



SANTA MONICA COLLEGE

Presentation of the 2021-2022 Q1 Budget Update

Board of Trustees

November 2, 2021



OVERVIEW


- Major Assumption Changes
- Change in Surplus/Deficit Projection
- Change in Projected Fund Balance



MAJOR ASSUMPTION CHANGES

NEW ALLOCATIONS

- District was not provided with many allocations at the time of the Adopted Budget
- Unrestricted General Fund (01.0)
 - Full-time Faculty Hiring: \$2,117,714
 - Ongoing
 - Fall 2022-2023 – 20 positions

- 
- Restricted General Fund (01.3)
 - Retention and Enrollment: \$1,197,632
 - One-time
 - Budget placeholder
 - Equal Employment Opportunity: \$50,000
 - One-time

EXPENDITURE ASSUMPTIONS

- Salary Adjustment for CSEA, Managers, Administrators and Classified Confidential
 - 1.5% as of July 1, 2020
 - \$3,000 one-time payment
 - One-time: \$2,496,836
 - Ongoing: \$757,925

- TRANS Borrowing Cost: \$10,000 increase
 - Original Projection 20-21: \$300,000
 - 20-21: \$66,810
 - 21-22: \$35,804
 - Total Projected Cost: \$102,614 (0.436%)
 - Amount Borrowed: \$23,515,000



CHANGES IN SURPLUS/DEFICIT

Projected Changes in Surplus/Deficit Adopted Budget to First Quarter

2021-2022 Adopted Budget Surplus:	1,312,957
Full-time Faculty Hiring Allocation	2,117,714
Other Revenue	975
TRANS Borrowing Cost	-10,000
Salary Adjustments	-3,254,761
2021-2022 Q1 Projected Surplus:	166,885



CHANGES IN FUND BALANCE

	2019-2020 Audited	2020-2021 Pre-Audit	2021-2022 Projected
Beg. Fund Balance	30,676,107	21,040,755	35,483,750
Surplus/Deficit w/ One-time Items	<9,635,352>	14,144,661	166,855
Ending Fund Balance	21,040,755	35,483,750	35,650,635
Fund Balance to Ttl Exp. And Transfers	10.78%	19.47%	18.06%

Includes \$4,388,308 in One-time HERRB Backfill Revenue

* 2020-21 EFB includes \$298,334 adjustment to fund balance



The Budget Team with Special
Appreciation to Veronica Diaz

Charlie Yen, John Greenlee and the
Facilities Team

Budget Committee