

# 2018-2019 FISCAL YEAR FINAL BUDGET

**Presentation to the Board of Trustees**  
***September 5, 2018***

*Presented by Andy Dunn, Vice Chancellor  
Finance and Administrative Services*

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# DISCUSSION

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- State – Governor’s Budget Summary
- Evolution of Budget Assumptions

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- Three year transition

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- Fund Balance

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(Title 5, Section 58305)

# SECTION 1

## Budget Development

- State – Governor's Budget Summary
- Evolution of Budget Assumptions

## The More Significant California CC Expenditures for 2018-19 Include:

- \$175 million (on-going) for Student Centered Funding Formula
- \$20 million (on-going) for College 115
- \$50 million (ongoing) funding to increase full-time faculty
- \$46 million to support the implementation of the California College Promise Program
- \$23 million (one time) funding for deferred maintenance
- \$10 million (one time) funding for the California STEM Pathways Grant Program
- \$10 million (one time) funding for mental health services
- \$10 million (one time) funding to provide legal services for AB 540 and Deferred Action for Childhood Arrival students
- \$8.5 million (one time) funding for Veteran Resource Centers
- \$100 million (one-time) for College 115
- \$50 million (one time) funding to increase part-time faculty office hours

## COMPARISON OF 2018-19 BUDGET AND LEGISLATIVE REQUEST

Item	Request	Budget Action
General Operating Expenses	An additional \$200 million ongoing.	An additional \$270 million for general apportionments, with trailer bill to begin implementation of the student centered funding formula.
Online Education	Funding and related changes in statutes.	\$100 million one-time and \$20 million ongoing, with trailer bill language establishing the online college, and \$35 million one-time for Online Education Initiative.
Full-Time Faculty	\$75 million ongoing.	\$50 million ongoing. Allocation Framework available Jan/Feb 2019.
Part-Time Faculty Support	\$25 million ongoing.	\$50 million ongoing, to support office hours.
Cal Grant Program	Additional funding and related changes in statutes.	An additional \$41 million for reconstituted program for full-time students, with the existing funds for the Full-Time Student Success Grant and the Community College Completion Grant programs also repurposed for the new program. High priority for Chancellor to address case loads.
Adult Education Data	Changes in statute.	\$75 million ongoing and related statutes.
Chancellor's Office Capacity	An additional \$2.5 million ongoing.	An additional \$2 million ongoing.
Integration of Student Support Services	Changes in statute.	Changes to consolidate Student Success and Support, Student Equity, and Basic Skills for Student Success programs into Student Equity and Achievement Program (SEAP). No match requirement.
Professional Development	\$25 million ongoing.	No budget action.
Basic Skills Transformation	\$25 million ongoing.	No budget action.

## 2018-19 FY BUDGET ASSUMPTIONS

	February DCC	March DCC	April DCC	Tentative Budget	Final Budget
<b>Compliance</b>					
50% Law	✓	✓	✓	✓	✓
FON from Strategic Plan	✓	✓	✓	✓	✓
<b>Vacancies</b>					
No Auto back-fill	✓	✓	✓	✓	✓
<b>Reserve</b>					
Per BP 6300	8.00%		10.00%	10.00%	10.00%
COLA	2.51%		2.51%	2.51%	2.71%
<b>Growth</b>					
State	1.00%		1.00%	1.00%	1.00%
Local	0.00%		0.00%	0.00%	0.00%
<b>FTES</b>					
Budget Basis	32,623		32,623	32,623	32,625
Borrowing	450 (P-1)		1,224 (P-2)	1,224 (P-2)	1,255 (Annual)
Stability	N/A		N/A	N/A	N/A
Non-Resident Tuition	\$270/Unit		\$270/Unit	\$270/Unit	\$270/Unit
<b>Budget Formula</b>					
Governor's Proposal (A)	N/A	\$4.1 Million	N/A	N/A	N/A
Governor's Proposal (B)	N/A	\$9.3 Million	N/A	N/A	N/A
Status Quo	N/A	N/A	\$4.9 Million	\$4.9 Million	N/A
Three Year Transition	N/A	N/A	N/A	N/A	\$15.3 Million

# SECTION 2

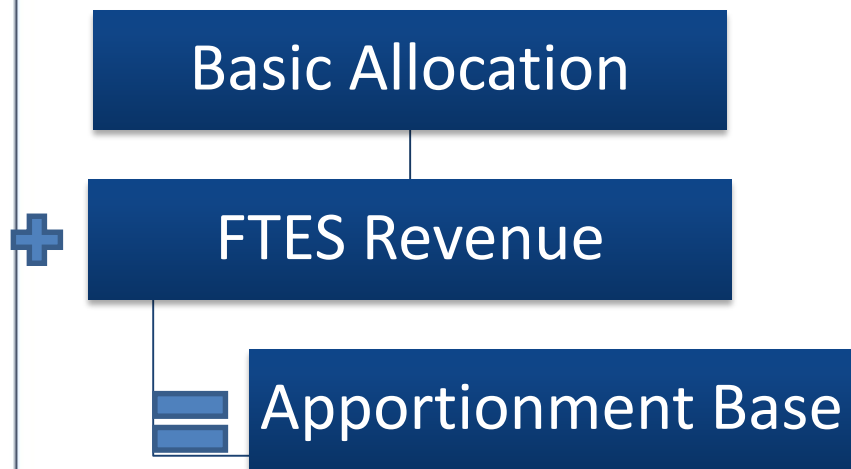
## Student Centered Funding Formula (SCFF)

- Three Year Transition

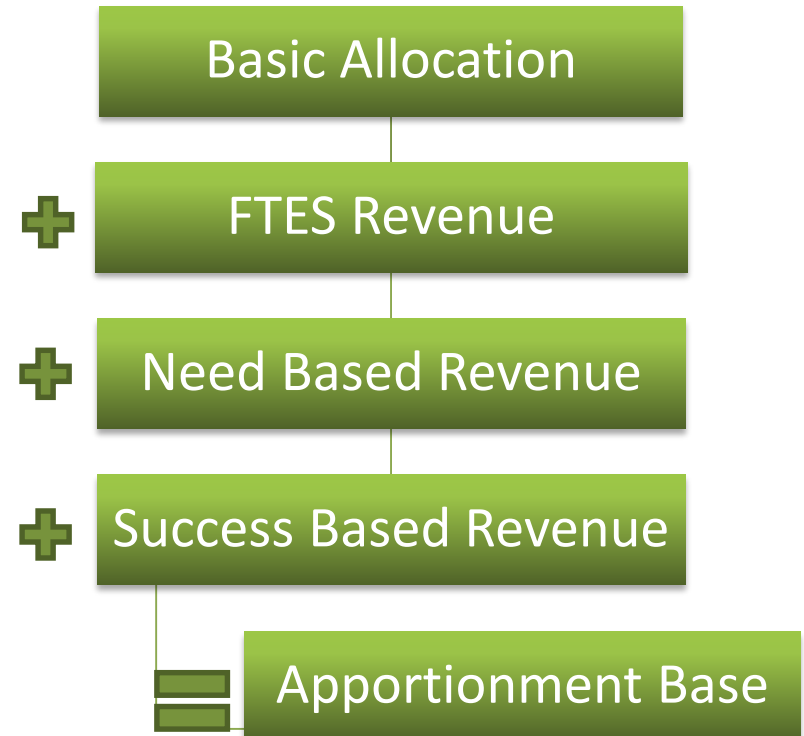


## APPORTIONMENT FRAMEWORK

### FORMER MODEL (SB 361)



### CURRENT SCFF MODEL





## Major Revenue Elements in SCFF

\$ 131,799,923	Base Allocation
\$ 40,681,373	Supplemental Allocation
<u>\$ 27,770,791</u>	Success Allocation
\$ 200,252,087	total computational revenue (TCR) - new formula
<u>\$ 184,921,662</u>	TCR under old formula (2017-18 @ P-2)
\$ 15,330,425	Increase/(Decrease) - new formula
8.29%	Increase/(Decrease) - from old formula
N/A	Hold Harmless

Base Allocation Detail	
\$ 13,052,413	Basic Allocation
\$ 117,158,419	Resident Credit FTES
\$ 1,161,178	Resident Non-Credit FTES
<u>\$ 427,913</u>	Special Admit.
\$ 131,799,923	Total Base Allocation

## First Component - Base FTES

Year	Measurement Period	Total Funded Resident Credit FTES		
		2018-19	2019-20	2020-21
2016-17	R-1	29,983	N/A	N/A
2017-18	P-2	32,279	32,279	N/A
2018-19	2017-18 (P-2)	32,279	32,279	32,279
2019-20	est. only	N/A	32,279	32,279
2020-21	est. only	N/A	N/A	32,279
Three year rolling average FTES		31,514	32,279	32,279
Resident Credit FTES Funding		\$ 117,451,063	\$ 109,327,957	\$ 98,320,920

Credit Funding		
2018-19	70%	\$3,727
2019-20	65%	\$3,387
2020-21	60%	\$3,046

## Second Component - Supplemental Allocation

- Three Elements
  - Pell student counts
  - Promise student counts (BOG Fee Waivers)
  - AB 540 student counts
- Counts
  - From FY 2016-17
- Rate/Count = \$919
  - For all three years – [2018-19, 2019-20, and 2020-21]
- Counts updated in fall
  - Lagging indicators

## Third Component – Student Success Allocation

- 8 Metrics
  1. Associate Degrees
  2. Baccalaureate Degrees
  3. Associate Degrees for Transfer
  4. *Credit Certificates (16 units or more) Granted \**
  5. *Completion of nine or more CTE units \**
  6. *Successful Transfer to Four-Year University \**
  7. Completion of transfer-level mathematics and English courses within first academic year of enrollment
  8. *Attainment of Regional Living Wage \**
- Rate/Count
  - 2018-19 = \$111
  - 2019-20 = \$167
  - 2020-21 = \$222
- Counts updated in fall
  - Lagging indicators

*\*Special state determined source data*

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## Three Year Revenue Estimate Under SCFF

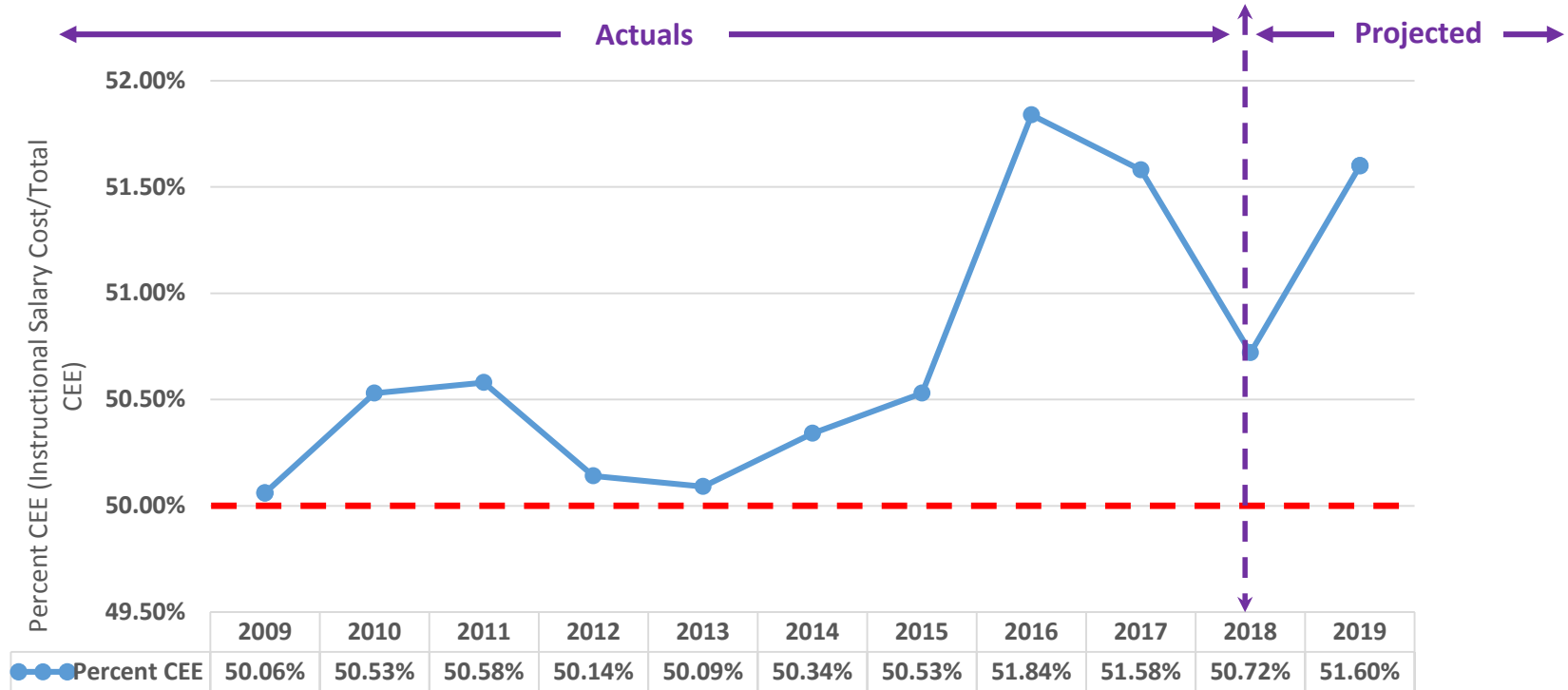
	2018-19	2019-20	2020-21
<i>Base Allocation</i>	\$ 131,799,922	\$ 123,969,460	\$ 112,962,423
<i>Supplemental Allocation</i>	\$ 40,681,373	\$ 40,681,373	\$ 40,681,373
<i>Success Allocation</i>	<u>\$ 27,770,791</u>	<u>\$ 42,034,820</u>	<u>\$ 56,130,573</u>
	\$ 200,252,086	\$ 206,685,653	\$ 209,774,369
<i>YOY change</i>	8.29%	3.21%	1.49%
TCR @ 2017-18 P-2	\$ 184,921,662		
<i>Estimates as of August 17, 2018</i>			

# SECTION 3

## 2017-18 Fiscal Year-End Close

- 50% Law Compliance
- Fund Balance

## 50% LAW COMPLIANCE



### Assumptions for FY 2018-19 Projections:

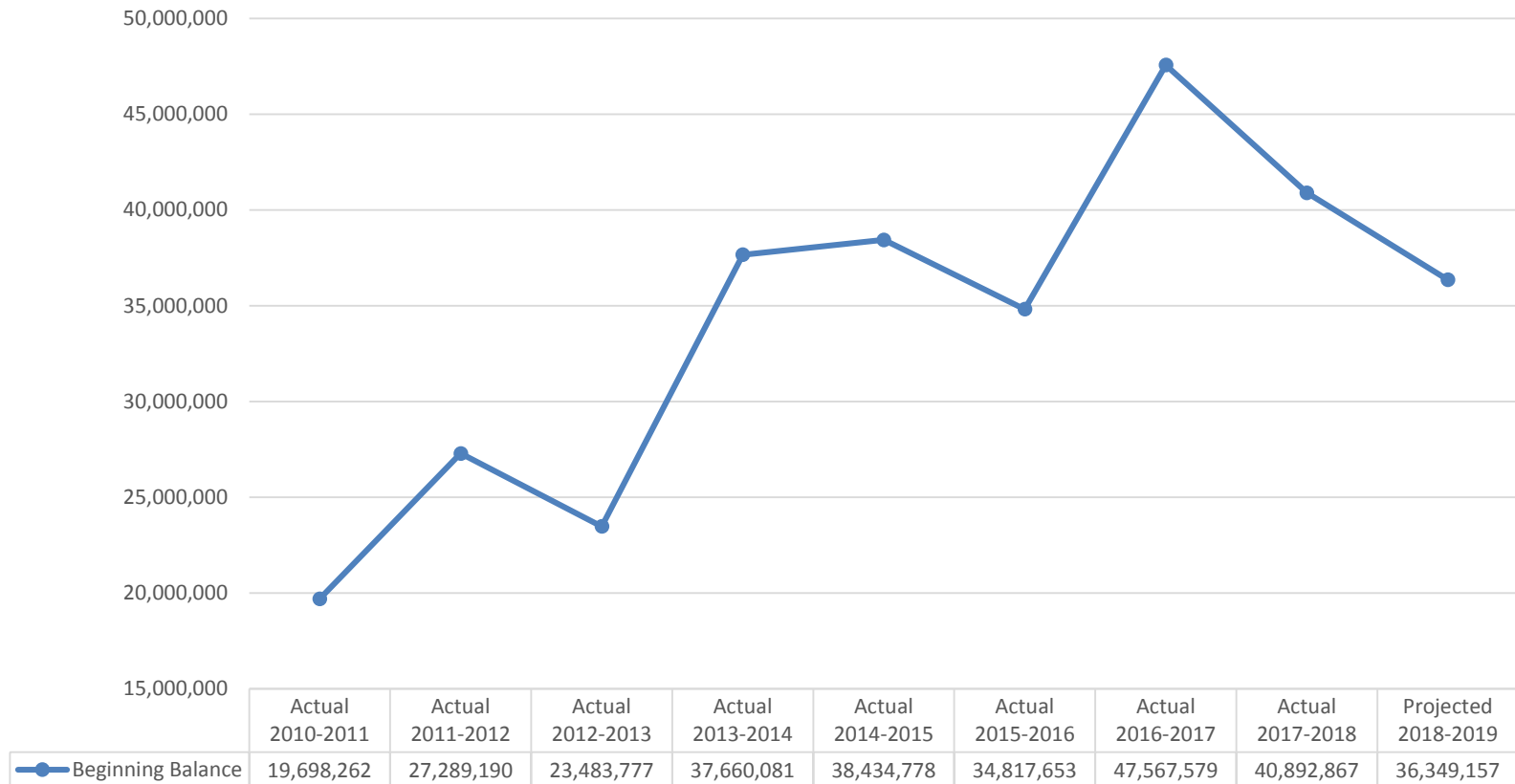
- 1) COLA + 1 for all contract salaries (3.71%)
- 2) FY 2018-19 Class/Comp
  - a) Classified - 5.8%
  - b) Management - 6.6%
  - c) Confidential - 7.5%
- 3) Coast Fair Share of \$50 million Full-time Faculty \$1,375,000
- 4) Summer Paid in current fiscal year



## COAST 2018-19 FY ESTIMATED BEGINNING FUND BALANCE

DISTRICTWIDE ENDING BALANCE (WITHOUT CAMPUS BALANCES)				\$	29,090,310
DISTRIBUTION OF ENDING BALANCE					
<b>RESTRICTED</b>					
RESERVE FOR CONTINGENCIES (5%)				\$	11,073,788
<b>COMMITTED</b>					
ANCILLARY RESERVE (5%)				\$	11,073,788
DEFICIT FACTOR (2017-2018 P2)				\$	-
BOARD ELECTION				\$	250,000
CONTRACTUAL CARRY OVER				\$	812,988
CURRICULUM PROTECTION ACCOUNT				\$	745,000
COLLECTIVE BARGAINING RESERVE (FY 15/16 Base Augmentation)				\$	1,060,364
NEW FACULTY FY 15/16 (25)				\$	1,008,607
NEW FACULTY FY 14/15 (8)				\$	1,162,476
NEW FACULTY FY 15/16 (4)				\$	581,239
COMMUNITY EDUCATION/CONTINUING EDUCATION				\$	177,546
DISTRICTWIDE MARKETING OUTREACH				\$	97,651
INDIRECT COSTS (ED Services & Fiscal Affairs)				\$	155,426
CANVAS SUPPORT Carry Over				\$	508,492
DISTRICT OFFICE ONE-TIME (INTERNAL AUDIT, EHS, EDUCATIONAL SERVICES, INFORMATION TECHNOLOGY)				\$	290,409
DISTRICT-WIDE ONE-TIME (IT SECURITY, DISTRICT COUNSEL, RISK SERVICES, LEGAL,EHS)				\$	92,536
HEALTH BENEFITS					
PENSION COST					
<b>UNASSIGNED</b>					
UNDESIGNATED (TBD)					
ENTITY BALANCES				\$	7,258,847
<b>TOTAL BEGINNING BALANCE</b>				\$	36,349,157

## CCCD BEGINNING FUND BALANCE 2010-11 through 2018-19



Note: Auditor directed certain 2014-15 FY expenditures to 2013-14 FY, lowering 2014-15 FY beginning fund balance.

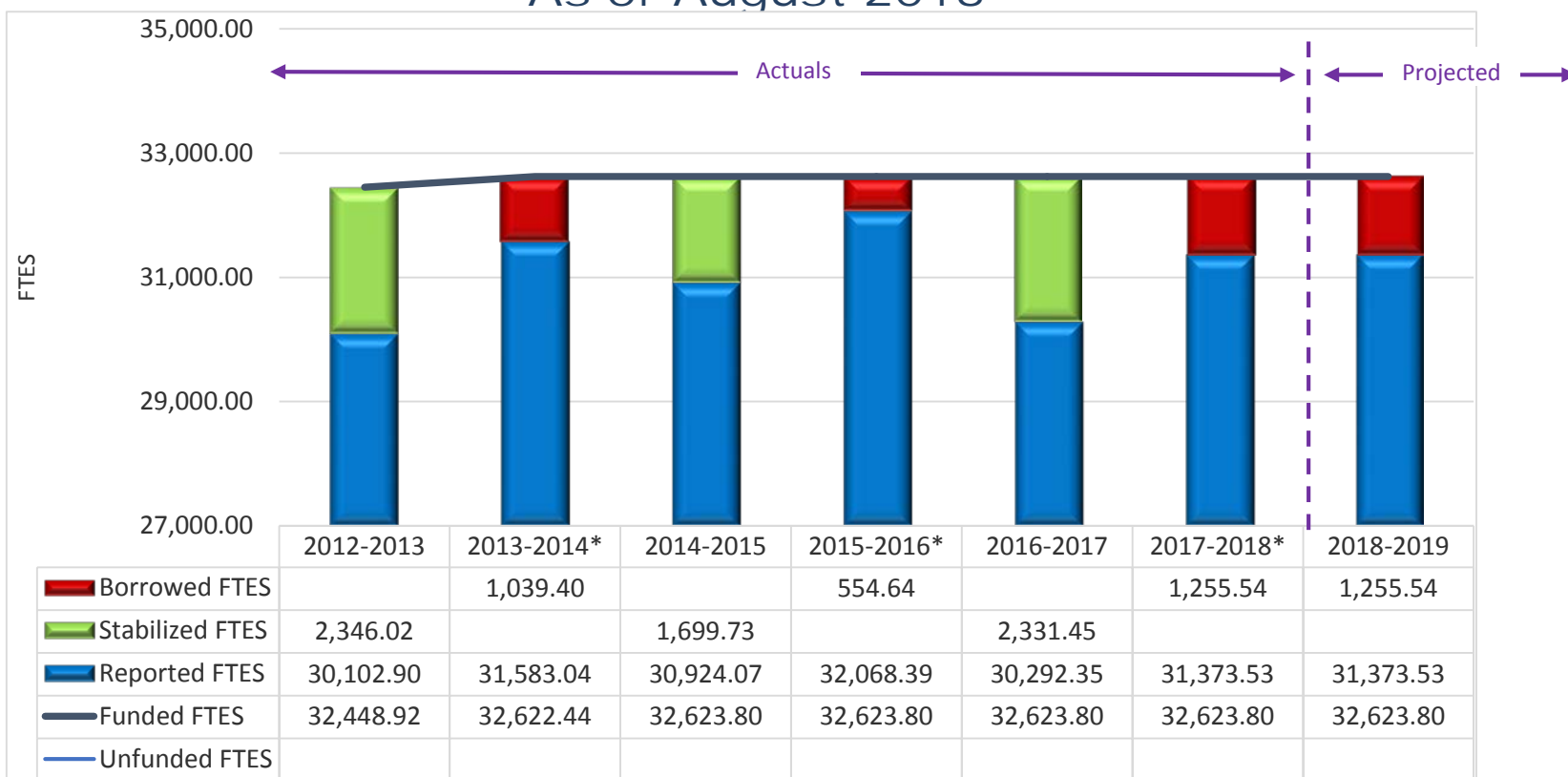
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# SECTION 4

## Enrollment Metrics

- FTES – Multi-year Projection
- Productivity Indicators

## FTES Trend Analysis As of August 2018



### NOTES:

Reported FTES-320 reports: <http://extranet.cccco.edu/Divisions/FinanceFacilities/FiscalServices/FTESReports.aspx>

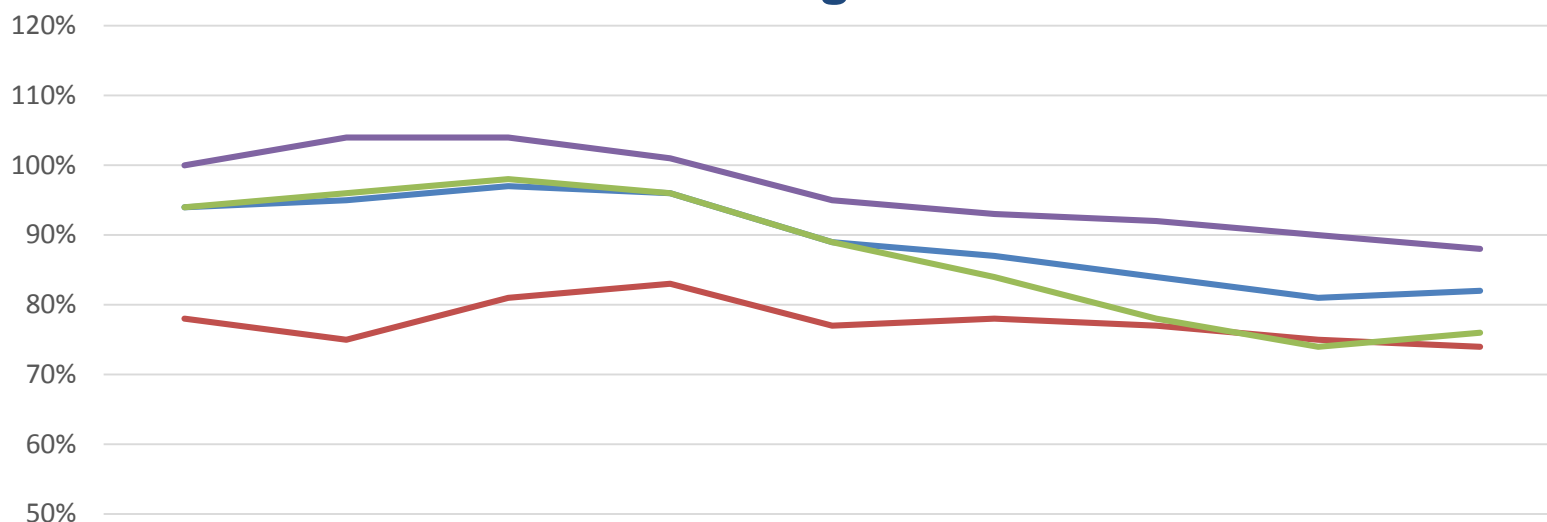
Funded FTES -Apportionment reports: <http://extranet.cccco.edu/Divisions/FinanceFacilities/FiscalServicesUnit/Reports/ApportionmentReports.aspx>

**2018-2019 Reported FTES - As of P-2 Enrollment Report**

**\*Borrowed from Summer Term to Make Base**

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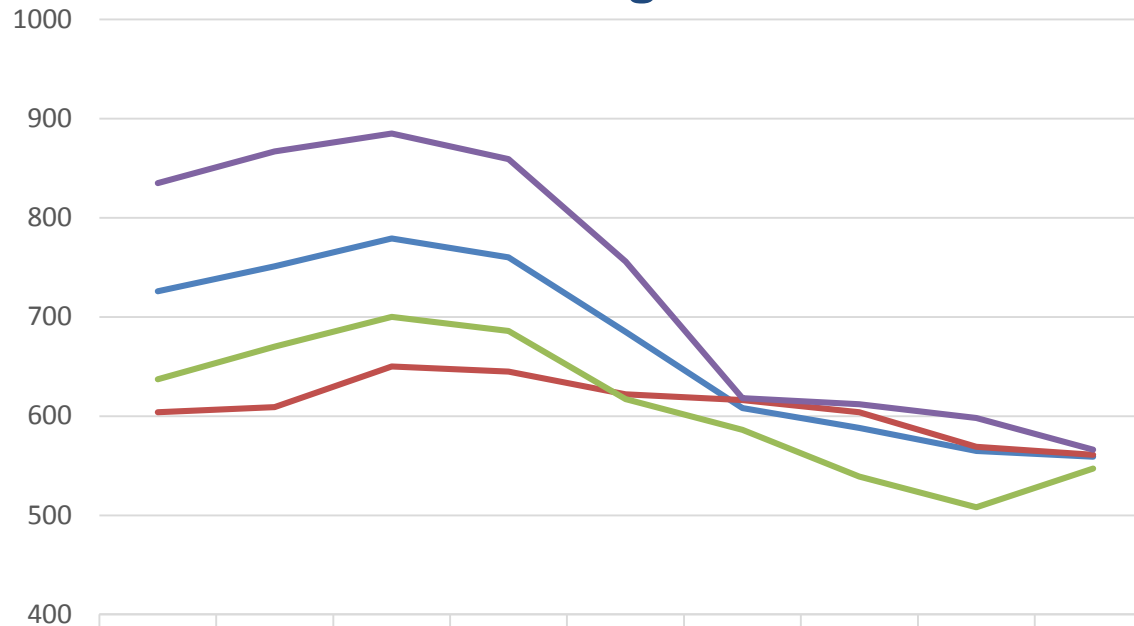
## CCCD – FILL RATE 2009-10 through 2017-18



	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
CCCD	94%	95%	97%	96%	89%	87%	84%	81%	82%
CCC	78%	75%	81%	83%	77%	78%	77%	75%	74%
GWC	94%	96%	98%	96%	89%	84%	78%	74%	76%
OCC	100%	104%	104%	101%	95%	93%	92%	90%	88%

Source: District Research, Planning and Institutional Effectiveness  
Data includes Summer, Fall, and Spring

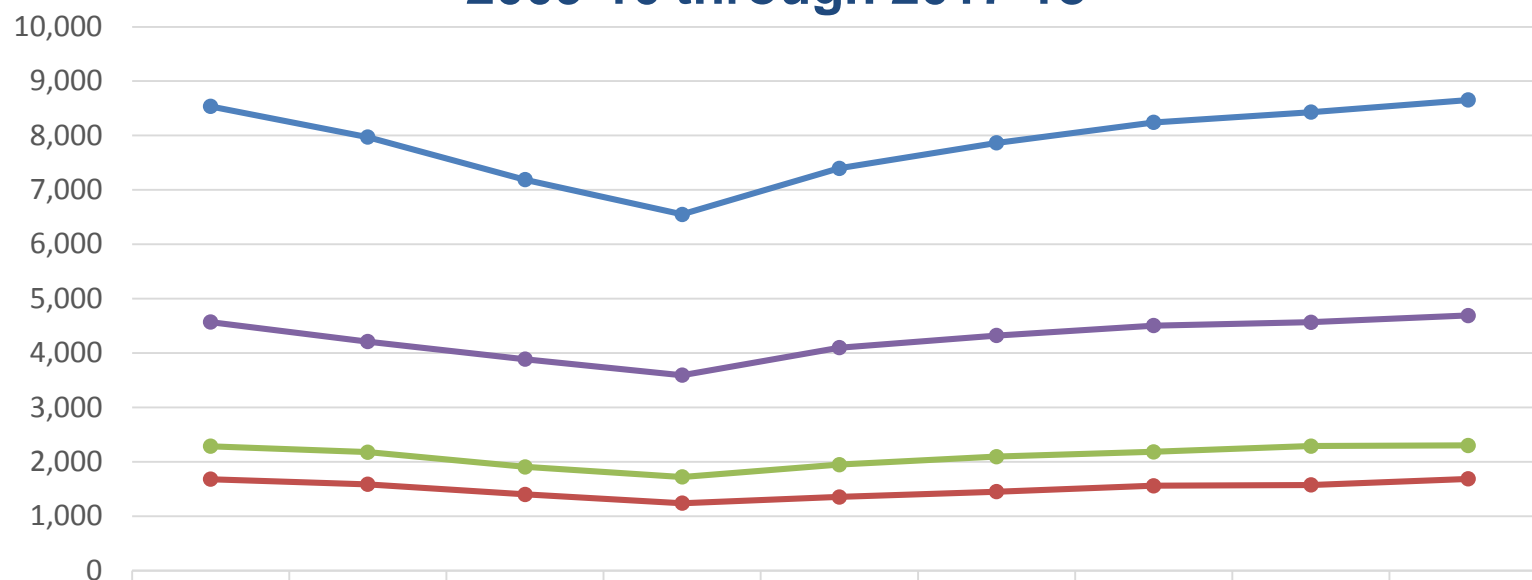
## CCCD – WSCH/FTEF 2009-10 through 2017-18



	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
CCCD	726	751	779	760	685	608	588	565	559
CCC	604	609	650	645	622	616	604	569	561
GWC	637	670	700	686	617	586	539	508	547
OCC	835	867	885	859	756	618	612	598	566

Source: District Research, Planning and Institutional Effectiveness  
Data includes Summer, Fall, and Spring

## CCCD – SECTION COUNT 2009-10 through 2017-18



	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
CCCD	8,535	7,971	7,188	6,549	7,397	7,866	8,243	8,429	8,655
CCC	1,680	1,584	1,398	1,238	1,352	1,450	1,559	1,573	1,685
GWC	2,286	2,177	1,905	1,720	1,948	2,094	2,181	2,288	2,300
OCC	4,568	4,211	3,885	3,591	4,097	4,322	4,503	4,567	4,690

Source: District Research, Planning and Institutional Effectiveness  
Data includes Summer, Fall, and Spring

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# SECTION 5

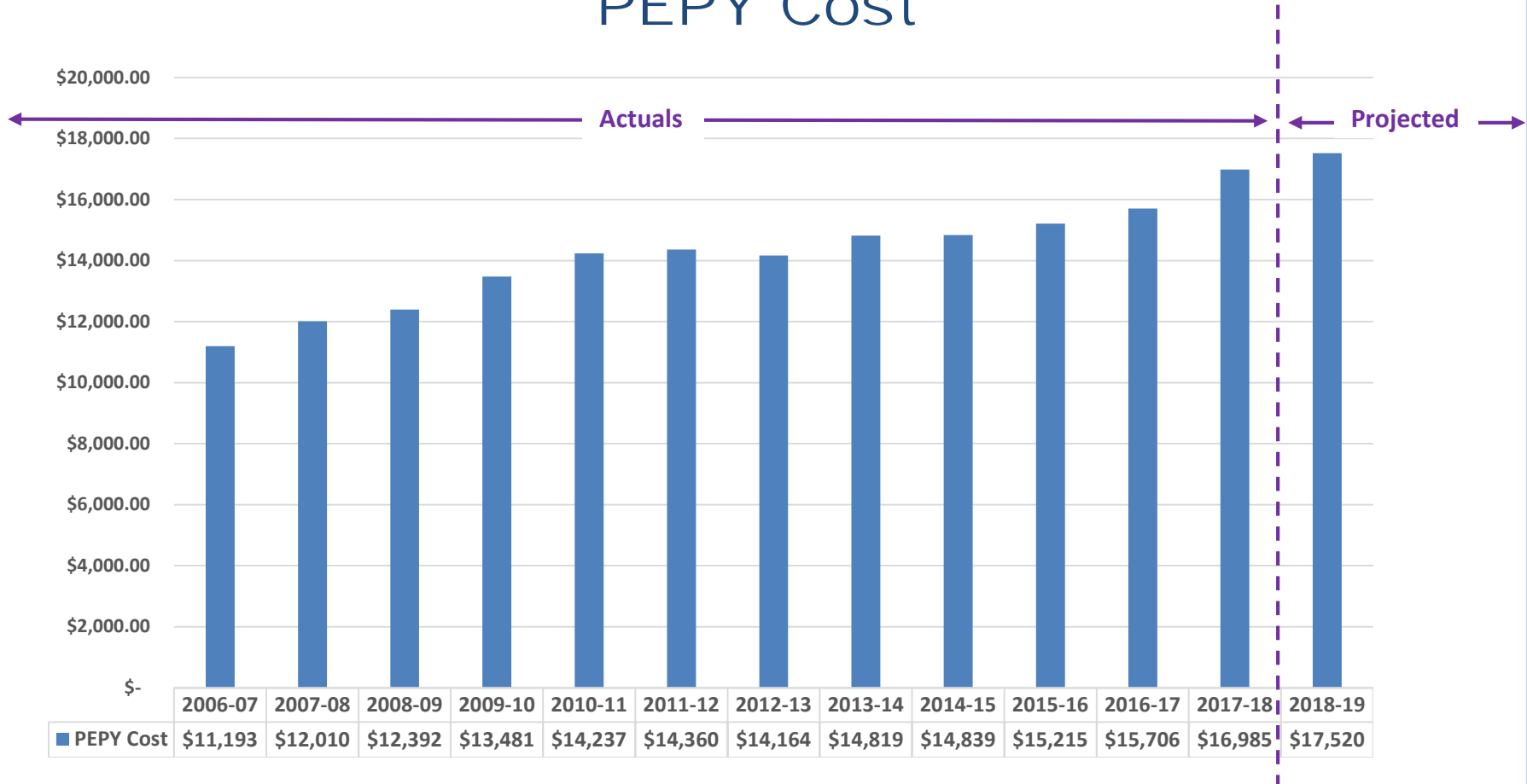
## Major Cost Drivers

- Health Benefits
- Pension Contributions

## PRELIMINARY HEALTH BENEFIT RENEWAL DATA (Effective October 1, 2018)

Line of Coverage	Current	Preliminary Renewal	\$ Δ	%Δ
Delta Health Systems Medical/Rx-Self Funded	\$14,988,002	\$14,988,002	\$0	0.0%
United Healthcare HMO-Fully Insured	\$8,917,650	\$9,765,043	\$847,393	9.5%
Kaiser HMO-Fully Insured	\$7,799,666	\$7,409,693	(\$389,973)	-5.0%
United Healthcare Advantage PPO-Fully Insured	\$3,810,106	\$3,582,029	(\$228,077)	-6.0%
Kaiser Senior Advantage-Fully Insured	\$117,865	\$131,062	\$13,197	11.2%
Delta Dental- Self Funded	\$2,863,721	\$2,863,721	\$0	0.0%
VSP Vision- Self Funded	\$368,473	\$368,473	\$0	0.0%
VOYA (ING) Life/AD&D-Fully Insured	\$477,407	\$477,407	\$0	0.0%
VOYA (ING) Long Term Disability-Fully Insured	\$296,932	\$296,932	\$0	0.0%
Anthem EAP	\$29,019	\$29,019	\$0	0.0%
<b>Total Annual Premium Cost</b>	<b>\$39,668,841</b>	<b>\$39,911,381</b>	<b>\$242,540</b>	<b>0.61%</b>

## Health Benefit Trend PEPY Cost



Note: 2018-19 Budget figures include Reserve funds for Self Insurance Program

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# EMPLOYER PENSION MATCH

## Changes under the Public Employee Pension Reform Act of 2012 (PEPRA)

Revised - August 14, 2018

Effective Date	STRS		PERS		Cumulative Total
	Employer Match	Amount	Employer Match	Amount	
July 1, 2015	10.73%	\$1,340,002	11.847%	\$44,922	\$1,384,923
July 1, 2016	12.58%	\$1,438,984	13.89%	\$1,273,463	\$2,712,447
July 1, 2017	14.43%	\$1,445,164	15.53%	\$1,152,345	\$2,597,509
July 1, 2018	16.28%	\$1,503,380	18.06%	\$1,899,145	\$3,402,525
July 1, 2019	18.13%	\$1,561,584	20.80%	\$2,179,809	\$3,741,393
July 1, 2020	19.10%	\$840,638	23.50%	\$2,206,950	\$3,047,587
July 1, 2021	18.60%	-\$445,885	24.60%	\$925,202	\$479,318
July 1, 2022	18.10%	-\$445,885	25.30%	\$588,765	\$142,881
July 1, 2023	18.10%	\$0	25.80%	\$420,546	\$420,546
July 1, 2024	18.10%	\$0	26.00%	\$168,219	\$168,219
<b>Subtotal</b>		<b>\$7,237,982</b>		<b>\$10,859,365</b>	<b>\$18,097,347</b>

### Notes:

- 1) CalPERS reduced it's Long Term discount rate from 7.5% to 7.0%
- 2) This change accelerates an upward climb to the projected rate of 28.2% in 2023-24.
- 3) The employer contribution rates were increased for CalSTRS as well, however legislative action is required to confirm this change.
- 4) At tentative, cumulative increase was \$15.4 million, \$16.9 million reflects effect of class/comp

**Source:** SSC Dartboard 2018-19 Governor's Proposed State Budget

# SECTION 6

## 2018-19 FY Budget

- New Revenue and Expense for 2018-2019
- Trend of Revenue and Expense
- Salaries and Benefits
- Budget Allocation Model
- Categorical Summary

## ESTIMATED 2018-19 UGF REVENUE & EXPENSE

Estimated new on-going unrestricted revenue and expense [August 2018]					
New Revenue		State		2017-18 Actuals	2018-19 Projection
Growth		\$60 million	1.00%	\$ -	\$ -
COLA		\$161.2 million	2.71%	\$ 2,576,762	\$ 5,011,377
Base Augmentation (model transition)		\$175 million	0.43%	\$ 5,226,828	\$ 10,319,048
<b>Subtotal</b>				<b>\$ 7,803,590</b>	<b>\$ 15,330,425</b>
New Expense					
COLA pass-through			85%	\$ 2,190,248	\$ 4,259,670
Health Benefits				\$ 2,223,554	\$ 242,541
PERS				\$ 1,152,345	\$ 1,899,145
STRS				\$ 1,445,164	\$ 1,503,380
Net Step/Column				\$ 400,000	\$ 400,000
Class/Comp				\$ 4,588,701	\$ 1,175,375
CFCE (1%)				\$ 338,808	\$ 358,456
CDMA (1%)				\$ -	\$ 169,362
ACE (1%)				\$ 8,481	\$ 9,121
CFE (1%)				\$ -	\$ 485,552
<b>Subtotal</b>				<b>\$ 12,347,301</b>	<b>\$ 10,502,602</b>
<b>Balance/Deficit</b>				<b>\$ (4,543,711)</b>	<b>\$ 4,827,823</b>
<b>Carry Forward Structural Imbalance (2017-18 Unaudited Financial)</b>					<b>\$ (4,543,711)</b>
<b>Projected Structural Imbalance Deficit</b>					<b>\$ 284,112</b>

Notes:

- 1 Total computational revenue 2017-18 @ June 19, 2018
- 2 Assumes no earned growth. Local cap TBD
- 3 Pension cost from SSC CCC Financial Projection Dartboard
- 4 2018-19 COLA 2.71%

## COMPARISON OF BEGINNING BALANCE AND REVENUE UNRESTRICTED GENERAL FUND FY 2015-19

	Actual 2014-2015	Actual 2015-2016	Actual 2016-2017	Actual 2017-2018	Adopted 2018-2019
<b>Beginning Balance *</b>	38,434,778	34,817,653	47,567,579	40,892,867	36,349,157
<b>Federal Revenue</b>	0	0	0	0	0
<b>State Revenue</b>	53,833,093	77,144,353	53,833,977	52,058,653	57,975,420
<b>Local Revenue</b>	136,077,071	147,499,251	157,590,890	166,107,975	165,627,288
<b>Other Financing</b>	687,768	771,906	1,050,000	765,412	750,000
				259,824,907	260,701,865

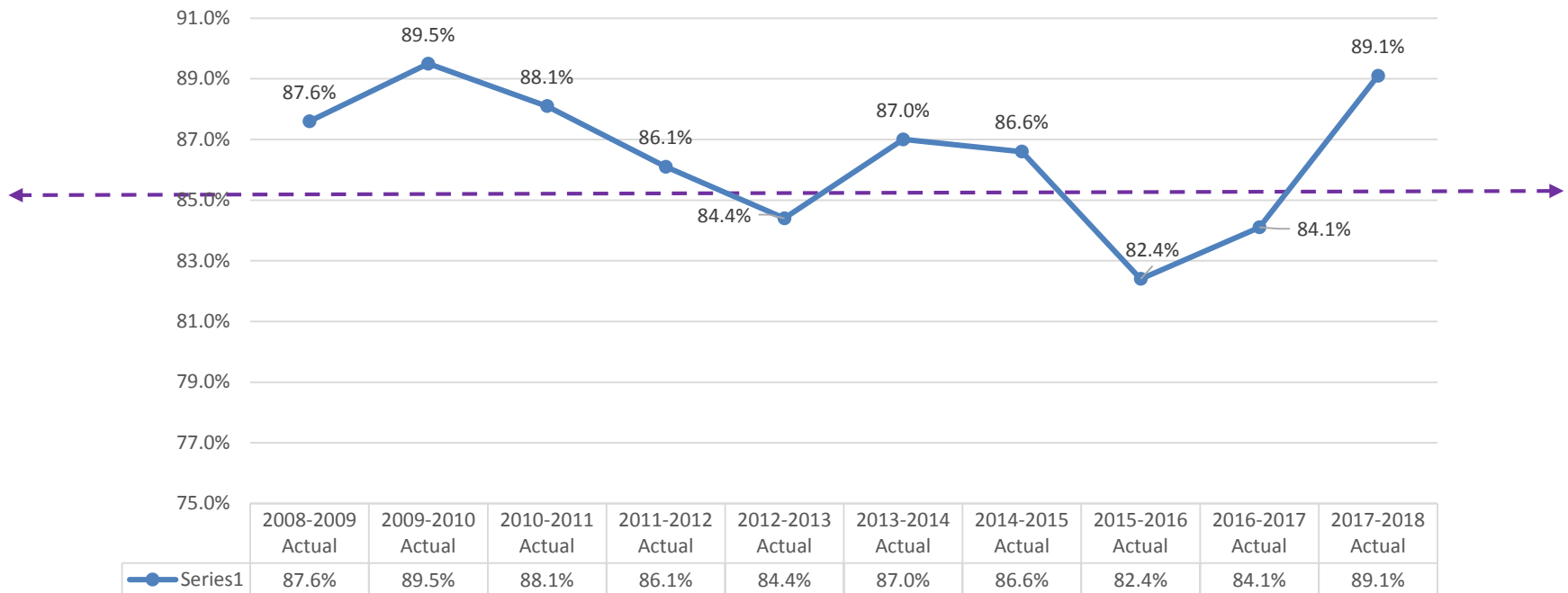
\*INCLUDES COLLEGE BEGINNING BALANCES



## COMPARISON OF UGF EXPENSES

	Actual 2014-2015	Actual 2015-2016	Actual 2016-2017	Actual 2017-2018	Adopted 2018-2019
<b>Certificated Salaries</b>	75,307,840	77,738,629	82,716,334	87,039,107	84,637,648
<b>Classified Salaries</b>	41,412,794	43,720,567	45,396,763	48,542,295	53,742,392
<b>Staff Benefits</b>	48,720,999	53,843,221	56,763,423	63,533,402	62,127,833
<b>Books and Supplies</b>	2,221,924	2,181,132	2,170,323	2,081,510	2,736,558
<b>Other Operating Exp &amp; Svcs</b>	19,399,940	17,998,073	17,665,395	18,586,008	25,208,221
<b>Capital Outlay</b>	819,848	1,724,472	2,146,673	1,218,424	760,846
<b>Student Aid &amp; Other Outgo</b>	3,253,723	15,457,592	12,995,688	2,475,004	31,488,367
				223,475,750	260,701,865

## SALARIES & BENEFITS % OF TOTAL EXPENDITURES UNRESTRICTED GENERAL FUND



**Note:** As a best practice, salaries and benefits should not exceed 85% of UGF expenses

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## FINAL 2018-19 FY BUDGET ALLOCATION MODEL

### CCCD - FINAL BUDGET 2018-2019 FY

#### BUDGET ALLOCATION MODEL

		ORANGE COAST	GOLDEN WEST	COASTLINE	TOTAL	Notes
Basic Allocation		4,568,345	4,568,345	3,915,722	13,052,412	Not allocated by %
State Approved Center		-	-	-	-	
Allocation Framework		52.11%	30.51%	17.38%	100.00%	
Credit Rate	5150.930	80,392,915	47,069,427	26,813,066	154,275,407	Adjusted for Full-time Faculty Hiring
FTES	5150.930	16,819	9,847	5,610	32,276	
Non Credit Rate	3097.399	563,305	329,811	187,876	1,080,992	
FTES	3097.399	182	106	61	349	
FTES Base \$		80,956,220	47,399,237	27,000,942	155,356,399	
					32,625	Reflect 320 Annual 2017-18 Report
<b>TOTAL BASE REVENUE</b>		85,524,565	51,967,582	30,916,664	168,408,811	
COLA @ 2.71% (Governor Budget Proposal)		2,250,228	1,317,491	750,508	4,318,227	Governor's Budget 2.71% COLA
Restoration		-	-	-	-	
Growth		-	-	-	-	
Full-Time Faculty Hiring 2015-2016		914,344	609,563	380,977	1,904,884	Based on faculty allocation 12,8,5
Base Increase 2015-2016		4,128,703	2,417,324	1,377,027	7,923,054	
Base Increase 2016-2017		1,121,009	656,343	373,885	2,151,235	
Base Increase 2017-2018		2,723,700	1,594,705	908,423	5,226,828	
Full-Time Faculty Hiring 2018-2019		716,513	419,513	238,975	1,375,000	\$50M Full-time model allocation
Base Increase 2018-2019		4,660,743	2,728,829	1,554,476	8,944,048	New Funding Formula, Hold pending direction from Chancellor
<b>TOTAL APPORTIONMENT REVENUE</b>		102,039,805	61,711,350	36,500,934	200,252,087	

## FINAL 2018-19 FY BUDGET ALLOCATION MODEL (cont.)

	ORANGE COAST		GOLDEN WEST		COASTLINE		TOTAL	Notes	
Allocation Framework	52.11%		30.51%		17.38%		100.00%		
Per FTES									
Other State Revenue									
Lottery	\$	2,564,223	\$	1,501,332	\$	855,233	\$	4,920,788	2017-18 Est. Projection \$146 per ADA FTES
Enrollment Fee Adm.	\$	238,669	\$	139,739	\$	79,602	\$	458,010	
Pt. Time Faculty Parity	\$	301,404	\$	217,277	\$	143,748	\$	662,431	PT Faculty Parity \$ allocated in arrears based on actuals.
State Mandated Costs	\$	-	\$	-	\$	-	\$	-	
TOTAL OTHER STATE REVENUE	\$	3,104,296	\$	1,858,349	\$	1,078,583	\$	6,041,229	
TOTAL STATE REVENUE	\$	105,144,101	\$	63,569,699	\$	37,579,517	\$	206,293,316	
District Wide Local Revenue	\$	809,207	\$	473,785	\$	269,891	\$	1,552,883	Interest, Joint Use Development, La Habra Rentals, and KOCE Payments
TOTAL REVENUE FOR DISTRIBUTION THROUGH THE MODEL	\$	105,953,308	\$	64,043,484	\$	37,849,408	\$	207,846,199	

## FINAL 2018-19 FY BUDGET ALLOCATION MODEL (cont.)

	ORANGE COAST	GOLDEN WEST	COASTLINE	TOTAL	Notes
Allocation Framework	52.11%	30.51%	17.38%	100.00%	
LESS ASSESSMENTS					
District Services	\$ 13,304,215	\$ 7,789,514	\$ 4,437,291	\$ 25,531,020	<i>Increase \$2.7M due Salary + Benefits</i>
District Wide Expense	\$ 11,191,080	\$ 6,552,290	\$ 3,732,507	\$ 21,475,877	<i>Decrease \$1.4M due ARC</i>
TOTAL ASSESSMENTS	\$ 24,495,294	\$ 14,341,804	\$ 8,169,799	\$ 47,006,897	<i>Total increase \$1.2M</i>
NET REVENUE FROM ALLOCATION MODEL 2018-19	\$ 81,458,014	\$ 49,701,679	\$ 29,679,609	\$ 160,839,302	
NET REVENUE FROM ALLOCATION MODEL 2017-18	\$ 74,659,224	\$ 45,590,695	\$ 27,205,132	\$ 147,455,051	

# MAJOR CATEGORICAL PROGRAM FUNDING 2018-19 Projected Budget

Programs	2016-2017 Actuals	2017-2018 Adjusted Budget	2017-2018 Actuals	2018-2019 Adopted Budget
Student Success and Support Program	7,409,777	8,843,968	7,125,545	8,132,469
Student Equity	3,659,322	5,040,102	3,433,756	4,827,487
DSPS Program	3,215,624	3,034,216	3,284,648	3,080,381
EOPS Program	3,237,764	3,075,876	3,335,294	3,412,540
Basic Skills Program	457,726	829,595	470,305	2,076,978
Adult Education AEBG	800,328	4,088,935	1,883,853	2,197,480
Strong Workforce	514,367	6,361,985	3,387,358	4,440,202
<b>One-Time Funds</b>				
Scheduled Maintenance Project	2,273,859	3,236,619	1,238,401	2,573,414
State Funded Equipment	3,578,709	747,821	707,395	2,147,891
<b>TOTAL MAJOR CATEGORICAL PROGRAM FUNDING</b>	<b>25,147,475</b>	<b>35,259,117</b>	<b>24,866,555</b>	<b>32,888,842</b>

**Note:**

- 1) Adjusted Budget, Actuals and Adopted Budget include prior year carryover for programs with carryover provisions
- 2) DSPS, EOPS, special services for CalWORKS receive COLA
- 3) Reflects revised categorical allocation as of P2
- 4) Beginning with FY 2018-19, the Student Success and Support Program, Student Equity and Basic Skills Program will be consolidated into the Student Equity and Achievement Program, with no match
- 5) Adopted Budget for FY 2018-19 for all Categorical Programs is \$55,266,212

# SECTION 7

## Education Protection Account (EPA)

- Application of EPA Resources



# EDUCATION PROTECTION ACCOUNT BUDGET 2018-19

**CALIFORNIA COMMUNITY COLLEGES**  
**Annual Financial and Budget Report**  
**SUPPLEMENTAL DATA**

Schools and Local Public Safety Protection Act  
Prop 30 EPA Expenditure Report

Budget Year: 2017-2018

District ID: 830 Name: COAST COMMUNITY  
COLLEGE

Activity Classification	Activity Code	Unrestricted			
EPA Proceeds:	8630	23,870,775			
Activity Classification	Activity Code	Salaries and Benefits (1000 - 3000)	Operating Expenses (4000 - 5000)	Capital Outlay (6000)	Total
Instructional Activities	0100-5900	23,870,775			23,870,775
Other Support Activities (list below)	6XXX				
<b>Total Expenditures for EPA*</b>		23,870,775	0	0	23,870,775
<b>Revenues less Expenditures</b>					0
*Total Expenditures for EPA may not include Administrator Salaries and Benefits or other administrative costs.					

# SECTION 8

## Looking Ahead

- Areas of Concern
- Things to Watch

## Areas of Concern

- Data sets for Need/Success
  - Not historically subject to audit
  - Source data not entirely clear
  - No Cap on Success metrics – Deficit Factor?
  - Creates avenue for Volatility/Uncertainty
  - Predictability of revenues
- Demographic trends in OC and statewide
- Tariffs, Tweets, and Trade-Wars

## Looking Ahead

- Review of local budget allocation model
- Reporting of Goals consistent with Vision for Success
- 15 member SCFF Oversight Committee
- Priorities of a new Governor
- State “wall of debt” and appetite for new bonded indebtedness

# SECTION 9

## Summary of Recommended Action

## SUMMARY OF RECOMMENDED ACTION

**Title 5, California Code of Regulations, Section 58305, requires the following:**

- ▶ On or before the 15th day of September, the governing board of each district shall adopt a final budget.
- ▶ On or before the 30th day of September, each district shall complete the preparation of its adopted annual financial and budget report (CCFS 311).
- ▶ On or before the 10th day of October, each district shall submit a copy of its adopted annual financial and budget report to the State Chancellor.