

# BUDGET COMMITTEE

## MEETING AGENDA

December 7, 2016

3:00 p.m.



**Location: Building 4, Conference Rm. #2460**

**Time: 3:00 p.m. – 4:30 p.m.**

### **Committee Members:**

Mike Gregoryk, Chair	Rosa Royce	Brian Moon (Student)	Bill Scroggins (Guest)
Martin Ramey, Co-Chair	Ruben Flores	Israel Garcia (Student)	
Irene Malmgren or Joumana McGowen (substitute)	Michael Sanetrick		
Audrey Yamagata-Noji	Lance Heard		Kerry Martinez (Notes)
Mark Fernandez	Gary Nellesen		Brigitte Hebert (Notes)
	Lisa Romo		

### **AGENDA ITEMS:**

- 1. Agenda Check**
- 2. Review the Budget Committee Meeting Summary of November 16, 2016**
- 3. Review 2015-16 Adopted Budget versus 2015-16 Actuals (changes to fund balance and footnotes report is for reference)**
- 4. Review 2015-16 Adopted Budget versus 2016-17 Adopted Budget**

**Mt. San Antonio College  
Budget Committee Summary of  
December 7, 2016**

**Committee Members:**

- |  |  |  |   |
|--|--|--|---|
| <input checked="" type="checkbox"/> Mike Gregoryk, Chair   | <input type="checkbox"/> Michael Sanetrick         | <input checked="" type="checkbox"/> Brian Moon (Student)   | <input type="checkbox"/>                                    |
| <input checked="" type="checkbox"/> Martin Ramey, Co-Chair | <input checked="" type="checkbox"/> Mark Fernandez | <input checked="" type="checkbox"/> Israel Garcia(Student) | <input type="checkbox"/>                                    |
| <input type="checkbox"/> Irene Malmgren                    | <input checked="" type="checkbox"/> Rosa Royce     | <input type="checkbox"/> Ruben Flores                      | <input checked="" type="checkbox"/> Brigitte Hebert (Notes) |
| <input type="checkbox"/> Audrey Yamagata-Noji              | <input checked="" type="checkbox"/> Lance Heard    | <input type="checkbox"/> Gary Nellesen                     | <input checked="" type="checkbox"/> Kerry Martinez (Notes)  |
|  | <input type="checkbox"/> Lisa Romo                 | <input type="checkbox"/> Mauricio Goncalves                | <input checked="" type="checkbox"/> Steven Garcia (Guest)   |

ITEM	DISCUSSION/COMMENTS	ACTION/OUTCOME
1. Agenda Check	Add Steven Garcia to future agendas.	Approved once correction is made.
2. Review the Budget Committee Meeting Summary of October 5, 2016	<p>The Budget Committee Meeting Summary of November 16, 2016 was reviewed and approved with one correction.</p> <p>Martin Ramey proposed a change on Item 5, Page 5 with a motion to strike and replace with “It is recommended to revisit the \$2.5 million OPED Trust contribution after the actuarial report is received in the spring of 2017.”</p> <p>Martin mentioned that the Accreditation Team will be holding “dress rehearsals/mock interviews” at Spring Flex Day on February 24th. These mock interviews are anticipated to be held from 10:30 am – 1 pm, possibly in Building 13 and 26.</p>	<p>Item 5, Page 5 last two paragraphs to be struck out and replace with sentence noted.</p> <p>Kerry Martinez will send out an invite to Budget Committee once time and location</p>

		has been confirmed.
<p><b>3. Review 2015-16 Adopted Budget Versus 2015-16 Actuals (changes to fund balance and footnotes report is for reference)</b></p>	<p>Rosa mention that this report was previously reviewed and in another format when the Adopted Budget was approved this past September. The purpose of this particular report is to review the expenditures at a higher level and it is good to have as a reference.</p> <p>The report is separated into three columns; 2015-16 Adopted Budget, 2015-16 Actuals, and Variances, which is the difference between the two.</p> <p>Positive variances were due to the following:</p> <ul style="list-style-type: none"> <li>• Mt. SAC received more revenues than we budgeted for</li> <li>• The result of increases in apportionment, non-resident tuition, prior year lottery, interest from more cash, and other miscellaneous revenue accounts</li> <li>• Increase in Lottery rates per FTEs</li> <li>• Faculty hiring funds were received and not expensed</li> <li>• Budget for professional growth did not materialize because the faculty contract was just recently approved, thus delaying faculty from taking the necessary courses to apply for professional growth</li> <li>• Several phases of New Resources Allocation funding were not used due to the issue that projects can carry over into the following fiscal year before being completed.</li> <li>• As of June 2016, there were no reductions in apportionment; we were paid for all our FTES but the 2015-16 apportionment will be recalculated in February or March 2017. Therefore, these figures will change.</li> <li>• CalSTRS is noted as both a revenue and expenditure. This is a mandate by the Chancellor’s Office. This is not a cash transaction, but is reflected on our 311 Report. This reporting is not required for CalPERS.</li> </ul>	

	<ul style="list-style-type: none"> <li>• Budgeted expenditures are larger than what we actually expended, resulting in a positive variance. This increases our fund balance.</li> <li>• Portions of the \$11.6 million in Net Changes in Revenues and Expenditures will be carried over and re-budgeted in the 2016-17 fiscal year.</li> </ul> <p><b>Negative variances were due to the following:</b></p> <ul style="list-style-type: none"> <li>• Not all of the information for the New Resources Allocations was available at the Adopted Budget in 2015-16. This resulted in Mt. SAC having to use a portion of its reserves to fund the New Resources Allocations.</li> <li>• An additional contribution of \$2 million to the STRS/PERS Trust was approved by the Board of Trustees</li> <li>• We spent more than what was budgeted for additional hourly faculty expenditures to earn the growth estimated at \$4 million for 2015-16</li> </ul> <p><b>Mike reiterated to the Committee that the STRS/PERS Trust has been established using the same advisors as our OPEB Trust. It was approved by the Board of Trustees June 23, 2016, and the cash was transferred to the trust the following day.</b></p> <p><b>Rosa further explained that showing an expenditure as a negative, such as the STRS/PERS Trust, enables us to capture the true positive variances (i.e. we budgeted \$2 million, but expended \$4 million).</b></p> <p><b>Mark Fernandez expressed that comments on the spreadsheet truly help one understand each line item.</b></p>	
<p><b>4. Review 2015-16 Adopted Budget Versus 2016-17 Adopted Budget</b></p>	<p><b>Rosa explained that this spreadsheet compares last year’s budget to this year’s budget and noted the differences.</b></p>	<p><b>Rosa will contact TCS, Inc. to find out the completion dates</b></p>

	<p><b>COLA for 2015-16 is already folded into the base. There is no COLA increase for 2016-17.</b></p> <p><b>The Growth for 2015-16 becomes ongoing in 2016-17.</b></p> <p><b>Per P2 of June 2016, our Growth was estimated at \$4 million. We additionally budgeted \$988,994 in the one-time section because our estimates showed additional FTES that could be claimed for growth. The final Growth for 2015-16 will be known in February or March 2017.</b></p> <p><b>There is an increase \$75 million to the statewide base allocation to be utilized for operating expenses.</b></p> <p><b>The miscellaneous increase of \$583,536 is mainly increases of nonresident tuition, interest, BOG fee waiver administration, and parking citations which are all estimates.</b></p> <p><b>Lottery increased the revenue budget due to an increase of 874 FTES and a rate increase from \$140 to \$144.</b></p> <p><b>Total ongoing expenditures has increased by \$7.5 million, which is mainly due to an increase in salary for all employees, an increase to the PERS/STRS contribution, new positions, and an increase in the permanent and hourly faculty budget.</b></p> <p><b>Factoring all the above leaves us with an ongoing surplus of \$24,951.</b></p> <p><b>The 2015-16 Growth is projected to be \$988,994 for ongoing and onetime.</b></p> <p><b>Since our estimated apportionment is higher, if we have a deficit, our deficit will be higher.</b></p>	<p><b>of the valuation report under the new GASB.</b></p>
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	<p><b>The State-mandated reimbursement statewide allocation decreased from \$632 million to \$105.5 million.</b></p> <p><b>Increases in one-time expenditures of \$279,257 are mainly due to carryover budgets and positions funded with one-time funds.</b></p> <p><b>New Resources Allocation Phases 1 to 6 decreased as a result of the decrease of the one-time State-mandated reimbursement revenue funds from \$17.3 million to \$2.9 million.</b></p> <p><b>As mentioned previously, an additional \$2 million was approved for the 2016-17 budget for the STRS/PERS Trust contribution.</b></p> <p><b>We also have to budget \$1.5 million for faculty hourly expenditures for course offerings to earn the growth for 2016-17.</b></p> <p><b>The difference of \$9.3 million in net changes in revenues and expenditures is mainly the result of decreases in one-time revenues.</b></p> <p><b>The decrease in the fund balance is \$6.4 million, actual surplus of the General Unrestricted Fund plus the decrease of Net Changes in Revenues and Expenditures of \$9.3 million.</b></p> <p><b>We are projecting reserves over 10% as required by our Board policy.</b></p> <p><b>Mike reiterated that it is great that we have a Board policy of requiring 10% reserve to keep us afloat over the years, but we don't have any flexibility above this. If we go into the reserve, we have to have a two-year plan to pay it back. Having this policy kept us from having layoffs when many other colleges did. We were able to use that reserve and restore it to keep from having layoffs.</b></p>	
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**He also mentioned that even though Proposition 55 “tax on the rich” passed, we are not out of the woods yet. In 2018 the 0.25% sales tax rate increase will be removed since there is no legislation for it.**

**We are currently receiving revenues of \$24 million from Proposition 30 income and sales tax.**

**Mike believes that as the economy flattens and we have a real problem with Proposition 98, it will not only be an issue for Mt. SAC, but for the State as a whole.**

**Martin asked of the Growth revenue, how much of that is quantified due to us claiming summer growth? The reason he is asking is because he is looking at future calendars and the faculty members were concerned of the timing when the spring session ends and the summer session begins. His understanding is that if we can put 20% of instructional days in before June 30, you have the option of claiming summer growth (FTEs). That flexibility gives us that growth.**

**Rosa informed the Committee that we have to be extremely careful how we go about this because pulling summer back creates the need to achieve a higher number of FTES in the following fiscal year. If the base FTES are not met then it will create the need to pull summer again.**

**Mike stated we need the flexibility to compensate if we are flat at other times of the year in order to gain the 2% growth. However, we don’t want to mess with the dates of summer session. If we know there are FTES available based on what our summer enrollment is, we would want to use it if that difference can help us make our 2% cap. Mike predicted that at the end of 2016-17, many colleges will not be able to grow.**

**Martin explained that decisions are made by certain factors, and it would be beneficial to have some numbers/financial information available to show the benefits or consequences of going either way. It would benefit**

	<p><b>us to inform the Faculty of the flexibility options. However, Rosa made the Committee aware that this is a very dynamic calculation for the entire system and is also based on the comparison of other colleges.</b></p> <p><b>Mark suggested that we provide four calendar suggestions/options and the monetary impact of each. There was a concern about the lack of time between the two sessions and how this would affect Student Services. Mark expressed a concern that was brought forth by the Classified Staff in regards to Spring and Summer sessions, Mark is concerned about the impact on students; three days is not enough for the turnaround. This was also brought up as an issue with the Student Preparation and Success Council, in regards to the Fall to Winter transition. Classified is having a hard time with the three-day turnaround.</b></p> <p><b>Mike feels we did not explain the value of flexibility very well. The numbers will be estimates. Census in the spring will give us the true picture.</b></p>	
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**FUTURE AGENDA ITEMS**

- **March Agenda – Revisit OPEB contribution recommendation.**

**FUTURE MEETING DATES**

- **No meeting January – February 2017 unless critical issues arise.**
- **March 8, 2017**

**MT. SAN ANTONIO COMMUNITY COLLEGE DISTRICT  
2015-16 ADOPTED BUDGET VERSUS 2015-16 ACTUALS  
Unrestricted General Fund**

	2015-16 Adopted Budget	2015-16 Actuals	Variance	%	Comments
<b>UNRESTRICTED GENERAL FUND</b>					
Total Apportionment	\$ 153,800,317	\$ 154,123,584	\$ 323,267	0%	Increase 2015-16 CDCP \$157,160 & Base Allocation \$910,617, and Decrease 2014-15 Growth (\$786,116).
Miscellaneous	7,889,205	8,884,947	995,742	13%	Nonresident Tuition \$347,145, PY Lottery \$176,192, Interest \$131,582, & Other \$336,516.
Lottery - Current Year	4,416,440	4,620,543	204,103	5%	Increase in Rates from \$140 to \$146.47 per FTE.
<b>TOTAL ONGOING REVENUES:</b>	<b>\$ 166,105,962</b>	<b>\$ 167,629,074</b>	<b>\$ 1,523,112</b>	1%	
<b>TOTAL ONGOING EXPENDITURES:</b>	<b>\$ (166,839,534)</b>	<b>\$ (159,073,569)</b>	<b>\$ 7,765,965</b>		-5% 2015-16 Faculty Hiring \$1,319,256, New Faculty Professional Growth Stipend \$1,215,142, Unexpended Budget for New Resources Allocations (Positions and Operating Expenses) \$ 4,398,631.
<b>ONGOING - SURPLUS/(DEFICIT)</b>	<b>\$ (733,572)</b>	<b>\$ 8,555,505</b>	<b>\$ 9,289,077</b>	1266%	
<b>ONE-TIME REVENUE - INCREASES/(DECREASES):</b>					
Growth	\$ -	\$ 3,286,302	\$ 3,286,302	100%	2015-16 Growth \$4,072,418 Less 2014-15 Growth Adjustment (\$786,116).
Apportionment Deficit - Current Year and Prior Years	(615,201)	874,322	1,489,523	242%	2014-15 Apportionment Deficit \$441,629, 2014-15 Additional Apportionment \$432,693, and %2015-16 Apportionment Deficit \$615,201.
CalSTRS On-Behalf Payments	-	4,512,080	4,512,080		CCCO Mandate, Revenues and Expenditures Increased by Equal Amount.
State Mandated Reimbursement	17,309,011	17,309,311	300	100%	
<b>TOTAL ONE-TIME REVENUE</b>	<b>\$ 16,693,810</b>	<b>\$ 25,982,015</b>	<b>\$ 9,288,205</b>	-56%	
<b>ONE-TIME EXPENDITURES - INCREASES/(DECREASES):</b>					
One-Time Expenditures	\$ (3,991,212)	\$ (3,675,330)	\$ 315,882	-8%	Mainly Unexpended Purchases in Progress and Carryovers and Additional One-Time Immediate Needs.
New Resources Allocations Phases 1 to 6	(15,283,644)	(15,927,795)	(644,151)	100%	New Resources Allocation Approved by President's Cabinet on March 24, April 21, July 21, August 14 and October 13, 2015.
CalSTRS On-Behalf Payments	-	(4,512,080)	(4,512,080)		CCCO Mandate, Revenues and Expenditures Increased by Equal Amount.
Section 115 Mt. San Antonio College STRS/PERS Trust	(2,000,000)	(4,000,000)	(2,000,000)		Additional \$2,000,000 to Establish the STRS/PERS Trust as Approved by Board of Trustees on June 22, 2016.
Hourly Faculty Expenditures (Course Offerings)	(1,824,519)	(1,948,116)	(123,597)	7%	Additional Hourly Faculty Expenditures to Earn the 2015-16.
One-Time Expenditure Savings for Vacant Positions	256,597	256,597	-	0%	
<b>TOTAL ONE-TIME EXPENDITURES</b>	<b>\$ (22,842,778)</b>	<b>\$ (29,806,724)</b>	<b>\$ (6,963,946)</b>	30%	
<b>TOTAL ONE-TIME REVENUES NET OF EXPENDITURES</b>	<b>\$ (6,148,968)</b>	<b>\$ (3,824,709)</b>	<b>\$ 2,324,259</b>	38%	
<b>NET CHANGES IN REVENUES AND EXPENDITURES</b>	<b>\$ (6,882,540)</b>	<b>\$ 4,730,796</b>	<b>\$ 11,613,336</b>	169%	
<b>UNRESTRICTED GENERAL FUND - REVENUE-GENERATED ACCOUNTS</b>					
TOTAL REVENUES:	\$ 3,037,747	\$ 4,871,649	\$ 1,833,902	60%	
TOTAL EXPENDITURES:	(6,957,988)	(3,172,424)	3,785,564	-54%	
<b>TOTAL REVENUE-GENERATED INCREASES/DECREASES</b>	<b>\$ (3,920,241)</b>	<b>\$ 1,699,225</b>	<b>\$ 5,619,466</b>	143%	
<b>NET CHANGES IN REVENUES AND EXPENDITURES, INCL. REV. GENERATED</b>	<b>\$ (10,802,781)</b>	<b>\$ 6,430,021</b>	<b>\$ 17,232,802</b>	160%	

	2015-16 Adopted Budget	2015-16 Actuals	Variance	%	Comments
<b>SUMMARY OF FUND BALANCE:</b>					
<b><u>UNRESTRICTED GENERAL FUND</u></b>					
<b>Assigned Fund Balance</b>					
Assigned Fund Balance - New Resources Allocation Requests	\$ -	\$ 8,593,901	\$ 8,593,901	100%	
Assigned Fund Balance - Carryovers/Purchases in Progress	-	2,617,962	2,617,962	100%	
Assigned Fund Balance - 2016-17 One-Time Expenditures	-	3,373,706	3,373,706	100%	
<b>Total Assigned Fund Balance:</b>	<b>\$ -</b>	<b>\$ 14,585,569</b>	<b>\$ 14,585,569</b>	<b>#DIV/0!</b>	
<b>Unassigned Fund Balance</b>					
10% - Board Policy	\$ 19,664,030	\$ 19,205,272	\$ (458,758)	-2%	
Unassigned Fund Balance	4,040,039	1,526,564	(2,513,475)	-62%	
<b>Total Unassigned Fund Balance:</b>	<b>\$ 23,704,069</b>	<b>\$ 20,731,836</b>	<b>\$ (2,972,233)</b>	<b>-13%</b>	
<b>Total Fund Balance</b>	<b>\$ 23,704,069</b>	<b>\$ 35,317,405</b>	<b>\$ 11,613,336</b>	<b>49%</b>	
<b><u>UNRESTRICTED GENERAL FUND - REVENUE-GENERATED ACCOUNTS</u></b>					
Assigned Fund Balance-Revenue-Generated Accounts	\$ -	\$ 5,619,466	\$ 5,619,466	100%	
<b>Total Fund Balance Unrestricted General Fund (Incl. Rev. Generated)</b>	<b>\$ 23,704,069</b>	<b>\$ 40,936,871</b>	<b>\$ 17,232,802</b>	<b>73%</b>	
<b>Total Fund Balance Percentage Unrestricted General Fund</b>	<b>12.05%</b>	<b>21.32%</b>			

**MT. SAN ANTONIO COMMUNITY COLLEGE DISTRICT  
2015-16 ADOPTED BUDGET VERSUS 2016-17 ADOPTED BUDGET  
Unrestricted General Fund**

	2015-16 Adopted Budget	2016-17 Adopted Budget	Difference	%	Comments
<b><u>UNRESTRICTED GENERAL FUND</u></b>					
Base Apportionment	\$ 153,800,317	\$ 154,123,584	\$ 323,267	0.2%	Increases 2015-16 CDCP \$157,160 & Base Allocation \$910,617, and Decrease 2014-15 Growth (\$786,116).
COLA	-	-	-	100.0%	Funded COLA at 0.00%
Growth	-	5,061,412	5,061,412	100.0%	Estimated as per P2 of June 2016 \$4,072,418 and \$988,994 Projected to be Received with Recal of February 2017. The \$988,994 will be Reduced by 82 FTES Adjustment Made with the 320 Recal, Which is Approximately \$387,335.
Increase to Base Allocation	-	2,026,158	2,026,158	100.0%	Increase to \$75 Million Base Allocation for Operating Expenses
<b>Total Apportionment</b>	<b>\$ 153,800,317</b>	<b>\$ 161,211,154</b>	<b>\$ 7,410,837</b>	4.8%	
Miscellaneous	\$ 7,889,205	\$ 8,472,741	\$ 583,536	7.4%	Mainly increases of Nonresident Tuition, Interest, BOG Fee Waiver Administration, and Parking Citations.
Lottery - Current Year	4,416,440	4,668,480	252,040	5.7%	Increase of 874 FTES and Rate Increase from \$140 to \$144
<b>TOTAL ONGOING REVENUES:</b>	<b>\$ 166,105,962</b>	<b>\$ 174,352,375</b>	<b>\$ 8,246,413</b>	5.0%	
<b>TOTAL ONGOING EXPENDITURES:</b>	<b>\$ (166,839,534)</b>	<b>\$ (174,327,424)</b>	(7,487,890)	4.5%	Mainly 1.00% Salary Increase of \$1,372,811, STRS & PERS Increases of \$2,125,444, New Positions \$1,697,646, Permanent and Hourly Faculty Budget \$1,275,258. For Additional Details see Page 17 of the Adopted Budget.
<b>ONGOING - SURPLUS/(DEFICIT)</b>	<b>\$ (733,572)</b>	<b>\$ 24,951</b>	<b>\$ 758,523</b>	-103.4%	

	2015-16 Adopted Budget	2016-17 Adopted Budget	Difference	%	Comments
<b>ONE-TIME REVENUE - INCREASES/(DECREASES):</b>					
2015-16 Growth	\$ -	\$ 988,984	988,984		Projected 2015-16 Growth to be Received on February 2017. This Estimated will be Reduced by 82 FTES Adjustment Made with the 320 Recal, Which is Approximately \$387,335.
Apportionment Deficit - Current and Prior Years	(615,201)	(806,056)	(190,855)	31.0%	Estimated at 0.5% of Total Estimated Apportionment.
State Mandated Reimbursement	17,309,011	2,860,953	(14,448,058)	100.0%	Statewide Allocation Decreased from \$632 to \$105.5 Million.
<b>TOTAL ONE-TIME REVENUE</b>	<b>\$ 16,693,810</b>	<b>\$ 3,043,881</b>	<b>\$ (13,649,919)</b>	<b>-81.8%</b>	
<b>ONE-TIME EXPENDITURES - INCREASES/(DECREASES):</b>					
One-Time Expenditures	\$ (3,991,212)	\$ (4,270,469)	\$ (279,257)	7.0%	Mainly Increases in Carryover Budgets and Positions Funded with One-Time Funds. For Details see Page 18 of the Adopted Budget.
New Resources Allocation Phases 1 to 6	(15,283,644)	(8,593,901)	6,689,743	100.0%	New Resources Allocation Requests Decreased as a Result of the Decrease of the One-Time State Mandated Reimbursement Revenue funds from \$17.3 to \$2.9 Million.
Section 115 Mt. San Antonio College STRS/PERS Trust	(2,000,000)	(4,000,000)	(2,000,000)	100.0%	Additional \$2 Million as Approved in the 2016-17 Adopted Budget.
One-Time Expenditures Course Offerings	(1,824,519)	(1,507,232)	317,287	-17.4%	Estimated Decrease to Earn the 2016-17 Growth.
One-Time Expenditure Savings for Vacant Positions	256,597	742,142	485,545	189.2%	
<b>TOTAL ONE-TIME EXPENDITURES:</b>	<b>\$ (22,842,778)</b>	<b>\$ (17,829,460)</b>	<b>\$ 5,213,318</b>	<b>-22.8%</b>	
<b>TOTAL ONE-TIME REVENUES NET OF EXPENDITURES</b>	<b>\$ (6,148,968)</b>	<b>\$ (14,588,569)</b>	<b>\$ (8,436,601)</b>	<b>137.2%</b>	
<b>NET CHANGES IN REVENUES AND EXPENDITURES</b>	<b>\$ (6,882,540)</b>	<b>\$ (14,580,618)</b>	<b>\$ (7,678,078)</b>	<b>-111.6%</b>	
<b>UNRESTRICTED GENERAL FUND 13 - REVENUE-GENERATED ACCOUNTS</b>					
TOTAL REVENUES:	\$ 3,037,747	\$ 3,291,216	\$ 253,469	8.3%	
TOTAL EXPENDITURES:	(6,957,988)	(8,910,682)	\$ (1,952,694)	28.1%	
<b>TOTAL REVENUE GENERATED INCREASES/DECREASES</b>	<b>\$ (3,920,241)</b>	<b>\$ (5,619,466)</b>	<b>\$ (1,699,225)</b>	<b>43.3%</b>	
<b>NET CHANGES IN REVENUES AND EXPENDITURES, INCL. REV. GENERATED</b>	<b>\$ (10,802,781)</b>	<b>\$ (20,180,084)</b>	<b>\$ (9,377,303)</b>	<b>-86.8%</b>	This is Mainly the Result of Decreases in One-time Revenues.

	2015-16 Adopted Budget	2016-17 Adopted Budget	Difference	%	Comments
<b>SUMMARY OF FUND BALANCE:</b>					
<b>UNRESTRICTED GENERAL FUND</b>					
<b>Assigned Fund Balance</b>					
15% 2013-14 Over Cap Growth/Restoration for Health & Welfare	\$ -	\$ -	\$ -		#DIV/0!
<b>Total Assigned Fund Balance</b>	\$ -	\$ -	\$ -		#DIV/0!
<b>Unassigned Fund Balance</b>					
10% - Board Policy	\$ 19,664,030	\$ 20,086,757	\$ 422,727	2.1%	
Unassigned Fund Balance	4,040,039	670,030	(3,370,009)	-83.4%	
<b>Total Unassigned Fund Balance:</b>	\$ 23,704,069	\$ 20,756,787	\$ (2,947,282)	-12.4%	
<b>Total Fund Balance</b>	\$ 23,704,069	\$ 20,756,787	\$ (2,947,282)	-12.4%	
<b>UNRESTRICTED GENERAL FUND - REVENUE-GENERATED ACCOUNTS</b>					
Assigned Fund Balance-Revenue-Generated Accounts:	\$ -	\$ -	\$ -		
<b>Total Fund Balance Unrestricted General Fund (Incl. Rev. Generated)</b>	\$ 23,704,069	\$ 20,756,787	\$ (2,947,282)	-12.4%	The Decrease in the Fund Balance is the \$6,430,021 Actual Surplus of the General Unrestricted Fund plus the Decrease of Net Changes in Revenues and Expenditures of (\$9,377,303) Above.
<b>Total Fund Balance Percentage Unrestricted General Fund</b>	12.05%	10.33%			

**UNRESTRICTED GENERAL FUND  
CHANGES TO THE FUND BALANCE  
FROM 2015-16 ADOPTED BUDGET TO 2016-17 ADOPTED BUDGET  
(June 30, 2016)**

	<b>Changes to the Fund Balance</b>
<b>2015-16 ADOPTED BUDGET - FUND BALANCE - At 12.05%</b>	<b>\$ 23,704,069</b>
<b>Plus: 2015-16 Unbudgeted Revenues</b>	
2014-15 COLA (1.02%)	(6,416)
2014-15 Decrease in Growth	(786,116) (A)
2015-16 CDCP Equalization	157,160
2015-16 Increase to Base Allocation	910,617 (B)
2015-16 Full-Time Faculty Hiring	48,022
2015-16 Estimated Growth - Constrained at 2.91%	4,072,418 (C)
Apportionment Prior Year Adjustments	88,206
2015-16 Statewide Apportionment Deficit at 0%	615,201 (D)
Miscellaneous Revenue	1,200,145 (E)
<b>Changes in 2015-16 Revenues</b>	<b>6,299,237</b>
<b>Plus: 2015-16 Unexpended Expenditure Budgets</b>	
Permanent/Hourly Faculty	99,364
2015-16 Faculty Hiring	1,319,256
New Faculty Professional Growth Stipend	1,215,142
Unexpended Budget for Positions (Mainly New Resources Allocation)	2,674,638
Unexpended Departmental Budgets (Includes New Resources Allocation)	3,117,164
Unexpended Institutional Budgets (Includes New Resources Allocation)	1,025,690
Additional Budget for STRS/PERS Trust (Appropriated during 2015-15)	(2,000,000) (F)
New Resources Allocation Phase 4 - Mainly Solar Photovoltaic System (Appropriated during 2015-16)	(2,137,155) (G)
<b>Changes in 2015-16 Expenditures</b>	<b>5,314,099</b> (H)
<b>Net Changes in Revenues &amp; Expenditures</b>	<b>11,613,336</b>
<b>Less: Commitments</b>	
Purchases in Progress and Carryovers	(2,617,962)
New Resources Allocation Phases 1 to 6	(8,593,901) (I)
Designated for One-Time Expenditures	(3,373,706)
<b>Total Commitments</b>	<b>(14,585,569)</b>
<b>2016-17 ADOPTED BUDGET</b>	
<b>Plus: 2016-17 Ongoing Revenues</b>	<b>174,352,375</b>
<b>Less: 2016-17 Ongoing Expenditures</b>	<b>(174,327,424)</b> (J)
<b>Ongoing Surplus</b>	<b>24,951</b>
<b>ONE-TIME FUNDS</b>	
<b>Beginning Balance as of July 1, 2016</b>	<b>14,585,569</b>
<b>Plus: 2016-17 One-Time Revenues</b>	<b>3,043,891</b>
<b>Less: 2016-17 One-Time Expenditures *</b>	<b>(17,629,460)</b>
<b>One-Time Revenues net of One-Time Expenditures</b>	<b>-</b>
<b>REVENUE GENERATED ACCOUNTS</b>	
<b>Beginning Balance as of July 1, 2016</b>	<b>5,619,466</b>
<b>Plus: 2016-17 Revenue Generated Accounts Increases</b>	<b>3,291,216</b>
<b>Less: 2016-17 Revenue Generated Accounts Decreases</b>	<b>(8,910,682)</b>
<b>Ending Fund Balance Revenue Generated Accounts</b>	<b>-</b>
<b>ENDING FUND BALANCE - At 10.33%</b>	<b>\$ 20,756,787</b>

\* Mainly includes a \$2,617,962 for Purchases in Progress and Carryovers, \$8,593,901 for New Resources Allocations Phases 1 to 6, \$880,262 for Positions Funded with One-Time Funds, and \$4,000,000 for the Mt. San Antonio College STRS/PERS Trust contribution to be approved by the Board of Trustees in September 14, 2016.

**UNRESTRICTED GENERAL FUND  
CHANGES TO THE FUND BALANCE  
FROM 2015-16 ADOPTED BUDGET TO 2016-17 ADOPTED BUDGET  
FOOTNOTES  
(June 30, 2016)**

- (A) The 2014-15 Growth was reduced with the April 2016 final Recalculation.
- (B) The College received additional funds to the 2015-16 Increase to Base with the June 2016 Second Principal Apportionment. This allocation is subject to change with the final Apportionment Recalculation of February 2017.
- (C) The 2015-16 Growth was not included in the 2015-16 Adopted Budget as established in the Budget Review and Development Process Guide. The rationale is that growth estimates will change multiple times during the year, and the final number is known in February of the following fiscal year. The College needs to increase courses to earn the Growth. As per the Second Principal Apportionment, the College increased 798 FTES or \$4,072,418 for the fiscal year 2015-16. The final Growth will be known in February 2017.
- (D) In August 2015, the College estimated the 2015-16 Apportionment Deficit to be at 0.4% or \$615,201. The statewide deficit was estimated at 0% with the 2015-16 Second Principal Apportionment of June 2016. The deficit is the result of fluctuations of local and fee revenues throughout the year. The deficit could increase if a significant number of districts claim stability restoration. The deficit will change with the final Apportionment Recalculation of February 2017.
- (E) The College received additional revenues for international Students nonresident tuition, prior year lottery adjustment, interest, donations, and settlements.
- (F) The 2015-16 Adopted Budget included \$2 million to establish the Section 115 Mt. San Antonio College STRS/PERS Trust. The \$2 million is in addition of a total \$4 million transferred to the Trust in June 2016. A resolution to establish this trust was presented to the Board of Trustees on June 22, 2016.
- (G) President's Cabinet approved New Resources Allocation Phase 4 on October 13, 2015. A total of \$2,137,155 was funded at year-end after the 2015-16 Growth was received. Included in this figure is a large portion for the Solar Photovoltaic System.
- (H) The unexpended expenditure budgets are mainly the result of vacancies for faculty, management, and classified positions. A large amount is due to the New Resources Allocation Requests Phases 3 and 4 , which includes positions and operational budgets.
- (I) Includes a total of \$2,328,927 for New Resources Allocations Committed Carryovers Phase 1 to 4 and \$6,264,974 2016-17 New Resources Allocations Committed Funding Phase 5 and 6.
- (J) Includes a \$2.5 million payment towards the annual contribution to the OPEB Trust for 2016-17 as approved by the Board of Trustees on May 27, 2015.