
Net Increase/(Decrease) in Fund Balance	\$5,452,236
Beginning Balance	\$5,098,124
Ending Balance	\$10,550,450

Tentative Budget 2019-2020 – Cafeteria Fund (page 32)

REVENUE	
Operations/Commissions and Interest	\$53,753
EXPENDITURES	
Expenditures and Transfers	\$41,383
Net Increase/(Decrease) in Fund Balance	\$12,370
Beginning Balance	\$48,738
Ending Balance	\$47,917

Tentative Budget 2019-2020 - Child Development Fund

(page 36)

REVENUE	
State/Local/Federal Revenue Transfers In	\$1,934,846
EXPENDITURES	
Expenditures	\$1,946,151
Net Increase/(Decrease) in Fund Balance	\$(11,305)
Beginning Balance	\$152,080
Ending Balance	\$140,775

Tentative Budget 2019-2020 - Self Insurance Fund

(RUMBL, page 40)

REVENUE	
Transfers and Interest	\$7,417,725
EXPENDITURES	
Expenditures and Transfers	\$7,377,725
Net Increase/(Decrease) in Fund Balance	\$40,000
Beginning Balance	\$2,070,694
Ending Balance	\$2,110,694

Tentative Budget 2019-2020 - Bond Fund (page 44)

REVENUE	
Interest & Proceeds –Sale of Capital Assets	\$2,336,641
EXPENDITURES	
Expenditures	\$75,478,862
Net Increase/(Decrease) in Fund Balance	\$(73,142,221)
Beginning Balance	\$165,920,697
Ending Balance	\$92,778,476

Tentative Budget 2019-2020 - Capital Projects Fund (page 46)

REVENUE	
State /Local/Federal Revenue and Transfers	\$905,000
EXPENDITURES	
Expenditures	\$741,000
Net Increase/(Decrease) in Fund Balance	\$164,000
Beginning Balance	\$7,621,351
Ending Balance	\$7,785,351

Tentative Budget 2019-2020 - Special Reserve Funds
 (Nike Project, COP – page 48)

REVENUE	
Interest	\$20,000
EXPENDITURES	
Expenditures	\$190,000
Net Increase/(Decrease) in Fund Balance	\$(170,000)
Beginning Balance	\$1,488,122
Ending Balance	\$1,318,122

Looking Ahead – Opportunities and Budget Risks

- ❑ Analysis and simulations of impact of new funding model
 - Analysis of impact on District BAM
- ❑ Implementation of BAM recommendations
- ❑ Economy/Recession
- ❑ STRS/PERS Increases
- ❑ Deficit Spending
- ❑ Structural Deficit

Questions and Comments
