



# 2022-2023 Adopted Budget Presentation Board of Trustees Meeting

September 12, 2022

Shaminder Brar, Assistant Superintendent/VP of Administrative Services

- Timeline
- Student Centered Funding Formula
- 2021-2022 Unaudited Actuals
- Higher Education Emergency Relief Funds
- Governor's Enacted Budget Highlights
- Budget Assumptions
- 2022-2023 Adopted Budget and 2024-2025 Projections



## Standard Financial Reporting Deadlines in Place for 2022-23

- Submit tentative budget to county officer - July 1, 2022
- Make available for public inspection a statement of prior year receipts and expenditures and current year expenses - September 15, 2022
- Hold a public hearing on the proposed budget and adopt a final budget - September 15, 2022
- Complete the adopted annual financial and budget report and make public - September 30, 2022
- Submit an annual financial and budget report to Chancellor's Office - October 10, 2022
- Submit an audit report to the Chancellor's Office - December 31, 2022

Source: Joint Analysis: Enacted Budget, July 1, 2022

# STUDENT CENTERED FUNDING FORMULA (SCFF)

70% - Base (Enrollment) 3-year average FTES

20% - Supplemental Grant using headcount of Pell recipients, College Promise Grant recipients and AB540 Students

10% - Student Success Initiative Grant based on outcomes of progression and living wage with an additional separate allocation for those outcomes that are Pell recipients or College Promise Grant recipients.

# STUDENT CENTERED FUNDING FORMULA (SCFF)

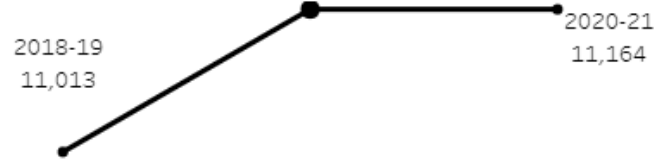
- Current split, 70/20/10, is set in statute. No plans to change.
- SCFF Oversight Committee will make recommendations but not on split.
- Rates will be adjusted annually by any enacted COLA.
- COVID-19 ECA is available if conditions are met.
- SCFF hold harmless provision is active through 2024-25.\*
- 2024-25 funding will be the new floor for SCFF hold harmless provision. No automatic adjustments to reflect cumulative COLA over time, only if provided in budget act language.\*

\*Joint Analysis: Enacted Budget, July 1, 2022

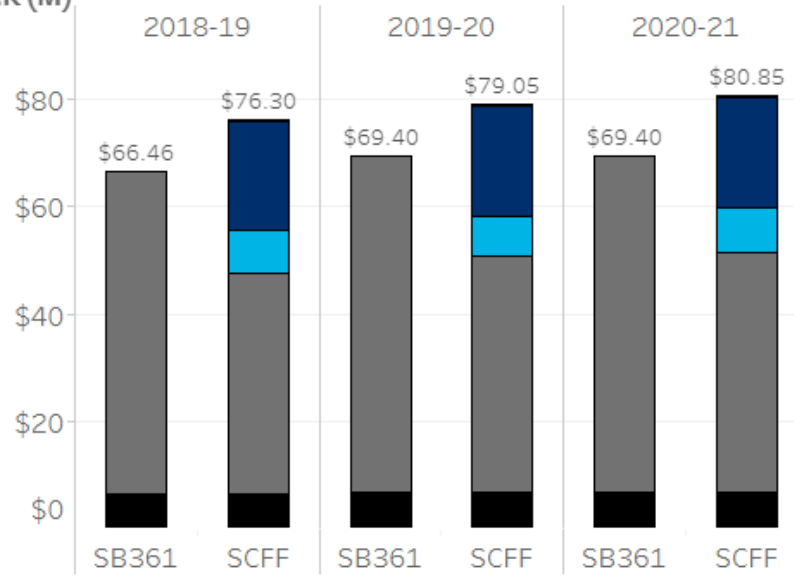


# STUDENT CENTERED FUNDING FORMULA (SCFF)

Antelope  
Valley CCD  
FTES\*



TCR (M)



■ Supplemental  
■ Success  
■ Min. Revenue Commitment  
■ FTES (\$)  
■ Basic

\* FTES: total FTES reported on CCFS-320 adjusted for emergency provisions and statutory requirements

Source: <https://www.cccco.edu/About-Us/Chancellors-Office/Divisions/College-Finance-and-Facilities-Planning/scff-dashboard>



# HIGHER EDUCATION EMERGENCY RELIEF FUNDS (HEERF)

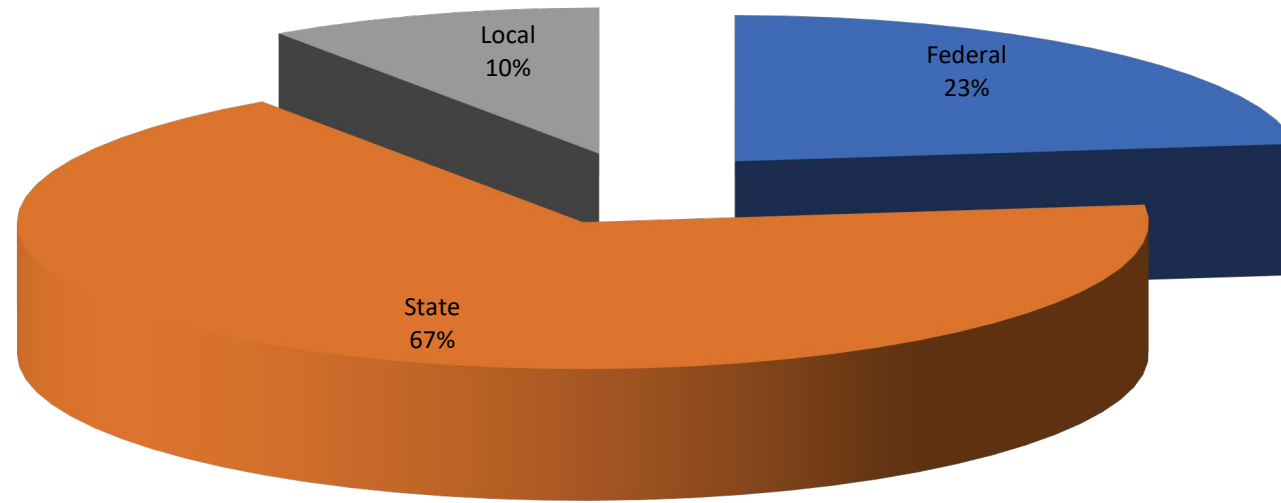
- **HEERF I - The Coronavirus Aid, Relief, and Economic Security Act (CARES Act)**
  - Antelope Valley College Allocation: \$10,887,536
    - Institutional Aid: \$5,122,845
    - Minority Serving Institution: \$641,845
    - Student Aid: \$5,122,846
- **HEERF II - Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA)**
  - Antelope Valley College Allocation: \$22,729,960
    - Institutional Aid: \$16,457,850
    - Minority Serving Institution: \$1,149,264
    - Student Aid: \$5,122,846
- **HEERF III - American Rescue Plan Act (ARP)**
  - Antelope Valley College Allocation: \$39,915,987
    - Institutional Aid: \$18,840,730
    - Minority Serving Institution: \$1,956,889
    - Student Aid: \$19,118,368

# 2021-22 UNRESTRICTED FUND UNAUDITED ACTUALS

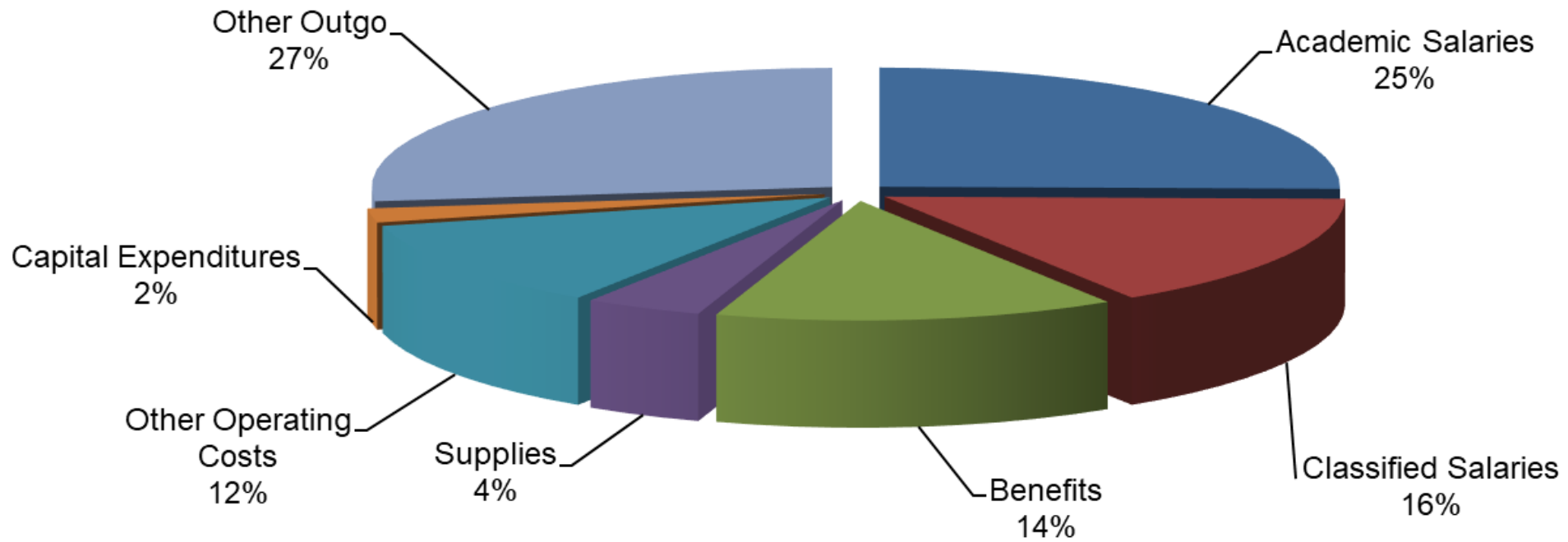
	<b>2021-22 Unaudited Actuals</b>
<b>BEGINNING FUND BALANCE</b>	39,276,106
Total Revenue	92,383,092
Total Expenditures & Other Outgo	89,491,117
Total Ending Fund Balance	42,168,081
Surplus/(Deficit)	2,891,975
Assigned Aside for Categorical Salaries + Benes	(750,000)
Capital Projects Protection	(5,000,000)
DEI Initiative & Training	(500,000)
IT Reserve	(1,500,000)
Leave	(1,000,000)
Professional Development	(684,181)
Reserve for Contingencies (AP 6305)	(500,000)
Reserve for Pension Stabilization (BP 6250)	(10,000,000)
Resource Allocation	(1,500,000)
<b>Unassigned Ending Fund Balance</b>	<b>20,733,900</b>
Reserve % (Per BP 6200) 12% min/15% goal	23.2%



# GENERAL FUND 2021-22 UNAUDITED REVENUE



# GENERAL FUND 2021-22 UNAUDITED EXPENDITURES



# 2021-22 UNAUDITED ACTUALS

2021-2022 Unaudited Actuals										
Fund	Name	Beginning Balance	Revenue	Expenditures	Ending Balance	Committed/ Assigned Reserves	Surplus/Deficit	Unrestricted Balance After Assignments	Reserve	% of Overall Budget
	General Fund									
10	Unrestricted	39,276,106	92,383,092	89,491,117	42,168,081	(21,434,181)	2,891,975	20,733,900	23.2%	37.42%
12 (13 & 14)	Restricted	1,340,132	47,890,883	48,032,272	1,198,743		(141,389)			20.08%
21	Bond Interest & Redemption	20,268,253	18,406,829	20,023,384	18,651,698		(1,616,555)			8.37%
33	Child Development Center	292,019	907,447	787,444	412,022		120,003			0.33%
41	Capital Outlay Fund	1,506,614	15,391,669	11,516,126	5,382,157		3,875,543			4.82%
42	Revenue Bond Construction	101,989,130	838,975	39,916,295	62,911,809		(39,077,320)			16.69%
51	Enterprise Operations/Auxiliary Services	1,155,804	1,116,378	2,272,182	-		(1,155,804)			0.95%
72	Student Rep	399,912	53,897	49,699	404,109		4,197			0.02%
74	Financial Aid	1,160,783	26,708,723	26,749,963	1,119,543		(41,240)			11.18%
75	Scholarships & Loan	32,720	326,558	322,154	37,124		4,404			0.13%
<b>Antelope Valley College Unaudited Actual</b>			<b>204,024,451</b>	<b>239,160,637</b>			<b>(35,136,186)</b>			<b>100.00%</b>

- SCFF COLA – 6.56%
- SCFF Formula Rates increased by ~ 15%.
- Current Hold Harmless Provision sunsets in FY 2024-25; New floor starting FY 2025-26.
- Ongoing Spending – Includes \$600M increase for SCFF and 6.56% COLA for various categoricals.
- One-time funding – Includes \$840M for deferred maintenance and energy efficiency projects and \$650M in discretionary block grants for pandemic issues.
- Legislative Analyst Office (LAO) Comments – The General Fund faces a budget deficit by 2025-26.
- Capital Outlay - \$403M for 22 continuing projects.
- State Operations - \$3.9M to support 26 new positions.
- Multi-Year Road Map
  - Enhance timely transfers
  - Improved Rates of Completion with reduced excess units
  - Closure of Equity Gaps
  - Better alignment of the system with K-12 and workforce needs

Source: Joint Analysis: Enacted Budget, July 1, 2022



# CALIFORNIA COMMUNITY COLLEGES FUNDING BY PROGRAM (IN MILLIONS)

Program	2021-22 Enacted	2022-23 Enacted	Change Amount	Percent Change	Explanation of Change
Student Centered Funding Formula	\$7,927.00	\$8,734.00	\$807.00	10.2%	COLA, growth, Basic Allocation increase, base increase, and other base adjustments (includes property tax, enrollment fee, and EPA adjustments)
Deferred maintenance (one-time)	\$511.00	\$840.70	N/A	N/A	Additional one-time funding for 2022-23
CCC COVID-19 Recovery Block Grant (one-time)	\$0.00	\$650.00	N/A	N/A	\$650 million one-time for block grants to address issues related to the pandemic
Adult Education Program – Main <sup>b</sup>	\$566.40	\$603.10	\$36.70	6.5%	6.56% COLA
Student Equity and Achievement Program	\$499.00	\$524.00	\$25.00	5.0%	Augmentation
Student Success Completion Grant	\$162.60	\$412.60	\$250.00	153.8%	Augmentation and adjust for revised estimates of recipients
Strong Workforce Program	\$290.40	\$290.40	\$0.00	0.0%	
Part-time faculty health insurance	\$0.50	\$200.50	\$200.00	40816.3%	Add \$200M ongoing funds
College-specific allocations (one-time) <sup>c</sup>	\$67.90	\$171.50	N/A	N/A	
Extended Opportunity Programs and Services (EOPS)	\$135.30	\$169.20	\$33.90	25.0%	Augmentation and 6.56% COLA
Disabled Students Programs and Services (DSPS)	\$126.40	\$159.70	\$33.30	26.3%	Augmentation and 6.56% COLA
Full-time faculty hiring	\$150.00	\$150.00	\$0.00	0.0%	
Retention and enrollment strategies (one-time)	\$100.00	\$150.00	N/A	N/A	Additional one-time funding for 2022-23
Adult Education Program - Healthcare Vocational Education (one-time)	\$0.00	\$130.00	N/A	N/A	One-time funding spread across 3 years.
Common course numbering (one-time)	\$10.00	\$105.00	N/A	N/A	Additional one-time funding for 2022-23
California College Promise (AB 19)	\$72.50	\$91.20	\$18.70	25.8%	Augmentation and adjustment for revised estimates of first-time, full-time students
Integrated technology	\$65.50	\$89.50	\$24.00	36.6%	Includes \$25M ongoing for Data Modernization and Protection. Removes \$1M in one-time funding.
Program Mapping Software	\$0.00	\$25.00	N/A	N/A	Add one-time funding
Data System Modernization and Sensitive Data Protection	\$0.00	\$75.00	N/A	N/A	Add one-time funding
Financial aid administration	\$74.30	\$81.60	\$7.30	9.8%	Increase of \$10 million and adjustments for revised estimates of fee waivers
Apprenticeship (community college districts)	\$60.10	\$69.20	\$9.10	15%	Participation and rate adjustments and 6.56% COLA for a portion of the program
Transfer Reforms (one-time)	\$0.00	\$65.00	N/A	N/A	Add one-time funding for AB 928 transfer reform implementation

Source: Joint Analysis: Enacted Budget, July 1, 2022

# CALIFORNIA COMMUNITY COLLEGES FUNDING BY PROGRAM (IN MILLIONS)

Program	2021-22 Enacted	2022-23 Enacted	Change Amount	Percent Change	Explanation of Change
Establish Equitable Placement and Completion Support Block Grant	\$0.00	\$64.00	N/A	N/A	Add one-time funding
CalWORKs student services	\$47.70	\$50.90	\$3.20	6.6%	6.56% COLA
NextUp (foster youth program)	\$20.00	\$50.00	\$30.00	150.0%	Add \$30M ongoing funding
California Healthy Meals Pathway Program	\$0.00	\$45.00	N/A	N/A	Add one-time funding
Basic needs centers	\$30.00	\$40.00	\$10.00	33.3%	
Mathematics, Engineering, Science Achievement (MESA)	\$10.70	\$36.40	\$25.70	240%	Augmentation to add ongoing funding
Mandates Block Grant and reimbursements	\$33.70	\$36.10	\$2.40	7.3%	Revised enrollment estimates and 6.56% COLA
Cooperative Agencies Resources for Education (CARE)	\$19.60	\$30.90	\$11.30	57.5%	Augmentation and 6.56% COLA
Student mental health services	\$30.00	\$30.00	\$0.00	0	
Establish Hire Up Program	\$0.00	\$30.00	N/A	N/A	Add one-time funding
Native American Student Support and Success Program	\$0.00	\$30.00	N/A	N/A	Add one-time funding
Institutional effectiveness initiative	\$27.50	\$27.50	\$0.00	0.0%	
Part-time faculty compensation	\$24.90	\$26.50	\$1.60	6.6%	6.56% COLA
Rising Scholars Network	\$10.00	\$25.00	\$15.00	150.0%	Augmentation to add ongoing funding
Part-time faculty office hours	\$22.20	\$23.60	\$1.40	6%	6.56% COLA
Reappropriation for Prior Year SCFF Deficits (one-time)	\$0.00	\$23.30	N/A	N/A	Add one-time reappropriated funding
Economic and Workforce Development	\$22.90	\$22.90	\$0.00	0.0%	
California Virtual Campus	\$20.00	\$20.00	\$0.00	0.0%	
Emergency financial assistance grants (one-time)	\$250.00	\$20.00	N/A	N/A	Additional one-time funding for 2022-23 (specific to AB 540 students)
Student Housing Program 'Rapid Rehousing'	\$9.00	\$19.00	\$10.00	111.1%	
California Online Community College (Calbright College)	\$15.00	\$15.00	\$0.00	0.0%	
Nursing grants	\$13.40	\$13.40	\$0.00	0.0%	
Lease revenue bond payments	\$12.80	\$12.80	\$0.00	0.0%	

Source: Joint Analysis: Enacted Budget, July 1, 2022

# CALIFORNIA COMMUNITY COLLEGES FUNDING BY PROGRAM (IN MILLIONS)

Program	2021-22 Enacted	2022-23 Enacted	Change Amount	Percent Change	Explanation of Change
Equal Employment Opportunity Program	\$2.80	\$12.80	\$10.00	361.4%	Augmentation to add ongoing funding
Puente Project	\$9.30	\$12.30	\$3.00	32.2%	Augmentation to add ongoing funding
Dreamer Resource Liaisons	\$11.60	\$11.60	\$0.00	0.0%	
Classified Employee Summer Assistance Program	\$0.00	\$10.00	N/A	N/A	Add ongoing funding
Immigrant legal services through CDSS	\$10.00	\$10.00	\$0.00	0.0%	
Veterans Resource Centers	\$10.00	\$10.00	\$0.00	0.0%	
Umoja	\$7.50	\$8.50	\$1.00	13%	Augmentation
Asian American and Native Hawaiian and Pacific Islander Student Achievement Program (AANHPI)	\$0.00	\$8.00	N/A	N/A	Add ongoing funding
Foster Care Education Program	\$5.70	\$6.20	\$0.50	8.8%	\$500k ongoing adjustment to provide backfill for Foster and Kinship Care Education (FKCE) programs
Childcare tax bailout	\$3.70	\$4.00	\$0.20	6.6%	6.56% COLA
Digital Course Content for Inmates	\$3.00	\$3.00	\$0.00	0.0%	
Middle College High School Program	\$1.80	\$1.80	\$0.00	0.0%	
Academic Senate	\$1.70	\$1.80	\$0.10	6.6%	6.56% COLA
Historically Black Colleges and Universities (HBCU) Transfer Pathway project	\$1.40	\$1.40	\$0.00	0.0%	
African American Male Education Network and Development (A2MEND)	\$0.00	\$1.10	N/A	N/A	Add ongoing funding
Transfer education and articulation (excluding HBCU Transfer Pathway project)	\$0.70	\$0.70	\$0.00	0.0%	
FCMAT	\$0.60	\$0.60	\$0.00	0.0%	
Deferrals--Student Centered Funding Formula	\$1,453.00	\$0.00	N/A	N/A	Remove one-time funding used to pay off 2020-21 deferrals.

Source: Joint Analysis: Enacted Budget, July 1, 2022

# BUDGET ASSUMPTIONS

- 1.5% TCR Deficit
- No COLA applied in out years
- COVID-19 Emergency Conditions Allowance not included
- SCFF FTES same as FY 2021-22 320 Annual – 8,248
- SCFF headcount data similar to FY 2021-22 P2
- Step & Column Increases
- School Services of California Community College Financial Projection Dashboard

OTHER PLANNING FACTORS					
Factors	2021-22	2022-23	2023-24	2024-25	2025-26
CalSTRS Employer Rate	16.92%	19.10%	19.10%	19.10%	19.10%
CalPERS Employer Rate	22.91%	25.37%	25.20%	24.60%	23.70%
Unemployment Insurance Rate	0.50%	0.50%	0.20%	0.20%	0.20%



# BUDGET ASSUMPTIONS

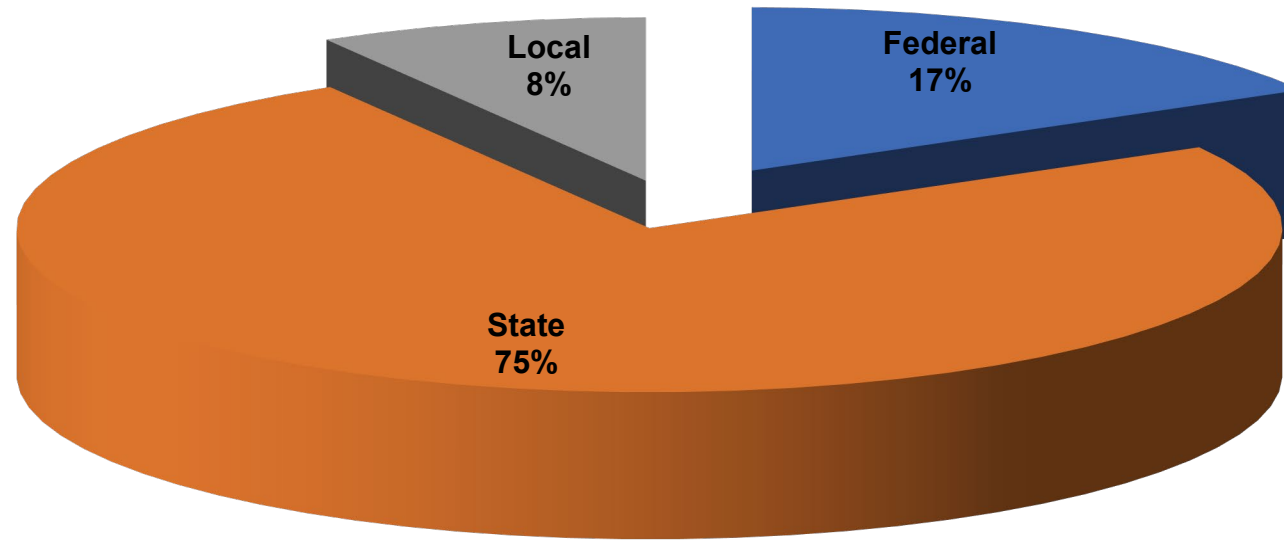
SCFF Category	2021-22 Rates	2022-23 Advance Rates
Credit	4,212	4,840
Incarcerated Credit	5,907	6,788
Special Admit Credit	5,907	6,788
CDCP	5,907	6,788
Noncredit	3,552	4,082
Supplemental Point Value	996	1,145
Student Success Main Point Value	587	675
Student Success Equity Point Value	148	170
<i>Single College District</i>		
Small	4,250,609	5,950,421
Medium	5,667,482	7,933,899
Large	7,084,352	9,917,373
<i>Multi College District</i>		
Small	4,250,609	5,950,421
Medium	4,959,046	6,942,161
Large	5,667,482	7,933,899
Designated Rural College	1,351,956	1,892,601
State Approved Centers	1,416,870	1,983,474

Source: 2022-23 Advance Apportionment Memo, August 3, 2022

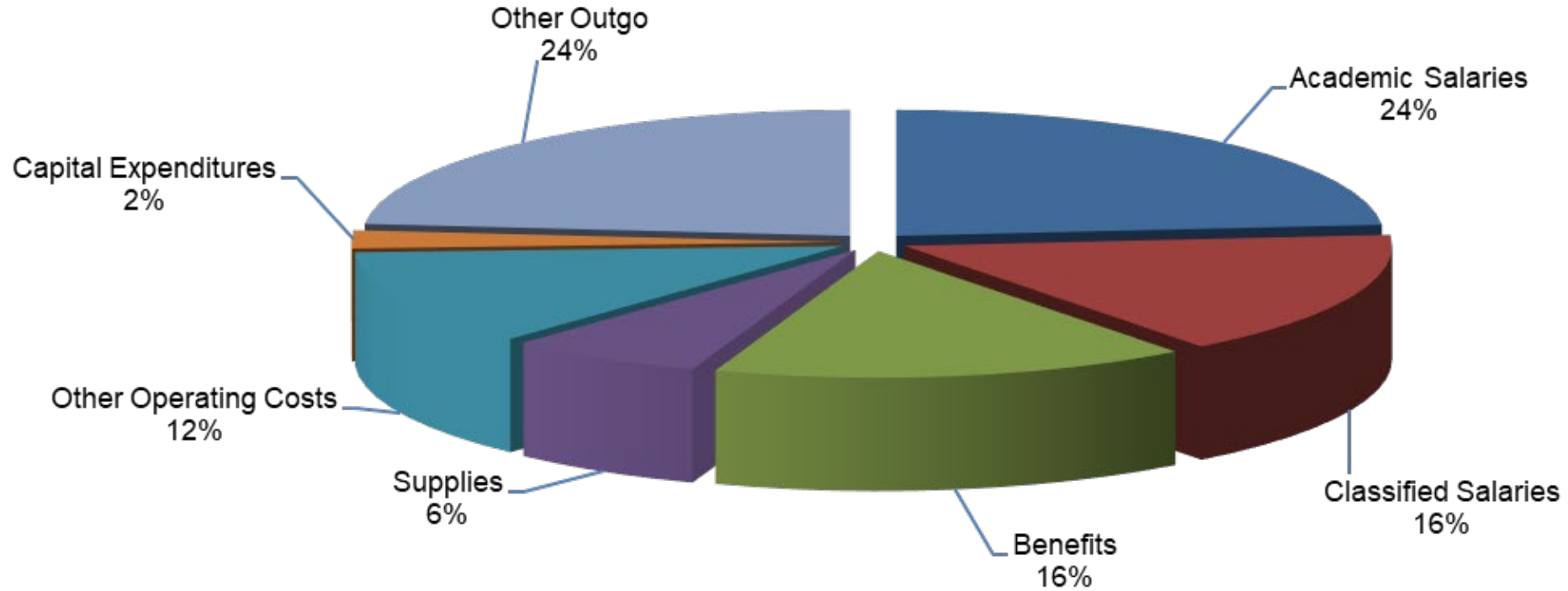
# 2022-23 UNRESTRICTED FUND ADOPTED BUDGET AND PROJECTIONS

	2022-23 Adopted Budget	2023-24 Projection	2024-25 Projection
<b>BEGINNING FUND BALANCE</b>	42,168,081	45,348,272	46,258,327
Total Revenue	91,461,714	91,476,230	86,498,246
Total Expenditures & Other Outgo	88,281,523	90,566,175	92,556,868
Total Ending Fund Balance	45,348,272	46,258,327	40,199,705
Surplus/(Deficit)	3,180,191	910,055	(6,058,622)
Assigned Aside for Categorical Salaries + Benes	(750,000)	(750,000)	(750,000)
Capital Projects Protection	(5,000,000)	(5,000,000)	(5,000,000)
DEI Initiative & Training	(500,000)	(500,000)	(500,000)
IT Reserve	(1,500,000)	(1,500,000)	(1,500,000)
Leave	(1,000,000)	(1,000,000)	(1,000,000)
Professional Development	(684,181)	(684,181)	(684,181)
Reserve for Contingencies (AP 6305)	(500,000)	(500,000)	(500,000)
Reserve for Pension Stabilization (BP 6250)	(10,000,000)	(10,000,000)	(10,000,000)
Resource Allocation	(1,500,000)	(1,500,000)	(1,500,000)
<b>Unassigned Ending Fund Balance</b>	<b>23,914,091</b>	<b>24,824,146</b>	<b>18,765,524</b>
Reserve % (Per BP 6200) 12% min/15% goal	27.1%	27.4%	20.3%

# GENERAL FUND 2022-23 ADOPTED BUDGET REVENUE



# GENERAL FUND 2022-23 ADOPTED BUDGET EXPENDITURES



# 2022-23 ADOPTED BUDGET

2022-2023 Adopted Budget										
Fund	Name	Beginning Balance	Revenue	Expenditures	Ending Balance	Committed/ Assigned Reserves	Surplus/Deficit	Unrestricted Balance After Assignments	Reserve	% of Overall Budget
	General Fund									
10	Unrestricted	42,168,081	91,461,714	88,281,523	45,348,272	(21,434,181)	3,180,191	23,914,091	27.1%	25.47%
12 (13 & 14)	Restricted	1,198,743	65,511,503	65,511,504	1,198,743		(0)			18.90%
21	Bond Interest & Redemption	18,651,698	17,606,437	21,702,444	14,555,691		(4,096,007)			6.26%
33	Child Development Center	412,022	791,268	790,648	412,642		620			0.23%
41	Capital Outlay Fund	5,382,157	2,482,038	6,102,203	1,761,992		(3,620,165)			1.76%
42	Revenue Bond Construction	62,911,809	105,531,918	128,473,980	39,969,748		(22,942,062)			37.07%
51	Enterprise Operations/Auxiliary Services	-	-	-	-		-			0.00%
72	Student Rep	404,109	57,200	56,000	405,309		1,200			0.02%
74	Financial Aid	1,119,543	35,338,878	35,326,399	1,132,022		12,479			10.19%
75	Scholarships & Loan	37,124	354,683	354,668	37,139		15			0.10%
<b>Antelope Valley College Budget</b>			<b>319,135,640</b>	<b>346,599,369</b>			<b>(27,463,729)</b>			<b>100.00%</b>

# FTES ACTUAL AND FUNDED

Fiscal Year	320 FTES*	% Change		Difference
		From PY	Funded FTES	From Funded
2010-2011	11,377		11,372	0.0%
2011-2012	10,583	-7%	10,497	0.8%
2012-2013	10,619	0%	10,619	0.0%
2013-2014	11,140	5%	10,902	2.2%
2014-2015	11,293	1%	11,293	0.0%
2015-2016	11,657	3%	11,657	0.0%
2016-2017	10,567	-9%	10,567	0.0%
2017-2018	10,616	0%	10,616	0.0%
2018-2019	11,013	4%	10,789	2.1%
2019-2020	11,055	0%	10,858	1.8%
2020-2021	9,199	-17%	11,067	-16.9%
2021-2022	8,248	-10%	11,164	-26.1%
2022-2023	8,248	0%	10,241	-19.5%
2023-2024	8,248	0%		
2024-2025	8,248	0%		



- Addressing Enrollment Challenges
- FY 2021-22 Financial Audit
- Emergency Conditions Allowance Application
- Expending Remainder of HEERF



QUESTIONS?

THANK YOU