



SOLANO
COMMUNITY COLLEGE



ADOPTED BUDGET PRESENTATION

2022-23

STATE BUDGET GOALS FOR THE STUDENT-CENTERED FUNDING FORMULA (SCFF)

The SCFF focuses resources on a student's full journey

Connection to Aid

Supplemental Allocation for enrollment of low-income students and for connecting them to financial aid.



Support Along Journey to Success

Success Allocation for supporting students through successful achievement in several metrics.



Core Tenets

- Access
- Equity
- Student Success
- Equitable Success

Additionally:

- Recognizes changing demographics

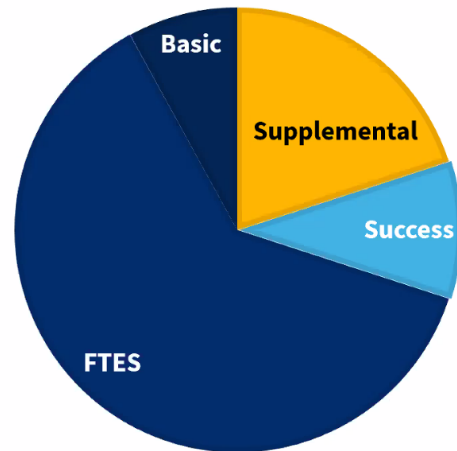
STUDENT-CENTERED FUNDING FORMULA

Student Centered Funding Formula

I. Base = Basic + FTES

II. Supplemental

III. Success



SCFF Overview

The SCFF consists of three components:

I. Base Allocation

- Basic Allocation - relies primarily on college and center size based on prior year (PY) data and current
- FTES Allocation – relies primarily on current year (CY) Full Time Equivalent Student (FTES) enrollment

II. Supplemental Allocation

- Based on PY headcounts:
- AB 540, California College Promise Grant, and Pell Grant recipients

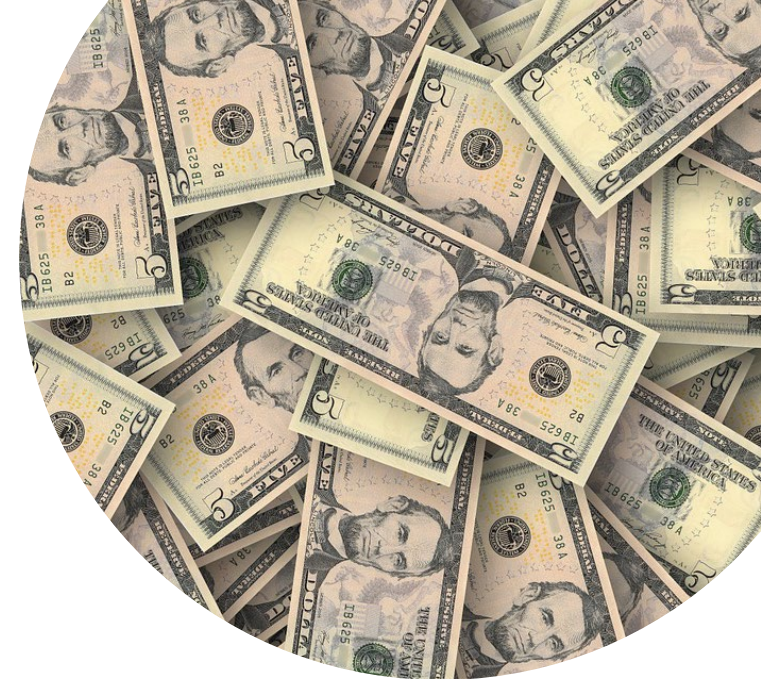
III. Student Success Allocation

Based on an average of three prior years of data:

- Associate Degrees for Transfer
- Associate Degrees
- Baccalaureate Degrees
- Credit Certificates
- Transfer Level Math and English
- Transfer to a Four Year University
- Nine or More CTE Units
- Regional Living Wage

Additional calculated revenue if metrics are achieved by Pell or Promise Grant recipients

REVENUES – UNRESTRICTED FUND



	<i>Projected Actuals 2021-22</i>	<i>Tentative Budget 2022-23</i>	<i>Proposed Budget 2022-23</i>
REVENUES:			
State Revenues Ongoing	Using new descriptors	\$ 29,741,379.00	Using new descriptors
Lottery		\$ 1,481,532.00	
Local Revenue	\$4,015,809	\$ 25,343,683.00	
Base Allocation (FTES & Basic Alloc.)	37,532,416		\$44,906,557
Supplemental Allocation	7,581,039	Using New descriptors	8,711,699
Student Success Allocation	5,377,241		6,203,173
Sub Total	54,506,505	56,566,594	59,821,429
Hold Harmless	3,584,569	1,585,083	n/a
TOTAL REVENUES	58,091,074	58,151,677	59,821,429

Notes:

- Solano Community College is now out of Hold Harmless!
- Overall increase approximately 3%

EXPENSES – UNRESTRICTED FUND



EXPENDITURES:

Academic Salaries
Classified Salaries
Benefits
Supplies and Materials
Other Operating
Capital Outlay
Other Outgo
Contingency appropriation

TOTAL EXPENDITURES

<i>Projected Actuals</i> 2021-22	<i>Tentative Budget</i> 2022-23	<i>Proposed Budget</i> 2022-23
21,270,533	24,252,194	24,251,684
10,039,959	11,741,102	11,741,364
16,605,344	15,585,407	15,521,814
539,825	923,956	968,448
5,657,411	7,858,375	8,081,680
241,049	243,498	246,498
15,415	15,000	655,000
-	250,000	250,000
54,369,536	60,869,532	61,716,488

Notes:

- Increase in Salaries and Benefits of approximately 7.5% overall.
- Salaries & Benefits are approximately 83% of expenses.
- Increase in Supplies and Materials due to bringing classes back on campus
- Increase in Other Operating due to services reopening at centers and increasing services in programs and classrooms
- Increase in Other Outgo due to anticipated contribution to OPEB investment

ENDING FUND BALANCE – UNRESTRICTED FUND

	<i>Projected Actuals 2021-22</i>	<i>Tentative Budget 2022-23</i>	<i>Proposed Budget 2022-23</i>
NET FUND BALANCE INCREASE (DECREASE)	3,721,538	(2,717,855)	(1,895,059)
OTHER FINANCING SOURCES (USES):			
Prior Year Adjustments to Fund Balance	0	0	0
BEGINNING FUND BALANCE	26,775,754	27,633,995	30,497,292
ENDING FUND BALANCE	30,497,292	24,916,140	28,602,233
Fund Balance / Reserve Ratio	56.1%	40.9%	46.3%
FUND BALANCE COMPOSITION			
Potential Salary Improvements	9,000,000	6,000,000	7,200,000
STRS/PERS Premium Reserve	4,525,000	4,525,000	4,525,000
Designated Reserve: OPEB Liability	4,000,000	4,000,000	4,000,000
Board Required Minimum 5% Reserve	2,718,477	3,043,477	3,085,824
Stability Reserve	10,253,815	7,347,664	9,791,408
ENDING FUND BALANCE	\$ 30,497,292	\$ 24,916,140	\$ 28,602,233

NOTE: Fund Balances currently under review - 'subject to change'.

Notes:

- Anticipates a deficit spending for 2022-23
- Potential Salary Improvements used over multiple years
- Board Required Reserve plus Stability Reserve is proximately 20.9% of expenses



5-YEAR OUTLOOK – UNRESTRICTED FUND




	<i>Adopted Budget 2022-23</i>	<i>Projected Budget 2023-24</i>	<i>Projected Budget 2024-25</i>	<i>Projected Budget 2025-26</i>	<i>Projected Budget 2026-27</i>
REVENUES:					
Ongoing	59,821,429	63,067,072	65,608,675	68,049,318	68,241,546
Temporary (Hold Harmless)	n/a	n/a	n/a	n/a	n/a
TOTAL REVENUES	59,821,429	63,067,072	65,608,675	68,049,318	68,241,546
EXPENDITURES:	61,716,488	63,842,062	64,920,916	67,228,711	67,848,348
NET INCREASE (DECREASE) IN FUND BALANCE	(1,895,059)	(774,990)	687,759	820,607	393,198
Beginning Fund Balance	30,497,292	28,602,233	27,827,243	28,515,002	29,335,609
Estimated Ending Balance	28,602,233	27,827,243	28,515,002	29,335,609	29,728,806
Fund Balance / Expenditures Ratio	46.3%	43.6%	43.9%	43.6%	43.8%
FUND BALANCE COMPOSITION					
Potential Salary Improvements	7,200,000	5,400,000	3,600,000	1,800,000	-
STRS/PERS Premium Reserve	4,525,000	4,525,000	4,525,000	4,525,000	4,525,000
Designated Reserve: OPEB Liability	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Board Required Minimum 5% Reserve	3,085,824	3,192,103	3,246,046	3,361,436	3,392,417
Stability Reserve	9,791,409	10,710,139	13,143,956	15,649,173	17,811,389
	\$ 28,602,233	\$ 27,827,243	\$ 28,515,002	\$ 29,335,609	\$ 29,728,806
Board Required Reserve and Stability Reserve/Expenditure Ratio	20.87%	21.78%	25.25%	28.28%	31.25%
NOTE: Fund Balances currently under review - 'subject to change'.					

Notes:

- (Revenues) – showing Solano Community College out of Hold Harmless
- (Expenses) – showing reduction in expenses in 2024-24 due to savings from solar project
- Deficit spending over next 2 years to reduce Ending Fund Balance
- Salary Improvement Reserve spread over multiple years
- Board Required Reserve & Stability Reserve to Expenses ratio at 20.87% for 2022-23 and increasing

OUTLOOKS FOR OTHER FUNDS




Fund 12-14 (Restricted)

- Zero-Based Budget
- Revenues & Expenses = \$43,102,786
- Ending Fund Balance = \$5,502,882
- Proposed Budget includes carryover funds and new awards



Fund 21 (Debt Services)

- Planning for same as projected amounts as 2021-22
- Ending Fund Balance = \$40,452,787



Fund 33 (Child Development)


- Revenues = \$1,187,234
- Expenses = \$1,187,227
- Ending Fund Balance = \$144,233



Fund 411 (Capital Outlay)

- Zero-Based Budget
- Revenues & Expenses = \$543,915
- Ending Fund Balance = \$2,440,863

OUTLOOKS FOR OTHER FUNDS – CONT.



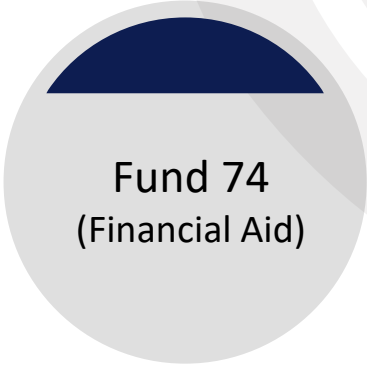
Fund 421 (Measure Q Projects)

- Expenses = \$36,394,128
- Ending Fund Balance = \$41,937,411



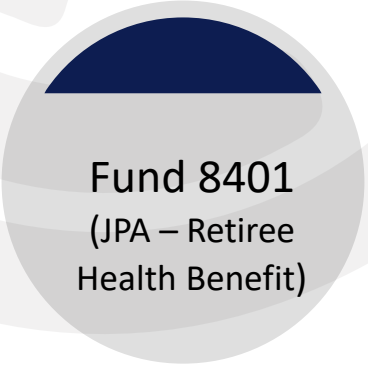
Fund 610 (Self Insurance)

- Planning for same as projected amounts as 2021-22
- Ending Fund Balance = \$771,915



Fund 74 (Financial Aid)

- Revenues = \$13,420,028
- Expenses = \$5,136
- Financial Aid Disbursements = \$12,858,866



Fund 8401 (JPA – Retiree Health Benefit)

- Unrealized Gains = \$100,000
- Transfer in from General Fund = \$640,000
- Ending Fund Balance = \$6,349,597
- With the ending fund balance and the \$4,000,000 in reserves, puts SCC at almost 84% funded



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THANK YOU
