

Monterey Peninsula College

2015-16 Proposed
Tentative Budget

June 24, 2015

Board of Trustees Meeting

Summary of All Funds

<u>Funds</u>	Beginning Fund Balance <u>7/1/15</u>	Budgets 2015-2016		Ending Fund Balance <u>6/30/16</u>
		<u>Revenue</u>	<u>Expense</u>	
General				
Unrestricted	\$3,802,947	\$41,352,541	\$44,468,339	\$687,149
Restricted	\$0	\$7,248,791	\$7,248,791	\$0
Special Revenue				
Child Development - Unrestricted	\$0	\$129,652	\$129,652	\$0
Child Development - Restricted	\$0	\$405,461	\$405,461	\$0
Student Center	\$414,127	\$259,200	\$259,200	\$414,127
Parking	\$535,794	\$484,000	\$484,000	\$535,794
Debt Service				
Student Center	\$22,331	\$22,100	\$22,100	\$22,331
Capital Projects				
Building	\$9,759,850	\$20,000	\$0	\$9,779,850
Self Insurance	\$1,761,464	\$6,728,726	\$6,728,726	\$1,761,464
Other Post Employment Benefits (OPEB)	\$4,009,151	\$100,770	\$0	\$4,109,921
Worker Comp Insurance	\$106,000	\$25,000	\$60,000	\$71,000
Fiduciary				
Financial Aid	\$17,745	\$5,400,000	\$5,400,000	\$17,745
Associated Students	\$92,451	\$90,000	\$90,000	\$92,451
Scholarship and Loans	\$272,948	\$935,000	\$935,000	\$272,948
Trust Funds	\$293,917	\$744,500	\$744,500	\$293,917
Orr Scholarship	\$12,302	\$5,000	\$5,000	\$12,302
Total	\$21,479,470	\$64,801,431	\$67,858,139	\$18,422,762

State Budget...

Governor's May Revise

- Caution from Governor and Chancellor
- UGF total - \$6,006,494
 - Ongoing - \$2,020,115
 - Ongoing/Designated - \$426,503
 - 1-time - \$3,559,876
- Restricted
 - Maintenance/Instructional Equipment - \$841,632
 - Student Equity Planning - \$330,000
 - Student Success Programs - \$620,000
 - Other – TBD
- Legislative process continues

Unrestricted General Fund

- Loss of enrollments/apportionment

<u>Year</u>	<u>FTES</u>		<u>Apportionment*</u>
2010-11	7682	Final	\$37,649,497
2014-15	6503	as of P1	\$33,301,119
decline	<u>1179</u>		<u>\$4,348,378</u>
<i>*Computational revenue without stability or state shortfall \$'s</i>			

- Rules for enrollments have changed
- Budgeted Structural Deficit of \$3,115,798 for 2015-16

Year	Status	Structural Deficit
2011-12	Actual	\$1,151,981
2012-13	Actual	\$1,779,538
2013-14	Actual	\$1,654,433
2014-15	Final Budget	\$2,641,207
2015-16	Tentative Budget	\$3,115,798

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		<u>Revenue</u>	<u>Expense</u>	
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Restricted	\$0	\$7,248,791	\$7,248,791	\$0
Special Revenue				
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Child Development - Restricted	\$0	\$405,461	\$405,461	\$0
Student Center	\$414,127	\$259,200	\$259,200	\$414,127
Parking	\$535,794	\$484,000	\$484,000	\$535,794
Debt Service				
Student Center	\$22,331	\$22,100	\$22,100	\$22,331
Capital Projects	\$378,443	\$850,690	\$877,370	\$351,763
Building	\$9,759,850	\$20,000	\$0	\$9,779,850
Self Insurance	\$1,761,464	\$6,728,726	\$6,728,726	\$1,761,464
Other Post Employment Benefits (OPEB)	\$4,009,151	\$100,770	\$0	\$4,109,921
Worker Comp Insurance	\$106,000	\$25,000	\$60,000	\$71,000
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Total	\$21,479,470	\$64,801,431	\$67,858,139	\$18,422,762

Unrestricted General Fund (continued)

- No 1-time funds budgeted to offset deficit
- \$6M new state revenue included (Governor's May Revise)
- Also eligible for restoration & growth - \$1.5M
- \$6M new expense budgeted as contingencies
- Use Planning and Resource Allocation process to ID appropriate expenses & eliminate contingencies:
 - Address structural problem (made significant cuts already)
 - Other needs (employee comp, needed positions, maintain systems & facilities, etc.)
 - Future losses of revenue & increased expenses

Future

Losses of revenue/increases in expenses

- Loss of Prop 30 revenue
- PERS/STRS increases
- Affordable Care Act

	Cumulative Amounts				
	2015-16	2016-17	2017-18	2018-19	2019-20
Prop 30		\$175,581	\$357,665	\$1,125,019	\$1,872,864
STRS/PERS	\$283,284	\$646,081	\$1,174,465	\$1,565,271	\$1,963,132
ACA	\$193,653	?	?	?	?
Total	\$376,934	\$821,622	\$1,532,130	\$2,690,280	\$3,835,996

- Can't live on COLA's....need growth/efficiency

Summary

- Growing UGF structural deficit...\$3.1M for 2015-16
- Spent \$4.6M on temp fixes + current year...running out of 1-time money.
- Major financial problems to address: structural deficit, prepare for future, other needs.
- Growth may be difficult with new rules.
- Unique opportunity this year with state funding.
- Also many apparent inefficiencies – average class size, # of support staff, facilities, data systems.
- Time for institution to come together...spend this year's funding wisely, grow, right size.