

RANCHO SANTIAGO COMMUNITY COLLEGE DISTRICT
website: [Fiscal Resources Committee](#)

Agenda for March 20, 2019

1:30 p.m. - 3:00 p.m.

Executive Conference Room #114

1. Welcome
2. State/District Budget Update – Hardash
 - 2017/18 Apportionment Recalc Exhibit E
 - 2018/19 Apportionment P1 Report Exhibit C
 - SSC – State Revenues Fall Short \$2.3 Billion for December and January Combined
 - SSC – Legislative Analyst's Office Warns of May Revision Risks
 - SSC – LAO Notes SCFF Shortfall
 - SSC – February Tax Collections Beat Estimates
3. Follow up regarding Tentative Budget Assumptions
4. Distribution of One-time Election Expense Savings
5. Continued Discussion of SCFF and Review of BAM - Cambridge West Partnership Consultants
6. 2019/20 Proposed Meeting Schedule
7. Standing Report from District Council – Zarske
8. Informational Handouts
 - District-wide expenditure report link: <https://intranet.rscsd.edu>
 - Vacant Funded Position List as of March 13, 2019
 - Measure “Q” Project Cost Summary as of February 28, 2019
 - Monthly Cash Flow Summary as of February 28, 2019
 - [SAC Planning and Budget Committee Agendas and Minutes](#)
 - [SCC Budget Committee Agendas and Minutes](#)
9. Approval of FRC Minutes – February 20, 2019
10. Other

Next FRC Committee Meeting: (Executive Conference Room #114 1:30 pm – 3:00 pm)

April 17, 2019

The mission of the Rancho Santiago Community College District is to provide quality educational programs and services that address the needs of our diverse students and communities.

**CALIFORNIA COMMUNITY COLLEGES
2017-18 RECALCULATION STATE GENERAL APPORTIONMENT
RANCHO SANTIAGO COMMUNITY COLLEGE DISTRICT**

EXHIBIT E

Total Computational Revenue and Revenue Source

Total Computational Revenue

I.	Basic Allocation		\$10,948,902
II.	Base FTES Revenue		\$137,834,459
III.	Less Current Year Decline		\$0
IV.	Stability Adjustments		\$0
V.	Inflation Adjustment (COLA)	1.56%	\$2,321,020
VI.	Base Increase		\$4,660,830
VII.	Restored Decline in Current Year		\$7,443,790
VIII.	Growth Revenue		\$1,641,887
IX.	Other Adjustments		
	College/Center Size or Status	\$0	
	College/Center Size or Status COLA	\$0	
	Miscellaneous Adjustments	\$0	
	Total Other Adjustments		\$0
Total Computation Revenue			\$164,850,888

Revenue Source

A1	Property Taxes		\$83,113,852
A2	Less Property Taxes Excess		\$0
B	Student Enrollment Fees		\$9,035,405
State General Apportionment			
C1	General Apportionment	\$48,209,759	
C2	Full-Time Faculty Hiring Apportionment	\$1,677,134	
Total State General Apportionment			\$49,886,893
D	Education Protection Account		\$22,814,738
E	Deficit Factor/Revenue Shortfall	0.000000000	\$0
Total Revenue			\$164,850,888

RANCHO SANTIAGO COMMUNITY COLLEGE DISTRICT

Supporting Schedules

Schedule I: Basic Allocation Revenue

District Type	FTES	Funding Rate	Number of Colleges/Centers	Basic Allocation
		a	b	a x b
Single College District	<= 10000	\$3,649,633	0	\$0
	> 10000 & <20000	\$4,866,179	0	\$0
	>=20000	\$6,082,724	0	\$0
Mult-College District	<= 10000	\$3,649,633	1	\$3,649,633
	> 10000 & <20000	\$4,257,907	0	\$0
	>=20000	\$4,866,179	1	\$4,866,179
Rural College Designation		\$1,160,808	0	\$0
Centers				
State Approved	>= 1000	\$1,216,545	1	\$1,216,545
Grandparented	>= 1000	\$1,216,545	1	\$1,216,545
	>=750 & <1000	\$912,408	0	\$0
	>=500 & <750	\$608,272	0	\$0
	>=250 & <500	\$304,136	0	\$0
	>=100 & <250	\$152,069	0	\$0
Total Basic Allocation				\$10,948,902

Schedule II: FTES Revenue

FTES Summary

	Credit	Noncredit	CDCP	Total
Base (PY Funded)	21,499.150	854.660	5,163.500	27,517.310
Growth Target	357.658	237.620	(181.790)	413.488
Restored	1,445.135	0.000	0.000	1,445.135
Stability	0.000	0.000	0.000	0.000
Total Funded	23,301.943	1,092.280	4,981.710	29,375.933
Unfunded	2.607	0.000	0.000	2.607
Actual Reported	23,304.550	1,092.280	4,981.710	29,378.540

Base FTES Revenue

FTES Type	Base Funding Rate (Before CY COLA)	Marginal Funding Rate (Includes CY COLA)	BASE FTES (PY Funded)	Base Revenue
	a	b	c	a x c
Credit	5,071.810095	5,150.930352	21,499.150	\$109,039,606
Noncredit	3,049.822157	3,097.399382	854.660	\$2,606,561
CDCP	5,071.810114	5,150.930352	5,163.500	\$26,188,292
Total Base FTES Revenue				\$137,834,459

Schedule III: Growth Revenue

	Rate	Amount		Funded Growth Revenue
Target Growth	0.50%	\$718,841	Credit	\$1,842,271
Funded Growth	1.15%	\$1,641,887	Noncredit	\$736,004
Statewide Target Growth	1.02%	\$57,794,001	CDCP	(\$936,388)
Statewide Funded Growth	1.02%	\$57,794,001	Total Growth Revenue	
				\$1,641,887

Unrestored Decline as of July 1st of Current Year (Before COLA)

A. 1st Year	\$7,329,451
B. 2nd Year	\$0
C. 3rd Year	\$0
Total	
\$7,329,451	

**California Community Colleges
2018-19 First Principal Apportionment
Rancho Santiago CCD
Exhibit C-Page 1**

Total Computational Revenue and Revenue Source

Total Computational Revenue

I. Base Allocation	129,934,741
II. Supplemental Allocation	25,290,880
III. Student Success Allocation	21,033,144
IV. Other Adjustments	-
	SCFF Calculated Revenue 176,258,765
	Hold Harmless Calculation (2017-18 TCR+COLA) 169,318,347
	Total Computational Revenue 176,258,765

Revenue Sources

Property Tax	80,418,509
Less Property Tax Excess	-
Student Enrollment Fees	7,885,082
State General Apportionment	
General Apportionment	53,547,483
Full-Time Faculty Hiring Apportionment (2015-16 Funds Only)	1,722,570
Total State General Apportionment	55,270,053
Education Protection Account	23,772,771
Available Revenue	167,346,415
Deficit Factor	5.06%
Revenue Shortfall	8,912,350
Total Revenue Sources	176,258,765

Supporting Sections

Section Ia: Base Allocation

FTES

	2016-17 Funded	2017-18 Funded	Stability	Restoration	Stability Adjustment	Adjustment	2018-19 Applied #1	Credit 3 Year Average
Credit	21,499.15	21,350.69	-	-	(2,067.91)	(378.99)	18,903.79	21,234.96
Special Admit Credit		1,944.53	-	-	(491.67)	-	1,452.86	
Incarcerated Credit		6.72	-	-	(6.72)	-	-	
Non-Credit*		1,092.28	-	-	(340.97)	-	751.31	
CDCP*		4,981.71	-	-	-	258.84	5,240.55	
Total	21,499.15	29,865.93	-	-	(2,907.27)	(120.15)	26,838.51	21,234.96

	2018-19 Applied #2	Growth	Stability Paid	2018-19 Paid	Rate \$	Total FTES Revenue \$	2018-19 Reported	2018-19 Unapplied
Credit	21,234.96	-	-	21,234.96	3,727.00	79,142,700	18,903.79	-
Special Admit Credit	1,452.86	-	-	1,452.86	5,457.00	7,928,257	1,452.86	-
Incarcerated Credit	-	-	-	-	5,457.00	-	-	-
Non-Credit*	751.31	-	-	751.31	3,347.00	2,514,635	751.31	-
CDCP*	5,240.55	-	-	5,240.55	5,457.00	28,597,681	5,240.55	-
Total	28,679.68	-	-	28,679.68		118,183,273	26,348.51	-

* Only FTES workload with stability.

Section Ib: Base Allocation - Restoration Target

	2015-16	2016-17	2017-18	Total Target \$
Credit	-	(670.20)	-	(2,497,817)
Special Admit Credit	-	-	-	-
Incarcerated Credit	-	-	-	-
Non-Credit	-	(152.52)	-	(486,161)
CDCP	-	761.91	-	4,038,732
Total	-	(60.81)	-	1,054,754

Total \$ Equivalent

1,054,754

Section Ic: Base Allocation - Growth Target

	FTES	0.50% 2018-19 Growth FTES
Credit	21,234.96	106.28
Special Admit Credit	1,944.53	9.73
Incarcerated Credit	6.72	0.03
Non-Credit	1,092.28	5.47
CDCP	4,981.71	24.93
Total	29,750.20	146.45

Total \$ Equivalent

603,783

**California Community Colleges
2018-19 First Principal Apportionment
Rancho Santiago CCD
Exhibit C-Page 2**

Section Id: Basic Allocation Revenue Calculation

District Type	FTES	Funding Rate	Number of Colleges/Centers	Basic Allocation
		a	b	a x b
Single College District	<10,000	3,917,761	0	-
	>=10,000 & < 20,000	5,223,684	0	-
	>= 20,000	6,529,605	0	-
Muti-College District	< 10,000	3,917,761	1	3,917,761
	>=10,000 & < 20,000	4,570,724	0	-
	>= 20,000	5,223,684	1	5,223,684
	Additional Rural \$	1,246,089	0	-
Centers				
State Approved	>= 1,000	1,305,921	1	1,305,921
Grandparented	>= 1,000	1,305,921	1	1,305,921
	>= 750 & < 1,000	979,440	0	-
	>= 500 & < 750	652,960	0	-
	>= 250 & < 500	326,480	0	-
	>= 100 & < 250	163,241	0	-
Total Basic Allocation				11,753,287
Total FTES Revenue				118,183,273
Basic Allocation				11,753,287
Total Base Allocation				129,936,560

Section II: Supplemental Allocation

	2017-18 Headcount	2018-19 Rate	Revenue
Pell Grant Recipients	6,288	919	5,778,672
AB540 Students	2,317	919	2,129,323
California Promise Grant Recipients	18,915	919	17,382,885
Total Supplemental Allocation Revenue:			25,290,880

Section III: Student Success Allocation

All Students	2017-18 Headcount	2018-19 Rate	Revenue
Associate Degree	3,302	1,320	4,358,640
Associate Degree for Transfer	1,237	1,760	2,177,120
Baccalaureate Degree	-	1,320	-
Credit Certificates	2,679	880	2,357,520
Nine or More CTE Units	3,907	440	1,719,080
Transfer	3,213	660	2,120,580
Transfer Level Math and English	747	880	657,360
Regional Living Wage	6,932	440	3,050,080
All Students subtotal	22,017		16,440,380
Pell Grant Recipients			
Associate Degree	1,530	499.50	764,235
Associate Degree for Transfer	588	666.00	391,608
Baccalaureate Degree	-	499.50	-
Credit Certificates	1,187	333.00	395,271
Nine or More CTE Units	1,068	166.50	177,822
Transfer	1,073	249.75	267,982
Transfer Level Math and English	285	333.00	94,905
Regional Living Wage	424	166.50	70,596
Pell Grant Recipients subtotal	6,155		2,162,419
California Promise Grant Recipients			
Associate Degree	2,453	333.00	816,849
Associate Degree for Transfer	881	444.00	391,164
Baccalaureate Degree	-	333.00	-
Credit Certificates	1,878	222.00	416,916
Nine or More CTE Units	2,157	111.00	239,427
Transfer	1,950	166.50	324,675
Transfer Level Math and English	446	222.00	99,012
Regional Living Wage	1,282	111.00	142,302
California Promise Grant Recipients subtotal	11,047		2,430,345
Total Student Success Allocation Revenue:			21,033,144

COMMUNITY COLLEGE UPDATE

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No. 4

State Revenues Fall Short \$2.3 Billion for December and January Combined

State General Fund revenues for the months of December 2018 and January 2019 combined fell short of the revised forecast by \$2.3 billion, or 3%. Because the current-year revenue forecast is revised with the release of the Governor's January State Budget, a shortfall of this magnitude is unexpected.

According to the Department of Finance's (DOF) *Finance Bulletin* for February 2019, December revenues outpaced the revised forecast by \$445 million, while January revenues were off the mark by \$2.8 billion, resulting in the year-to-date shortfall of \$2.3 billion.

The *Finance Bulletin* notes that the vast majority of the January shortfall occurred in personal income tax, which saw withholding come up short \$563 million and other receipts miss the mark by \$2.2 billion. Other receipts include estimated payments, and the *Finance Bulletin* explains that changes in federal tax law enacted in December 2017 have likely lowered estimated payments for this past December. In turn, final payments for 2018 liabilities due in April will likely be higher, which would offset some or all of the current shortfall.

The sales and use tax for the two months combined fell short by \$183 million, while the corporation tax outperformed the forecast by \$434 million for the same period. Other General Fund revenue sources came in ahead of the forecast by a net \$59 million.

The DOF report also notes that inflation ticked up slightly in 2018 compared to 2017. California consumer inflation rose to 3.7% in 2018 compared to 2.9% in 2017. The index for the U.S. rose to 2.4% in 2018 compared to 2.1% in the preceding year.

The state's labor market continues to shine. In December 2018, 24,500 jobs were added, slightly outpacing the average monthly gain of 23,700 for all of 2018. California's unemployment rate rose slightly to 4.2% in December 2018 from 4.1% in September through November. Despite this slight uptick, the state's unemployment rate is still in historically low territory. The U.S. unemployment rate for December 2018 was 3.9% and 4.0% for January 2019.

In contrast to the state's labor market, the housing market is showing signs of weakness. For December 2018, 96,000 residential building permits were issued, down almost 23% from the same period one year earlier. Similarly, sales of existing, single-family homes in December 2018 totaled 372,260, down 11.6% from December 2017. For the 2018 year as a whole, home sales were down 4.8% compared to sales in 2017, the first drop in home sales in four years.

Finally, the state's median home price in December 2018 was \$557,600, up 1.5% on a year-over-year basis, but off 7.5% from the peak of \$602,760 recorded in June 2018.

—Robert Miyashiro

posted 02/20/2019

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No. 4

Legislative Analyst's Office Warns of May Revision Risks

The Legislature's nonpartisan fiscal advisor warns that recent economic developments could be setting the stage for a downward adjustment in state revenues at the May Revision, resulting in a lower Proposition 98 guarantee than proposed in the January Governor's Budget.

An analysis specific to the California Community Colleges (CCCs) proposals was released by the Legislative Analyst's Office (LAO) on February 21, 2019, and an article on those details is forthcoming.

Proposition 98 Guarantee for CCCs and K-12

In its annual assessment of the Governor's spending proposals for the upcoming year, the LAO notes that the drop in the stock market in December 2018 and a \$2 billion shortfall in General Fund revenue collections in January could result in a downward revision to the Proposition 98 guarantee for both the current year and for 2019-20. In addition, the LAO identifies several cost pressures not recognized in the Governor's initial spending plan that could reduce the amount available to support K-12 and community college programs. The LAO's advice to the Legislature is to identify proposals to reject or reduce should fewer resources be available in May.

The LAO, however, did not quantify the magnitude of a potential downward revision. Instead it indicated that for the current year, the Proposition 98 guarantee would drop about 55 cents for each dollar reduction in General Fund revenues, due to the operation of Test 3 (i.e., funding based on the change in per capita General Fund revenues). Thus a \$1 billion reduction in 2018-19 revenues would lower the minimum guarantee by \$549 million. For the budget year, the loss rate would be somewhat less because funding would be determined by Test 1 (i.e., funding based on a 40% share of General Fund revenues, plus the local property tax). If the General Fund revenue forecast were reduced by \$1 billion for 2019-20, Proposition 98 would fall \$382 million, according to the LAO.

CCC Student Centered Funding Formula Shortfall

A note of concern within the Proposition 98 analysis, the LAO notes a \$69 million shortfall in funding the Student Centered Funding Formula (SCFF) in the 2018-19 State Budget. Based upon preliminary data, the Administration projects that costs for the SCFF are higher than the state estimated in June by \$69 million. The Governor's State Budget builds these higher costs into its 2019?20 proposal but does not provide a backfill for the cost increase in 2018?19. In responding to the LAO's analysis, the Administration notes that updated data will be gathered before the May Revision, and this issue will be revisited.

K-12 Local Control Funding Formula

In addition to its assessment of Proposition 98, the LAO revealed that the Administration will propose to link the cost-of-living adjustment (COLA) for the K-12 Local Control Funding Formula (LCFF) to the change in the Proposition 98 guarantee. Specifically, “based on conversations with the Department of Finance,” the Administration will propose to cap the K-12 LCFF COLA to the increase in Proposition 98 during years in which the guarantee does not grow sufficiently to fund the full LCFF COLA. (Trailer bill language that would implement this change had not been released as of this writing.)

The LAO recommends that the Legislature reject the Governor’s proposal, arguing that “adding a formula on top of a formula seems an unnecessary, complicated, and opaque way to budget.” But in addition, the LAO further recommends repealing the statutory COLA altogether, suggesting instead that the Legislature make annual budgeting decisions based on all key budget factors available at that time and then decide funding priorities within that current context.

Statutory COLA

The LAO estimates that the statutory COLA will be 3.26% for 2019-20, slightly below the 3.46% estimated in the Governor’s January Budget. (Note: Data to compute the statutory COLA is provided by the U.S. Department of Commerce and will be available in late April 2019.)

Other LAO Recommendations

The LAO also offered recommendations to the Legislature on other features of the Governor’s Budget, including approving the COLA for the mandate block grant. The COLA recognizes the inflationary pressures local educational agencies face and promotes high participation in the grant.

Click [here](#) to access the full LAO report.

—Robert Miyashiro

posted 02/21/2019

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No. 5

LAO Notes SCFF Shortfall

Following on the heels of the Proposition 98 analysis (See “[Legislative Analyst’s Office Warns of May Revision Risks](#)”, in the February 22, 2019, *Community College Update*), the Legislative Analyst’s Office (LAO) released its analysis of the higher education segments, including the California Community Colleges (CCCs). Among its analysis and findings, the LAO discovered an apportionment shortfall for the new Student Centered Funding Formula (SCFF) and recommended rejecting the proposal to extend the California College Promise to a second year.

SCFF Shortfall

In analyzing Governor Gavin Newsom’s State Budget details, the LAO discovered an estimated 2018?19 SCFF apportionment shortfall of \$69 million. The shortfall is primarily a result of the SCFF student success allocation exceeding levels assumed in the *2018?19 Budget Act*. According to the Department of Finance, the decision to provide additional funding to address the apportionment shortfall will be made in May, at which time the state will have updated estimates of both apportionment costs and General Fund revenues.

Based on the current estimated shortfall, district apportionments would be reduced by about 1% if unaddressed. The LAO notes, for the 18 “hold harmless” districts, the shortfall would result in year?over?year growth slightly lower than the cost-of-living adjustment. Other districts would still receive apportionments higher than anticipated when the State Budget was enacted in June 2018, but lower than current SCFF estimates.

SCFF Modifications

Under current law, the share for the SCFF base allocation is scheduled to *decrease* from 70% to 65% in 2019?20, while the share for the student success allocation is set to *increase* from 10% to 15% in 2019?20. (The supplemental allocation remains at 20%.) The LAO recommends the Legislature adopt the Governor’s proposal to postpone the scheduled changes in funding formula rates in 2019-20, leaving the 2018-19 rates in place.

However, instead of adopting the proposed cap on outcome-based funding, the LAO recommends exploring cost?containment options that “continue to provide strong incentives for districts to make genuine improvements in student outcomes.” An example of such a modification would be to limit the amount of outcome?based funding generated by an individual student to the highest award earned in any particular year.

Given recent trends in enrollment, the LAO believes the \$26 million proposed for enrollment growth is reasonable.

Reject California College Promise Expansion

Noting that the California College Promise program is just being implemented in the current year, and therefore it is not possible to assess whether the program is meeting the goals of the Legislature, the LAO recommends rejecting an expansion of the program to a second year. Rejecting the proposal would free up \$40 million in the 2019-20 State Budget for other CCC needs.

Facilities Funding

Given the low level of Proposition 51 funding provided by the prior Administration, the LAO recommends the Legislature consider approving more projects than the 12 proposed by Governor Gavin Newsom. In considering additional projects, the LAO recommends utilizing the Chancellor's Office priority categories or to work with both the California Community College Chancellor's Office and the Newsom Administration to develop an agreed-upon criteria since they are not aligned between the two entities.

Next Steps

Over the next several months, the Legislature will delve into the Governor's proposals and discuss its own funding priorities. The Senate will take an in-depth look on April 11, 2019, and the Assembly will have a CCC-specific hearing on April 23, 2019. Few, if any, major decisions will be made ahead of the May Revision, expected on May 14, 2019.

The full LAO Higher Education report can be found [here](#).

—Michelle McKay Underwood

posted 02/25/2019

SSC COMMUNITY COLLEGE UPDATE

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No. 6

February Tax Collections Beat Estimate

General Fund revenues for February exceeded the forecast by \$128 million, or 2.2%, according to the Department of Finance's (DOF) latest *Finance Bulletin*. February revenues, however, make up only a small portion of tax revenues for the entire fiscal year. Year-to-date collections are now short of the expected level by \$2.2 billion, or 2.6%.

Revenues from the personal income tax, which accounts for more than two-thirds of total General Fund revenues, missed the mark by \$137 million, or 4.5%. While revenues from both withholding and other receipts beat the forecast, refunds also exceeded the expected level, resulting in the overall shortfall in this key revenue source.

The other two major taxes beat the forecast, with the sales and use tax contributing \$152 million, or 6.2%, above the expected February level, and the corporation tax adding \$102 million, or 63.3%, more than expected. All other General Fund revenue sources added a net \$11 million.

February collections are not a significant indicator of the health of the economy. In two months, April receipts will likely make or break the current-year forecast as personal income tax payments are due that month.

On the economic front, the DOF report notes that the U.S. real gross domestic product grew at a 2.6% annual rate in the fourth quarter of 2018, a slight slowdown from the 3.4% rate in the third quarter. The national unemployment rate dropped in February to 3.8%, from 4% the previous month.

California's unemployment rate for January was 4.2%. State figures for February were not yet available. In contrast to the average monthly gain of 29,000 new jobs added since the economic recovery began, the state added only 3,000 jobs in January. On a year-over-year basis, this gain was the smallest since December 2011.

In a reversal of recent trends, housing permits were up significantly in January, with 165,000 units authorized, an increase of 20% from January 2018. In the previous four months, housing permits averaged 97,000 per month. Multi-family units, as distinct from single-family units, saw greater gains compared to year-ago levels.

Finally, the DOF report indicates that January sales of existing single-family units fell short of January 2018 sales, dropping 12.6% to 357,730 on a seasonally adjusted rate, the lowest level of sales since April 2008. The median home price in January was \$538,690.

—*Robert Miyashiro*

posted 03/13/2019

Rancho Santiago Community College District Unrestricted General Fund Summary 2019-20 Tentative Budget Assumptions Analysis March 12, 2019
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	* <u>New Revenues</u>	Ongoing Only	One-Time
A	Student Centered Funding Formula (see note below)	?	?
B	COLA 3.46%	\$6,070,000	
B	Growth	\$0	
B	Deficit Factor est	\$0	
D	Unrestricted Lottery	(\$454,717)	
H	Mandates Block Grant	(\$59,357)	
I	Non-Resident Tuition	\$0	
J	Interest Earnings	\$175,000	
L	Apprenticeship - SCC	\$0	
EGHK	Misc Income	\$0	
	Total	\$5,730,926	\$0
	<u>New Expenditures</u>		
B	COLA 3.46%	\$6,070,000	
C	Step/Column	\$2,057,324	
D	Health and Welfare/Benefits Increase (3.5% for 1/2 yr)	\$744,144	
D	CalSTRS Increase	\$630,304	
D	CalPERS Increase	\$1,028,913	
D	Decreased Cost of WCI	(\$822,293)	
E	Full Time Faculty Obligation Hires	\$2,172,120	
E/F	Hourly Faculty Budgets (Convert to Full Time)	(\$605,250)	
G	Increased Cost of Retiree Health Benefit ARC	\$679,762	
H	Capital Outlay/Scheduled Maintenance Contribution	\$0	
I	Utilities Increase	\$100,000	
J	ITS Licensing/Contract Escalation Cost	\$125,000	
K	Property, Liability and All Risks Insurance	\$0	
L	Other Additional DS/Institutional Costs	\$0	
N	SCC ADA Settlement Costs	\$0	\$2,000,000
	Total	\$12,180,024	\$2,000,000
	2019-20 Budget Year Unallocated (Deficit)	(\$6,449,098)	
	2018/19 Structural Unallocated (Deficit)	\$3,009,134	
	2018/19 Additional cost of remaining CB settlements	(\$3,125,656)	
	2018/19 Additional SCFF revenue	\$7,456,980	
	2018/19 Additional full-time faculty revenue	\$1,307,884	
	Total Net Unallocated (Deficit)	\$2,199,244	(\$2,000,000)

Note: Budget Stabilization Fund Balance at 6/30/2019 is estimated at \$1 million due to the shift in Board Policy Contingency from 5% to 12.5%

On March 6th, the Chancellor's Office posted a "first draft" of the P1 apportionment report for 2018-19. This was their first attempt at reporting under the SCFF model and they have already indicated they will be making corrections and updates. As of this report, they are showing a deficit factor of over 4.5% systemwide. Under this deficit, with no backfill, this would amount to a reduction in funding for our district of \$8.9 million. The Chancellor's Office has indicated that they anticipate at least a portion, if not all of this deficit will be backfilled for 2018-19. We are therefore not including any budget reduction in these 2019-20 Tentative Budget Assumptions.

* Reference to budget assumption number

Election Expense Reconciliation

		18-19 Adopted Budget	
FD 11	11-0000-660000-00000-5710	125,000	
FD 13	13-0000-660000-00000-5710	125,000	
	County of Orange/General Election 11/6/18	(100,961)	
	County of Orange/General Election 11/6/18	(30,644)	
	Balance	118,395	
			18/19 P1 reported FTES
SAC	13-0001-679000-17100-5605	82,971	70.08%
SCC	13-0000-651000-27400-5100	35,424	29.92%
	Total Distribution	118,395	

**California Community Colleges
2018-19 First Principal Apportionment
Rancho Santiago CCD
Exhibit C-Page 1**

Total Computational Revenue and Revenue Source

Total Computational Revenue

I. Base Allocation	129,934,741
II. Supplemental Allocation	25,290,880
III. Student Success Allocation	21,033,144
IV. Other Adjustments	-
	<hr/>
SCFF Calculated Revenue	176,258,765
Hold Harmless Calculation (2017-18 TCR+COLA)	169,318,347
Total Computational Revenue	176,258,765

Revenue Sources

Property Tax	80,418,509
Less Property Tax Excess	-
Student Enrollment Fees	7,885,082
State General Apportionment	
General Apportionment	53,547,483
Full-Time Faculty Hiring Apportionment (2015-16 Funds Only)	1,722,570
Total State General Apportionment	55,270,053
Education Protection Account	23,772,771
Available Revenue	167,346,415
Deficit Factor	5.06%
Revenue Shortfall	8,912,350
Total Revenue Sources	176,258,765

Supporting Sections

Section Ia: Base Allocation

FTES

Establish 3yr Avg.

	2016-17 Funded	2017-18 Funded	Stability	Restoration	Stability Adjustment	Adjustment	2018-19 Applied #1	Credit 3 Year Average
Credit	21,499.15	21,350.69	-	-	(2,067.91)	(378.99)	18,903.79	21,234.96
Special Admit Credit		1,944.53	-	-	(491.67)	-	1,452.86	
Incarcerated Credit		6.72	-	-	(6.72)	-	-	
Non-Credit*		1,092.28	-	-	(340.97)	-	751.31	
CDCP*		4,981.71	-	-	-	258.84	5,240.55	
Total	21,499.15	29,865.93	-	-	(2,907.27)	(120.15)	26,038.51	21,234.96

Establish Revenue

	2018-19 Applied #2	Growth	Stability Paid	2018-19 Paid	Rate \$	Total FTES Revenue \$	2018-19 Reported	2018-19 Unapplied
Credit	21,234.96	-	-	21,234.96	3,727.00	79,142,700	18,903.79	-
Special Admit Credit	1,452.86	-	-	1,452.86	5,457.00	7,928,257	1,452.86	-
Incarcerated Credit	-	-	-	-	5,457.00	-	-	-
Non-Credit*	751.31	-	-	751.31	3,347.00	2,514,635	751.31	-
CDCP*	5,240.55	-	-	5,240.55	5,457.00	28,597,681	5,240.55	-
Total	28,679.68	-	-	28,679.68		118,183,273	26,348.51	-

* Only FTES workload with stability.

Section Ib: Base Allocation - Restoration Target

	2015-16	2016-17	2017-18	Total Target \$
Credit	-	(670.20)	-	(2,497,817)
Special Admit Credit	-	-	-	-
Incarcerated Credit	-	-	-	-
Non-Credit	-	(152.52)	-	(486,161)
CDCP	-	761.91	-	4,038,732
Total	-	(60.81)	-	1,054,754
Total \$ Equivalent				1,054,754

Section Ic: Base Allocation - Growth Target

	FTES	0.50% 2018-19 Growth FTES
Credit	21,234.96	106.28
Special Admit Credit	1,944.53	9.73
Incarcerated Credit	6.72	0.03
Non-Credit	1,092.28	5.47
CDCP	4,981.71	24.93
Total	29,750.20	146.45
Total \$ Equivalent		603,783

**California Community Colleges
2018-19 First Principal Apportionment
Rancho Santiago CCD
Exhibit C-Page 2**

Section Id: Basic Allocation Revenue Calculation

District Type	FTES	Funding Rate a	Number of Colleges/Centers b	Basic Allocation a x b
Single College District	< 10,000	3,917,761	0	-
	>= 10,000 & < 20,000	5,223,684	0	-
	>= 20,000	6,529,605	0	-
Muti-College District	< 10,000	3,917,761	1	3,917,761
	>= 10,000 & < 20,000	4,570,724	0	-
	>= 20,000	5,223,684	1	5,223,684
	Additional Rural \$	1,246,089	0	-
Centers				
State Approved	>= 1,000	1,305,921	1	1,305,921
Grandparented	>= 1,000	1,305,921	1	1,305,921
	>= 750 & < 1,000	979,440	0	-
	>= 500 & < 750	652,960	0	-
	>= 250 & < 500	326,480	0	-
	>= 100 & < 250	163,241	0	-
Total Basic Allocation				11,753,287
Total FTES Revenue				118,183,273
Basic Allocation				11,753,287
Total Base Allocation				129,936,560

Section II: Supplemental Allocation

	2017-18 Headcount	2018-19 Rate	Revenue
Pell Grant Recipients	6,288	919	5,778,672
AB540 Students	2,317	919	2,129,323
California Promise Grant Recipients	18,915	919	17,382,885
Total Supplemental Allocation Revenue:			25,290,880

Section III: Student Success Allocation

All Students	2017-18 Headcount	2018-19 Rate	Revenue
Associate Degree	3,302	1,320	4,358,640
Associate Degree for Transfer	1,237	1,760	2,177,120
Baccalaureate Degree	-	1,320	-
Credit Certificates	2,679	880	2,357,520
Nine or More CTE Units	3,907	440	1,719,080
Transfer	3,213	660	2,120,580
Transfer Level Math and English	747	880	657,360
Regional Living Wage	6,932	440	3,050,080
All Students subtotal	22,017		16,440,380
Pell Grant Recipients			
Associate Degree	1,530	499.50	764,235
Associate Degree for Transfer	588	666.00	391,608
Baccalaureate Degree	-	499.50	-
Credit Certificates	1,187	333.00	395,271
Nine or More CTE Units	1,068	166.50	177,822
Transfer	1,073	249.75	267,982
Transfer Level Math and English	285	333.00	94,905
Regional Living Wage	424	166.50	70,596
Pell Grant Recipients subtotal	6,155		2,162,419
California Promise Grant Recipients			
Associate Degree	2,453	333.00	816,849
Associate Degree for Transfer	881	444.00	391,164
Baccalaureate Degree	-	333.00	-
Credit Certificates	1,878	222.00	416,916
Nine or More CTE Units	2,157	111.00	239,427
Transfer	1,950	166.50	324,675
Transfer Level Math and English	446	222.00	99,012
Regional Living Wage	1,282	111.00	142,302
California Promise Grant Recipients subtotal	11,047		2,430,345
Total Student Success Allocation Revenue:			21,033,144



3/14/19

District SCFF Summary

870	Rancho Santiago
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Student Centered Funding Formula Results

	2017-18	2018-19	2019-20	2020-21	2021-22
Base Allocation		\$ 131,872,251	\$ 121,978,796	\$ 110,036,103	\$ 110,036,103
Supplemental Allocation		\$ 25,290,880	\$ 25,290,880	\$ 25,290,880	\$ 25,290,880
Student Success Allocation		\$ 21,033,144	\$ 31,570,404	\$ 42,066,288	\$ 42,066,288
Subtotal		\$ 178,196,274	\$ 178,840,080	\$ 177,393,270	\$ 177,393,270
Hold Harmless		\$ -	\$ -	\$ 1,446,809	\$ -
Total	\$ 163,785,707	\$ 178,196,274	\$ 178,840,080	\$ 178,840,080	\$ 177,393,270
% Change from Prior Yr.		8.80%	0.36%	0.00%	-0.81%

- using actual proj.
 - ϕ cola in future years
 - ϕ growth in future years

Districtwide Distribution of Funding Sources

	2018-19	2019-20	2020-21	2021-22
Base Allocation	74%	68%	62%	62%
Supplemental Allocation	14%	14%	14%	14%
Student Success Allocation	12%	18%	24%	24%
Hold Harmless	0%	0%	1%	0%
Total	100%	100%	100%	100%

FTEs

	2018-19	2019-20	2020-21	2021-22
Traditional Credit FTEs				
Reported FTEs	18,229.95	18,229.95	18,229.95	18,229.95
3-year Average	21,010.35	19,920.61	18,229.95	18,229.95
Available for Growth	-	-	-	-
Achieved Growth	-	-	-	-
Paid FTEs	21,010.35	19,920.61	18,229.95	18,229.95
Excess FTEs	-	-	-	-
Other FTEs				
<i>Credit</i>				
Reported FTEs	2,133.42	2,133.42	2,133.42	2,133.42
Achieved Growth	9.73	-	-	-
Paid FTEs	1,960.98	2,133.42	2,133.42	2,133.42
Excess FTEs	172.44	-	-	-
<i>Non-Credit</i>				
Reported FTEs	5,991.86	5,991.86	5,991.86	5,991.86
Achieved Growth	234.00	234.00	234.00	234.00
Paid FTEs	5,991.86	5,991.86	5,991.86	5,991.86
Excess FTEs	-	-	-	-

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District SCFF Summary

870 Rancho Santiago

Student Centered Funding Formula Results

COLA 3.46% 2.86% 2.92%

	2017-18	2018-19	2019-20	2020-21	2021-22
Base Allocation		\$ 131,872,251	\$ 126,199,245	\$ 117,099,234	\$ 120,518,472
Supplemental Allocation		\$ 25,290,880	\$ 26,166,016	\$ 26,914,285	\$ 27,700,256
Student Success Allocation		\$ 21,033,144	\$ 32,662,765	\$ 44,766,504	\$ 46,073,675
Subtotal		\$ 178,196,274	\$ 185,028,026	\$ 188,780,023	\$ 194,292,403
Hold Harmless		\$ -	\$ -	\$ -	\$ -
Total	\$ 163,785,707	\$ 178,196,274	\$ 185,028,026	\$ 188,780,023	\$ 194,292,403
% Change from Prior Yr.		8.80%	3.83%	2.03%	2.92%

- using actual P1 Proj.
 - using Proj. COLA's
 - Growth

Districtwide Distribution of Funding Sources

	2018-19	2019-20	2020-21	2021-22
Base Allocation	74%	68%	62%	62%
Supplemental Allocation	14%	14%	14%	14%
Student Success Allocation	12%	18%	24%	24%
Hold Harmless	0%	0%	0%	0%
Total	100%	100%	100%	100%

FTES

	2018-19	2019-20	2020-21	2021-22
Traditional Credit FTES				
Reported FTES	18,229.95	18,229.95	18,229.95	18,229.95
3-year Average	21,010.35	19,920.61	18,229.95	18,229.95
Available for Growth	-	-	-	-
Achieved Growth	-	-	-	-
Paid FTES	21,010.35	19,920.61	18,229.95	18,229.95
Excess FTES	-	-	-	-
Other FTES				
<i>Credit</i>				
Reported FTES	2,133.42	2,133.42	2,133.42	2,133.42
Achieved Growth	9.73	-	-	-
Paid FTES	1,960.98	2,133.42	2,133.42	2,133.42
Excess FTES	172.44	-	-	-
<i>Non-Credit</i>				
Reported FTES	5,991.86	5,991.86	5,991.86	5,991.86
Achieved Growth	234.00	234.00	234.00	234.00
Paid FTES	5,991.86	5,991.86	5,991.86	5,991.86
Excess FTES	-	-	-	-



District SCFF Summary

870 Rancho Santiago

Student Centered Funding Formula Results

	2017-18	2018-19	2019-20	2020-21	2021-22
Base Allocation		\$ 131,872,251	\$ 122,388,679	\$ 111,151,040	\$ 111,897,361
Supplemental Allocation		\$ 25,290,880	\$ 25,290,880	\$ 25,290,880	\$ 25,290,880
Student Success Allocation		\$ 21,033,144	\$ 31,570,404	\$ 42,066,288	\$ 42,066,288
Subtotal		\$ 178,196,274	\$ 179,249,963	\$ 178,508,208	\$ 179,254,529
Hold Harmless		\$ -	\$ -	\$ 741,755	\$ -
Total	\$ 163,785,707	\$ 178,196,274	\$ 179,249,963	\$ 179,249,963	\$ 179,254,529
% Change from Prior Yr.		8.80%	0.59%	0.00%	0.00%

No COLAs in future
2% growth in credit FTES

Districtwide Distribution of Funding Sources

	2018-19	2019-20	2020-21	2021-22
Base Allocation	74%	68%	62%	62%
Supplemental Allocation	14%	14%	14%	14%
Student Success Allocation	12%	18%	23%	23%
Hold Harmless	0%	0%	0%	0%
Total	100%	100%	100%	100%

FTES

	2018-19	2019-20	2020-21	2021-22
Traditional Credit FTES				
Reported FTES	18,229.95	18,593.00	18,965.00	19,344.00
3-year Average	21,010.35	20,041.63	18,595.98	18,841.00
Available for Growth	-	-	-	379.00
Achieved Growth	-	-	-	-
Paid FTES	21,010.35	20,041.63	18,595.98	18,841.00
Excess FTES	-	-	-	379.00
Other FTES				
<i>Credit</i>				
Reported FTES	2,133.42	2,133.42	2,133.42	2,133.42
Achieved Growth	9.73	-	-	-
Paid FTES	1,960.98	2,133.42	2,133.42	2,133.42
Excess FTES	172.44	-	-	-
<i>Non-Credit</i>				
Reported FTES	5,991.86	5,991.86	5,991.86	5,991.86
Achieved Growth	234.00	234.00	234.00	234.00
Paid FTES	5,991.86	5,991.86	5,991.86	5,991.86
Excess FTES	-	-	-	-

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District SCFF Summary

870 Rancho Santiago

Student Centered Funding Formula Results

COLA 3.46% 2.86% 2.92%

	2017-18	2018-19	2019-20	2020-21	2021-22
Base Allocation	\$ 131,872,251	\$ 126,623,310	\$ 118,285,738	\$ 122,557,039	
Supplemental Allocation	\$ 25,290,880	\$ 26,166,016	\$ 26,914,285	\$ 27,700,256	
Student Success Allocation	\$ 21,033,144	\$ 32,662,765	\$ 44,766,504	\$ 46,073,675	
Subtotal	\$ 178,196,274	\$ 185,452,091	\$ 189,966,527	\$ 196,330,970	
Hold Harmless	\$ -	\$ -	\$ -	\$ -	
Total	\$ 163,785,707	\$ 178,196,274	\$ 185,452,091	\$ 189,966,527	\$ 196,330,970
% Change from Prior Yr.		8.80%	4.07%	2.43%	3.35%

2% growth in "credit" FTEs

Districtwide Distribution of Funding Sources

	2018-19	2019-20	2020-21	2021-22
Base Allocation	74%	68%	62%	62%
Supplemental Allocation	14%	14%	14%	14%
Student Success Allocation	12%	18%	24%	23%
Hold Harmless	0%	0%	0%	0%
Total	100%	100%	100%	100%

FTEs

	2018-19	2019-20	2020-21	2021-22
Traditional Credit FTEs				
Reported FTEs	18,229.95	18,593.00	18,965.00	19,344.00
3-year Average	21,010.35	20,041.63	18,595.98	18,841.00
Available for Growth	-	-	-	379.00
Achieved Growth	-	-	-	-
Paid FTEs	21,010.35	20,041.63	18,595.98	18,841.00
Excess FTEs	-	-	-	379.00
Other FTEs				
<i>Credit</i>				
Reported FTEs	2,133.42	2,133.42	2,133.42	2,133.42
Achieved Growth	9.73	-	-	-
Paid FTEs	1,960.98	2,133.42	2,133.42	2,133.42
Excess FTEs	172.44	-	-	-
<i>Non-Credit</i>				
Reported FTEs	5,991.86	5,991.86	5,991.86	5,991.86
Achieved Growth	234.00	234.00	234.00	234.00
Paid FTEs	5,991.86	5,991.86	5,991.86	5,991.86
Excess FTEs	-	-	-	-

District SCFF Summary

870 Rancho Santiago

Student Centered Funding Formula Results

	2017-18	2018-19	2019-20	2020-21	2021-22
Base Allocation		\$ 131,872,251	\$ 121,902,080	\$ 109,529,553	\$ 108,730,536
Supplemental Allocation		\$ 25,290,880	\$ 25,290,880	\$ 25,290,880	\$ 25,290,880
Student Success Allocation		\$ 21,033,144	\$ 31,570,404	\$ 42,066,288	\$ 42,066,288
Subtotal		\$ 178,196,274	\$ 178,763,364	\$ 176,886,721	\$ 176,087,704
Hold Harmless		\$ -	\$ -	\$ 1,876,643	\$ 799,017
Total	\$ 163,785,707	\$ 178,196,274	\$ 178,763,364	\$ 178,763,364	\$ 176,886,721
% Change from Prior Yr.		8.80%	0.32%	0.00%	-1.05%

- NO COLA in future years
 2% Decline in "Credit" FTES

Districtwide Distribution of Funding Sources

	2018-19	2019-20	2020-21	2021-22
Base Allocation	74%	68%	61%	61%
Supplemental Allocation	14%	14%	14%	14%
Student Success Allocation	12%	18%	24%	24%
Hold Harmless	0%	0%	1%	0%
Total	100%	100%	100%	100%

FTES

	2018-19	2019-20	2020-21	2021-22
Traditional Credit FTES				
Reported FTES	18,229.95	18,162.00	17,799.00	17,443.00
3-year Average	21,010.35	19,897.96	18,063.65	17,801.33
Available for Growth	-	-	-	-
Achieved Growth	-	-	-	-
Paid FTES	21,010.35	19,897.96	18,063.65	17,801.33
Excess FTES	-	-	-	-
Other FTES				
<i>Credit</i>				
Reported FTES	2,133.42	2,133.42	2,133.42	2,133.42
Achieved Growth	9.73	-	-	-
Paid FTES	1,960.98	2,133.42	2,133.42	2,133.42
Excess FTES	172.44	-	-	-
<i>Non-Credit</i>				
Reported FTES	5,991.86	5,991.86	5,991.86	5,991.86
Achieved Growth	234.00	234.00	234.00	234.00
Paid FTES	5,991.86	5,991.86	5,991.86	5,991.86
Excess FTES	-	-	-	-

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District SCFF Summary

870 Rancho Santiago

Student Centered Funding Formula Results

3.46% 2.36% 2.92%

Proj. COLA w/

	2017-18	2018-19	2019-20	2020-21	2021-22
Base Allocation		\$ 131,872,251	\$ 125,750,767	\$ 115,884,853	\$ 118,057,658
Supplemental Allocation		\$ 25,290,880	\$ 26,166,016	\$ 26,914,285	\$ 27,700,256
Student Success Allocation		\$ 21,033,144	\$ 32,662,765	\$ 44,766,504	\$ 46,073,675
Subtotal		\$ 178,196,274	\$ 184,579,548	\$ 187,565,642	\$ 191,831,589
Hold Harmless		\$ -	\$ -	\$ -	\$ -
Total	\$ 163,785,707	\$ 178,196,274	\$ 184,579,548	\$ 187,565,642	\$ 191,831,589
% Change from Prior Yr.		8.80%	3.58%	1.62%	2.27%

2% Decline

Districtwide Distribution of Funding Sources

	2018-19	2019-20	2020-21	2021-22
Base Allocation	74%	68%	62%	62%
Supplemental Allocation	14%	14%	14%	14%
Student Success Allocation	12%	18%	24%	24%
Hold Harmless	0%	0%	0%	0%
Total	100%	100%	100%	100%

FTES

	2018-19	2019-20	2020-21	2021-22
Traditional Credit FTES				
Reported FTES	18,229.95	17,846.00	17,490.00	17,141.00
3-year Average	21,010.35	19,792.63	17,855.32	17,492.33
Available for Growth	-	-	-	-
Achieved Growth	-	-	-	-
Paid FTES	21,010.35	19,792.63	17,855.32	17,492.33
Excess FTES	-	-	-	-
Other FTES				
<i>Credit</i>				
Reported FTES	2,133.42	2,133.42	2,133.42	2,133.42
Achieved Growth	9.73	-	-	-
Paid FTES	1,960.98	2,133.42	2,133.42	2,133.42
Excess FTES	172.44	-	-	-
<i>Non-Credit</i>				
Reported FTES	5,991.86	5,991.86	5,991.86	5,991.86
Achieved Growth	234.00	234.00	234.00	234.00
Paid FTES	5,991.86	5,991.86	5,991.86	5,991.86
Excess FTES	-	-	-	-

					<u>Headcount</u>		<u>Headcount</u>		
Supplemental Allocation	Pell Grant Recipients	6,288	6,266	16%	1,747	27.9%	4,479	71.5%	
	AB540 Students	2,317	2,322	-2%	508		1,814		
	California Promise Grant Recipients	18,915	21,396	0%	5,875	27.5%	15,521	72.5%	
	Total	27,520	29,984	3%	8,130	27.1%	21,814	72.8%	
					<u>Outcomes</u>		<u>Outcomes</u>		
All Students	Associate Degrees	3,302	3,307	11%	1,142	34.5%	2,165	65.5%	
	Associate Degrees for Transfer	1,237	1,237	16%	545	44.1%	692	55.9%	
	Credit Certificates	2,679	2,681	3%	1,188	44.3%	1,493	55.7%	
	Nine or More CTE Units	3,907		0%					
	Transfer	3,213		0%					
	Transfer Level Math and English	747	667	15%	369	55.3%	298	44.7%	
	Achieved Regional Living Wage	6,932		0%					
	Total	22,017	7,892	9%	3,244	41.1%	4,648	58.9%	
Student Success Allocation	Pell Grant Recipients Bonus	Associate Degrees	1,530	1,353	23%	390	28.8%	963	71.2%
		Associate Degrees for Transfer	588	537	28%	174	32.4%	363	67.6%
		Credit Certificates	1,187	1,062	16%	350	33.0%	712	67.0%
		Nine or More CTE Units	1,068		0%				
		Transfer	1,073		0%				
		Transfer Level Math and English	285	249	3%	92	36.9%	157	63.1%
		Achieved Regional Living Wage	424		0%				
		Total	6,155	3,201	20%	1,006	31.4%	2,195	68.6%
California Promise Grant Recipients Bonus	Associate Degrees	2,453	2,370	13%	631	26.6%	1,739	73.4%	
	Associate Degrees for Transfer	881	864	16%	282	32.6%	582	67.4%	
	Credit Certificates	1,878	1,817	5%	606	33.4%	1,211	66.6%	
	Nine or More CTE Units	2,157		0%					
	Transfer	1,950		0%					
	Transfer Level Math and English	446	397	8%	153	38.5%	244	61.5%	
	Achieved Regional Living Wage	1,282		0%					
	Total	11,047	5,448	10%	1,672	30.7%	3,776	69.3%	
Total	39,219	16,541	11%	5,922	35.8%	10,619	64.2%		

Fiscal Resources Committee

2019/2020 Proposed Meeting Schedule

All meetings will be held from 1:30 – 3:00 p.m.
Executive Conference Room – District Office

July 3, 2019

August 21, 2019

September 18, 2019

October 16, 2019

November 20, 2019

January 22, 2020

February 19, 2020

March 18, 2020

April 15, 2020

May 21, 2020 (Thursday)

The mission of the Rancho Santiago Community College District is to provide quality educational programs and services that address the needs of our diverse students and communities.

Vacant Funded Positions as of 3/13/2019 - Projected Annual Salary and Benefits Savings

Fund	Management/ Academic/ Confidential	Title	Reasons	Site	Effective Date	Notes	2018-19 Estimated Annual Budgeted Sal/Ben	Total Unr. General Fund by Site
11	Gitonga, Kanana	International Student Coordinator	Retirement	SCC	1/31/2019	WOC Esther Meade 1/1/19-5/31/19	53,192	249,651
11	Langelier, Sonya E.	Financial Aid Analyst	Promotion	SCC	12/31/2018	CL19-1241	52,962	
12	Mora, Guadalupe	Custodian	Resignation	SCC	3/8/2019		10,788	
							733,375	
TOTAL							4,107,994	

RANCHO SANTIAGO COMMUNITY COLLEGE DISTRICT

MEASURE Q

Projects Cost Summary
02/28/19 on 03/11/19

Special Project Numbers	Description	Project Allocation	Total PY Expenditures	FY 2018-2019		Cumulative Exp & Enc	Project Balance	% Spent
				Expenditures	Encumbrances			
ACTIVE PROJECTS								
SANTA ANA COLLEGE								
3035/ 3056	Johnson Student Center	58,004,204	2,894,922	1,742,023	50,362,114	54,999,059	3,005,145	95%
	Agency Cost		375,487	98,451	3,701	477,639		
	Professional Services		2,517,260	455,223	3,868,526	6,841,009		
	Construction Services		2,175	1,188,349	46,489,887	47,680,411		
	Furniture and Equipment		-	-	-	-		
3042	Central Plant Infrastructure	57,805,077	57,052,336	224,793	398,673	57,675,802	129,275	100%
	Agency Cost		416,740	-	-	416,740		
	Professional Services		9,381,093	222,502	398,673	10,002,269		
	Construction Services		47,216,357	-	-	47,216,357		
	Furniture and Equipment		38,146	2,291	-	40,437		
3049	Science Center & Building J Demolition	70,480,861	12,903,939	9,036,737	35,945,356	57,886,033	12,594,828	82%
	Agency Cost		423,648	3,615	1,696	428,959		
	Professional Services		4,962,728	929,187	3,258,222	9,150,137		
	Construction Services		7,517,563	8,103,935	32,685,439	48,306,937		
	Furniture and Equipment		-	-	-	-		
TOTAL ACTIVE PROJECTS		186,290,142	72,851,197	11,003,553	86,706,144	170,560,894	15,729,248	92%
CLOSED PROJECTS								
3032	Dunlap Hall Renovation	12,620,659	12,620,659	-	-	12,620,659	0	100%
	Agency Cost		559	-	-	559		
	Professional Services		1,139,116	-	-	1,139,116		
	Construction Services		11,480,984	-	-	11,480,984		
	Furniture and Equipment		-	-	-	-		
3043	17th & Bristol Street Parking Lot	198,141	198,141	-	-	198,141	0	100%
	Agency Cost		16,151	-	-	16,151		
	Professional Services		128,994	-	-	128,994		
	Construction Services		52,996	-	-	52,996		
	Furniture and Equipment		-	-	-	-		
TOTAL CLOSED PROJECTS		12,818,800	12,818,799	0	0	12,818,799	0	100%
GRAND TOTAL ALL PROJECTS		199,108,942	85,669,997	11,003,553	86,706,144	183,379,693	15,729,248	92%
SOURCE OF FUNDS								
	ORIGINAL Bond Proceeds	198,000,000						
	Interest Earned	1,108,942						
	Totals	199,108,942						

Rancho Santiago Community College
FD 11/13 Combined -- Unrestricted General Fund Cash Flow Summary
FY 2018-19, 2017-18, 2016-17
YTD Actuals- February 28, 2019

	FY 2018/2019											
	July Actual	August Actual	September Actual	October Actual	November Actual	December Actual	January Actual	February Actual	March Actual	April Actual	May Actual	June Actual
Beginning Fund Balance	\$37,903,213	\$41,278,430	\$35,159,998	\$35,436,966	\$27,563,751	\$25,847,374	\$39,416,601	\$39,381,054	\$28,662,956	\$28,662,956	\$28,662,956	\$28,662,956
Total Revenues	12,626,143	6,732,548	14,600,385	7,442,505	17,105,605	29,957,387	14,004,082	6,570,808	0	0	0	0
Total Expenditures	9,250,925	12,850,980	14,323,417	15,315,721	18,821,982	16,388,160	14,039,629	17,288,905	0	0	0	0
Change in Fund Balance	3,375,218	(6,118,432)	276,968	(7,873,215)	(1,716,377)	13,569,227	(35,547)	(10,718,097)	0	0	0	0
Ending Fund Balance	41,278,430	35,159,998	35,436,966	27,563,751	25,847,374	39,416,601	39,381,054	28,662,956	28,662,956	28,662,956	28,662,956	28,662,956

	FY 2017/2018											
	July Actual	August Actual	September Actual	October Actual	November Actual	December Actual	January Actual	February Actual	March Actual	April Actual	May Actual	June Actual
Beginning Fund Balance	\$35,254,317	\$40,165,384	\$34,555,513	\$34,261,380	\$26,080,179	\$27,224,885	\$42,521,590	\$43,680,834	\$33,946,676	\$32,674,972	\$35,963,224	\$26,790,583
Total Revenues	13,230,747	6,401,471	13,730,226	7,947,537	17,388,889	29,510,148	14,345,552	4,546,656	15,319,442	17,749,412	6,431,657	38,131,074
Total Expenditures	8,319,680	12,011,343	14,024,358	16,128,738	16,244,183	14,213,443	13,186,308	14,280,814	16,591,146	14,461,160	15,604,298	27,018,444
Change in Fund Balance	4,911,068	(5,609,872)	(294,132)	(8,181,201)	1,144,706	15,296,705	1,159,244	(9,734,158)	(1,271,704)	3,288,252	(9,172,641)	11,112,630
Ending Fund Balance	40,165,384	34,555,513	34,261,380	26,080,179	27,224,885	42,521,590	43,680,834	33,946,676	32,674,972	35,963,224	26,790,583	37,903,213

	FY 2016/2017											
	July Actual	August Actual	September Actual	October Actual	November Actual	December Actual	January Actual	February Actual	March Actual	April Actual	May Actual	June Actual
Beginning Fund Balance	\$36,934,285	\$43,339,545	\$38,688,887	\$42,888,559	\$35,251,863	\$37,089,867	\$44,994,813	\$45,583,312	\$29,932,160	\$29,972,359	\$31,677,983	\$19,898,488
Total Revenues	13,317,549	7,899,458	17,481,417	7,032,694	17,260,075	21,386,237	13,039,249	1,848,175	14,033,540	21,401,470	6,295,496	35,646,442
Total Expenditures	6,912,289	12,550,116	13,281,745	14,669,390	15,422,071	13,481,291	12,450,751	17,499,326	13,993,341	19,695,846	18,074,991	20,290,613
Change in Fund Balance	6,405,260	(4,650,658)	4,199,672	(7,636,696)	1,838,004	7,904,946	588,498	(15,651,151)	40,199	1,705,624	(11,779,495)	15,355,829
Ending Fund Balance	43,339,545	38,688,887	42,888,559	35,251,863	37,089,867	44,994,813	45,583,312	29,932,160	29,972,359	31,677,983	19,898,488	35,254,317

Fiscal Resources Committee
Executive Conference Room – District Office
1:30 p.m. – 3:00 p.m.

Meeting Minutes for February 20, 2019

FRC Members Present: Peter Hardash, Bart Hoffman, Thao Nguyen, Adam O'Connor, Monica Zarske, Arleen Satele, Steven Deeley, Michael Taylor, Pilar Gutierrez-Lucero

Alternates/Guests Present: Jose Vargas, James Kennedy, Roy Shabazian, George Walters, Mark Reynoso

1. Welcome: Mr. Hardash called the meeting to order at 1:31 p.m. Brief introductions were made.

2. State/District Budget Update

Mr. Hardash pointed out the handouts and links provided. He noted the following:

- The LAO Analysis shows the current new Student Centered Funding Formula is short of funds for the current year
- Proposition 98 minimum funding guarantee may be lower by May

3. 2019/20 RSCCD Tentative Budget Assumptions

Mr. O'Connor discussed the tentative budget assumptions and noted the following:

- The current FTES is down 10.31% from prior year
- The projected COLA of 3.46% is \$6,070,000
- Unrestricted lottery and mandate Block Grant are allocations that are dependent on the FTES. With the FTES drop, those two numbers will reduce the following year
- Non-Resident Tuition budget remains unchanged from previous year at \$3,200,000
- Apprenticeship revenue remains unchanged from previous year at \$2,757,300
- The estimated cost of a 1% salary increase is \$1.32 million for unrestricted general fund
- Step and column movement is budgeted at an additional cost of approximately \$2.06 million
- Health and Welfare benefit premium cost increase as of 1/1/20 is estimated at 3.5% for an additional cost of approximately \$744,144 for active and retired employees
- The District will decrease the Worker's Compensation Insurance (WCI) rate from 2.25% to 1.5% of total salaries
- The current rate per Lecture Hour Equivalent (LHE) effective 7/1/18 for hourly faculty is \$1,345
- The District will increase the employer payroll contribution rate of 3.63% to 4.25% of total salaries to fund the total actuarially determined Annual Required Contribution (ARC)
- Estimated annual cost of Santiago Canyon College ADA Settlement expenses of \$2 million from one-time funds
- Budget Stabilization Fund Balance at 6/30/2019 is estimated at \$1 million due to the shift in Board Policy Contingency from 5% to 12.5%.

Mr. Hardash called for a motion to approve the Tentative Budget Assumptions. A motion was made by Ms. Zarske, seconded by Mr. Hoffman and approved unanimously.

4. Review and Update of FRC Page in Planning Design Manual

Mr. Hardash discussed the FRC Page in Planning Design Manual and noted the following:

- All the planning committees will be gathering on May 10, 2019 to review the District's Planning Design Manual
- The Fiscal Resources Committee provides district-level fiscal review including annual evaluation of the District's Budget Allocation Model, as well as, develops and recommends tentative and adopted budget assumptions to District Council
- Responsibilities of the Fiscal Resources Committee include:
 - i. Review and evaluate the RSCCD Budget Allocation Model (BAM)
 - ii. Monitor state budget development and the effects on District budget and recommend mid-year adjustments as needed
 - iii. Develop assumptions for tentative and adopted budgets
 - iv. Develop District budget process calendar
 - v. Assess effective use of financial resources
 - vi. Review and evaluate financial management processes
 - vii. Review Student Centered Funding Formula (SCFF) model, FTES targets and updates at P1 and P2, and other data elements for changes in impact on the budget
- Membership of the Fiscal Resources Committee include:
 - i. Vice Chancellor, Business Operations & Fiscal Services (chair)
 - ii. Assistant Vice Chancellor, Fiscal Services
 - iii. Administrator appointed by Santa Ana College President
 - iv. Administrator appointed by Santiago Canyon College President
 - v. Two faculty members appointed by Santa Ana College
 - vi. Two faculty members appointed by Santiago Canyon College
 - vii. A faculty member appointed by FARSCCD
 - viii. Three Classified representatives appointed by CSEA (District Office, Santa Ana College & Santiago Canyon College)
 - ix. One of the faculty representatives shall serve as committee co-chair
 - x. Student representatives (SAC and SCC, when possible)
- The description of an alternate on a committee should be clarified

Mr. Hardash called for a motion to approve the FRC page in the Planning Design Manual. A motion made by Ms. Zarske, seconded by Mr. Hoffman and approved unanimously.

5. College Expected Year-end Balances

Ms. Satele noted the following for Santiago Canyon College:

- Fund 13 is at \$1.4 million
- Fund 11 is at \$239,000

Mr. Hoffman noted the following for Santa Ana College:

- Fund 13 is approximately at \$3 million
- Fund 11 is approximately at \$4 million

6. Continued Discussion of SCFF and review of BAM – Cambridge West Partnership Consultants

Mr. Walters discussed the District's College Level SCFF data versus the State's data and noted the following:

- Santa Ana College does better in the supplemental allocation budget
- Santiago Canyon College does better in the student success allocation budget

7. Standing Report from District Council

Ms. Zarske noted the following:

- SCC is proposing a resolution about a suspension of the drop, non payment policy
- The POE Committee is holding the Strategic Planning Committee Retreat on May 10, 2019

- Announcement for the new Chancellor hire has gone live

8. Informational Handouts

The following handouts were distributed:

- District-Wide Expenditure Report
- Vacant Funded Position List as of February 12, 2019
- Measure “Q” Project Cost Summary as of January 31, 2019
- Monthly Cash Flow Summary as of January 31, 2019
- SAC Planning and Budget Committee Agendas and Minutes
- SCC Budget Committee Agendas and Minutes

9. Approval of FRC Minutes – January 23, 2019

Mr. Hardash called for a motion to approve the minutes from the January 23, 2019 meeting. A motion was made by Mr. O’Connor, seconded by Ms. Satele. The rest of the attendees approved with the exception of Ms. Zarske who abstained since she was not present at the January 23, 2019 meeting.

10. Other

No other items were discussed.

Next meeting reminder: Wednesday, March 20, 2019, 1:30 – 3:00 in the Executive Conference Room #114, District Office

The meeting was adjourned at 3:06 p.m.