

2019-2020
District Budget Advisory Committee (DBAC)

Meeting Agenda - May 19, 2020

Location: Via Zoom

Time: 1:30-3:00 p.m.

Remote participation in the meeting is available using Zoom.

Note Taker: Carla Maitland

Time	Agenda Topic	Discussion Leader
1:30-2:30	Review 2020-21 May Revise	Cheu
2:30-3:00	Third Quarter Report	Cheu
Handouts:	05/15/2020 - Governor's May Revision of the 2020-21 State Budget 2019-20 Third Quarter Report	

Joint Analysis

Governor's 2020-21 May Revision

May 15, 2020



California Community Colleges



Background

This analysis was prepared jointly by:

- Association of California Community College Administrators (ACCCA)
- Association of Chief Business Officials (ACBO)
- California Community Colleges Chancellor's Office (Chancellor's Office)
- Community College League of California (League)

Its purpose is to provide factual information about the Governor's May Revision as a common resource for each organization's further analyses and advocacy efforts. Over the next several months, updated analyses will describe any subsequent versions of the state budget as proposed and approved by the Governor and Legislature.

Introduction

On May 14, Governor Newsom released the May Revision for the 2020-21 fiscal year. Below, we describe major changes in the overall state budget framework since January. We then review proposed May Revision budget adjustments for California Community Colleges (CCC) in detail. (As discussed below, legislative leaders have acknowledged the possibility of state budget revisions in August or September.)

Changes in Overall Budget Framework Due to Health Emergency

The public health emergency associated with the coronavirus disease 2019 (COVID-19) pandemic has resulted in enormous hardship for families, businesses, and governments at all levels. In addition to massive impacts on general health and health systems, the emergency has caused a seismic shift in the state's economic conditions. State economists are confident that California, like the rest of the world, is in a deep recession with outcomes surpassing the worst of the Great Recession by many measures. The Governor's May Revision reflects this new reality.

SEVERE IMPACT ON STATE BUDGET

Reversal in Budget Outlook. The public health emergency has drastically changed California's budget outlook since the release of the Governor's Budget on January 10. At that time, the administration projected a \$5.6 billion surplus for 2020-21 and \$21 billion in reserves, including \$18 billion in the state's Rainy Day Fund. In contrast, the administration's May 7 Fiscal Update projected a \$41 billion decline in revenues by the end of 2020-21 and a \$13 billion increase in health and human services program costs and other pandemic-related expenditures. The result is a projected budget shortfall of \$54 billion, compared with the Governor's January budget proposal. The May Revision reflects the administration's plan to address this deficit.

The Legislative Analyst's Office (LAO), in its May 8 Spring Fiscal Outlook, estimated a substantially lower deficit, ranging from \$18 billion to \$31 billion, by the end of 2020-21. The LAO noted that budget deficits will likely persist until at least 2023-24, depending on how quickly the state's economy recovers from the recession. The May Revision shows

similar trends with slightly better projections in 2023-24 whereby the Governor's projection is a \$16 billion deficit in 2023-24.

The differences between the administration's and the LAO's estimates, based on the LAO's preliminary analysis, are due to the administration estimating slightly lower revenues and far higher caseload-driven costs while treating the Governor's January budget proposals largely as baseline costs. By contrast, the LAO used current levels of spending, with adjustments, as its baseline. In the May Revision, the Governor reverses nearly all of his January proposals for new spending and reduces many ongoing expenditures 10% below the baseline levels assumed in the LAO's estimate.

Uncertainty Regarding State Revenues . . . On March 4, 2020, Governor Newsom signed Executive Order N-25-20, which acknowledged the impact of COVID-19 on Californians and temporarily extended filing deadlines for a variety of taxes and fees, including state sales and fuel taxes, by 60 days. The order also directed the Franchise Tax Board, the Board of Equalization, and other tax-related agencies to use their administrative authority to extend filing deadlines. On March 18, 2020, the Franchise Tax Board announced the postponement of income tax filing and payment deadlines until July 15, 2020 for all individuals and business entities for 2019 tax returns, 2019 tax return payments, 2020 first and second quarter estimates, 2020 LLC taxes and fees, and 2020 non-wage withholding payments. As a result of these extensions, the state will have no solid basis for revenue estimates until the second half of July, at the earliest.

. . . And Local Revenues. On May 6, 2020, the Governor signed Executive Order N-61-20 canceling penalties, interest, and other costs for the failure to pay property taxes or supplemental property tax bills on time through May 6, 2021. This order applies to taxpayer-occupied residential property and real property owned and operated by a taxpayer qualifying as a small business, as long as the taxes owed were not delinquent on March 4 (the date of the state's emergency declaration) and the taxpayer meets other conditions. Consequently, local governments are likely to experience delays in collecting the second installment of 2019-20 property tax payments normally received by April 10. These delays, in turn, postpone the state's ability to estimate Proposition 98 requirements which depend, in part, on local tax revenues.

Possible Budget Revision(s). The Governor has indicated that he intends to sign the budget in June, as required by the state Constitution. (Please see Appendix A for an overview of the state budget process.) Legislative leaders have signaled that they expect amendments to the budget, sometimes called a "Budget Bill Junior," once additional information about the state's fiscal condition becomes available in August or September. An amended budget could more fully reflect the impact of the COVID-19 emergency on both revenues and expenditures, and as such, could include additional programmatic budget adjustments. Depending on the duration and severity of the health emergency and its impact on the economy, additional 2020-21 budget revisions could be required in the future. (See page 25 for extension of community college district reporting deadlines in response to the delays in revenue reporting and final budget adoption.)

REVISED SYSTEM BUDGET PRIORITIES

In March 2020, the California Community Colleges adjusted its system budget priorities for 2020-21 to focus on the fundamental needs of students, faculty, staff, and college administrators. The purpose of the revised budget request is to support colleges through the health crisis while mitigating disruption to instruction, the system's focus on equity, or momentum toward the *Vision for Success*. The revised priorities fall into four main categories:

- **Ongoing Investments:** Increase foundational resources, expand CCC's online education ecosystem, and support part-time faculty.
- **Budget-Neutral Action:** Consolidate multiple disparate funding streams for system support and accountability into a unified CCC System Support Program.
- **One-Time Investments:** Support students' basic needs, help faculty transition to quality online instruction, mitigate the loss of enrollment fees revenue, and improve faculty diversity. Reappropriate expiring funds in critical categorical programs.
- **Non-Proposition 98 Investments:** Approve new Cal Grant framework that focuses resources on the most financially vulnerable students regardless of segment.

The Chancellor shared the revised system budget priorities with the Department of Finance (Finance). In addition, the Chancellor's Office and over 70 statewide, regional, and local education organizations shared these priorities with legislative leaders in an April 23, 2020 letter, adding specific requests for more equitable distribution of federal relief dollars, and emphasizing backfill of shortfalls in property taxes as well as student enrollment fees, and funding of all Board-approved, bond-funded capital outlay projects for 2020-21.

Appendix B compares the Governor's May Revision to the system's revised priorities. These priorities are anticipated to remain relevant beyond the 2020-21 budget, into the next several state budget cycles.

COVID-19 RELIEF FUNDS

Coronavirus Aid, Relief, and Economic Security (CARES) Act

On March 27, 2020, the U.S. Congress approved, and the President signed into law, the \$2.2 trillion CARES Act. This represents the third phase of federal coronavirus response legislation and includes funding for direct payments to Americans, loans to major industries and small businesses, and a newly created Education Stabilization Fund, among other provisions.

Higher Education Emergency Relief Fund. Included in the Education Stabilization Fund is \$13.9 billion designated for higher education institutions. These funds are intended to defray costs related to the COVID-19 emergency, such as professional development for faculty, technology costs associated with a transition to distance education, and grants to students for food, housing, course materials, technology, health care, and child care. Of this amount, 90% was distributed directly to institutions through the Title IV student financial aid distribution system based on a formula primarily weighted toward full-time

enrollment of Pell recipients. (The remaining 10% is for minority-serving institutions and those with the greatest unmet need, as determined by the U.S. Secretary of Education.) Colleges and universities must use at least half the funding they receive to provide direct emergency aid to students. Institutions can use their remaining funds to defray institutional costs related to the delivery of remote instruction or to provide additional support to students.

Federal Guidance and CCC Lawsuit. The U.S. Department of Education website [CARES Act: Higher Education Emergency Relief Fund](#) has additional information, including frequently asked questions, guidance, and details on the allocation of funds by college. The Chancellor's Office and five community college districts filed a [lawsuit](#) earlier this month against the U.S. Department of Education over restrictions it placed on the use of the emergency relief funds. These restrictions prevent veterans, citizens who have not completed a federal financial aid application, and non-citizens, including those with Deferred Action for Childhood Arrival (DACA) status, from receiving assistance.

CCC Share of Emergency Relief Funds. California's share of higher education relief funds is \$1.7 billion, with \$580 million for CCC. California State University receives \$525 million, the University of California receives \$260 million, and private for-profit and nonprofit institutions receive \$338 million. Adult schools and regional occupational programs that qualify as Title IV postsecondary institutions receive \$4 million. The May Revision notes that the Newsom administration expects the higher education segments to set aside a portion of their relief funding to provide emergency grants to foster youth.

Governor's Emergency Education Relief (GEER) Funds. In addition to relief funds specifically earmarked for higher education institutions, the CARES Act provides \$3 billion in more flexible education relief funds for Governors to allocate. These funds are apportioned to states based on their population aged 5-24 (60%) and the number of children in poverty or meeting other specified criteria (40%). The funding is to support (1) emergency grants to higher education institutions most impacted by the COVID-19 outbreak, as determined by the Governor; (2) emergency grants to elementary and secondary schools most impacted by the outbreak, as determined by the State Department of Education; and (3) grants to any education-related entity for providing emergency education services, child care, social and emotional support, or job protection. States have considerable discretion in deciding how to allocate funding among these three categories. California is receiving \$355 million in GEER funding. The administration indicates that it plans to allocate the entire amount of these funds to K-12 education to mitigate learning loss resulting from school closures.

State Maintenance of Effort Requirement. To qualify for certain components of CARES Act funding, states had to agree to maintain their support for higher education and K-12 education at the average annual level they provided in the prior three fiscal years. However, the U.S. Secretary of Education may waive this requirement for states that experience a "precipitous decline in financial resources."

Additional Information Online. The CARES Act includes several other provisions benefiting students, including flexibility in federal financial aid programs, temporary relief for student borrowers, and increased funding for federal nutrition assistance. The

Chancellor's Office [CARES Act web page](#) includes frequently asked questions, accounting guidance, and Chancellor's Office memos. In addition, the LAO's [An Overview of Federal Higher Education Relief](#) includes information about financial aid modifications and other CARES Act provisions.

Changes to CCC Funding

In this section, we omit further discussion of major policy changes proposed in the Governor's January budget (and described in our January analysis) that are no longer part of the Governor's proposal. We detail changes to the remaining items and new proposals presented as part of the May Revision.

PROPOSITION 98 ESTIMATES

Minimum Guarantee. Table 1 shows Finance's estimates of the Proposition 98 minimum guarantee for the prior, current, and budget years as of the May Revision, for all Proposition 98 programs. The minimum guarantee is slightly higher than projected in January for 2018-19, and substantially lower than projected in January for 2019-20 and 2020-21. Lower General Fund revenues, as well as slower growth in local property tax revenue, account for most of the decline in the minimum guarantee.

Table 1: Proposition 98 Funding by Source (In Millions)

Minimum Guarantee	Governor's Budget (GB)	May Revision	Change from GB (Amount)	Change from GB (Percent)
2018-19	\$78,448	\$78,740	\$292	0.4%
General Fund	54,506	54,746	240	0.4%
Local property tax	23,942	23,994	52	0.2%
2019-20	\$81,573	\$77,374	-\$4,199	-5.1%
General Fund	56,405	52,352	-4,053	-7.2%
Local property tax	25,168	25,022	-146	-0.6%
2020-21	\$84,048	\$70,490	-\$13,559	-16.1%
General Fund	57,573	44,872	-12,702	-22.1%
Local property tax	26,475	25,618	-857	-3.2%

Withdrawal from Public School System Stabilization Account (PSSSA). Proposition 2, approved by voters in November 2014, created the PSSSA, a new state reserve for schools and community colleges. Under Proposition 2, transfers are made to this account only if several conditions are satisfied. In 2019-20—the first year in which transfers have been required—the state deposited \$377 million to the PSSSA. (In January, the Governor’s Budget estimated this amount at \$524 million.) The May Revision reverses this deposit, providing a small cushion to Proposition 98 budgets in 2019-20. Finance allocates the \$377 million between K-12 and CCC using the traditional split of Proposition 98 funds. The May Revision assumes that no deposits to the PSSSA will be required in 2020-21.

CCC FUNDING LEVELS

Table 2 shows the estimated minimum guarantee for CCC at the May Revision. The Governor proposes to fund CCC at these levels. The CCC share of Proposition 98 funding is at the traditional share of 10.93% in each of these years. Included in this share is a small amount of pass-through funding for school district-based apprenticeship programs. Prior to calculating the CCC share, funding for the Adult Education, Adults in Correctional Facilities, and K-12 Strong Workforce programs, as well as transfers to the PSSSA, are excluded from the total.

Table 2: California Community Colleges Proposition 98 Funding by Source (In Millions)

Minimum Guarantee	Governor's Budget (GB)	May Revision	Change from GB (Amount)	Change from GB (Percent)
2018-19	\$8,503	\$8,521	\$17	0.2%
General Fund	5,426	5,427	0.4	0.0%
Local property tax	3,077	3,094	17	0.5%
2019-20	\$8,770	\$8,369	-\$401	-4.6%
General Fund	5,516	5,177	-339	-6.1%
Local property tax	3,254	3,192	-62	-1.9%
2020-21	\$9,088	\$7,629	-\$1,459	-16.1%
General Fund	5,652	4,323	-1,329	-23.5%
Local property tax	3,435	3,305	-130	-3.8%
Change from 2019-20	\$318	-\$741	N/A	N/A

General Fund	136	-854	N/A	N/A
Local property tax	181	113	N/A	N/A
Percent Change from 2019	4%	-9%	N/A	N/A
General Fund	2%	-16%	N/A	N/A
Local property tax	6%	4%	N/A	N/A

CHANGES IN FUNDING

Ongoing Funding. The Governor's May Revision reduces ongoing funding for CCC in 2020-21 by \$1.1 billion compared to the Governor's January proposal, as reflected in Table 3. Most notably, the proposal reduces Student Centered Funding Formula support by roughly 10% (including the elimination of a planned COLA), reduces the Strong Workforce Program by 55%, and reduces five categorical programs, each by 15%, reduces Calbright College by 15%, and reduces the Adult Education program by 10%. The Governor rescinds all of his January proposals for new, ongoing Proposition 98 spending except \$10 million for immigrant legal services. Details on these changes are discussed later in this analysis.

One-Time Funding. The May Revision eliminates all one-time CCC funding proposed in January and shifts June apportionment payments for 2019-20 (\$330 million) and 2020-21 (\$662 million) to the following fiscal years.

Amid Reductions, Governor Emphasizes Access and Equity

The Governor articulates expectations for CCC and other segments to maintain access to higher education, especially for underrepresented students. Specifically, the Governor expects colleges and universities to absorb budget reductions without reducing full-time equivalent enrollment, support for students' basic needs, or services to assist underrepresented students.

The Governor proposes that, to achieve this, the segments work together to expand and improve the quality of online programs, collaborate on a single statewide learning management system, and adopt policies that better enable underrepresented students to access higher education. In addition, the Governor calls for the segments to expand the use of competency-based learning and credit by examination in a collaborative way such that institutions across segments are awarding similar credit for similar student learning outcomes. The administration requests that the segments set systemwide goals for the share of courses available using open educational resources and offered online, the share of students earning credit through competency-based learning or by examination, and the use of priority registration for underrepresented students.

The administration acknowledges that intersegmental efforts to streamline instruction would not be sufficient to reduce institutional budgets to May Revision levels. In addition to these measures, institutions would have to adopt some combination of class size

increases and personnel reductions to achieve the targeted budget reductions and meet the Governor's goal of maintaining access.

To provide additional flexibility to districts in light of these reductions, the May Revision includes legislation to permit the use of certain restricted fund balances from optional campus fees to address COVID-19-related costs, particularly costs to maintain access and services for underrepresented students.

With respect to affordability, the May Revision maintains Cal Grants at current funding levels, including preserving access awards for students who are parents of dependent children. The May Revision also maintains full funding for the California College Promise (AB 19, Santiago, 2017) and Student Success Completion Grants.

Table 3: Proposed 2020-21 Changes in CCC Proposition 98 Funding (In Millions)

Adjustments	Governor's Budget	May Revision	Change
2019-20 Revised Budget^a	\$8,769.8	\$8,369.2	-\$400.6
TECHNICAL ADJUSTMENTS			
Remove one-time spending / add back one-time reductions	-\$28.6	\$373.6	\$402.1
Student Centered Funding Formula base adjustments	9.7	39.6	29.9
Other technical adjustments	1.6	-32.0	-33.6
Reductions from programs above the split	0.0	14.6	14.6
Subtotal Technical Adjustments	-\$17.3	\$395.9	\$413.1
POLICY ADJUSTMENTS			
Ongoing			
Reduce Student Centered Funding Formula allocations by 10 percent	\$0.0	-\$593.0	-\$593.0
Provide COLA for Student Centered Funding Formula (2.29% / 0%)	167.2	0.0	-167.2

Reduce CCC Strong Workforce Program funding	0.0	-128.9	-128.9
Reduce Student Equity and Achievement Program funding	0.0	-68.8	-68.8
Fund enrollment growth (0.5% / 0%)	31.9	0.0	-31.9
Support existing apprenticeship coursework	27.8	0.0	-27.8
Consolidate dispersed support appropriations into a single program	Legislation and funding shifts	-18.8	-18.8
Adjust Student Success Completion Grant funding for recipients	-9.4	9.1	18.4
Expand California Apprenticeship Initiative	15.0	0.0	-15.0
Support districts' food pantry services	11.4	0.0	-11.4
Provide COLA for certain categorical programs ^b (2.29% / 0%)	9.2	-0.1	-9.3
Reduce Part-Time Faculty Compensation and Office Hours funding	0.0	-7.1	-7.1
Fund Dreamer Resource Liaisons and related support services	5.8	0.0	-5.8
Fund instructional materials for dual enrollment students	5.0	0.0	-5.0
Reduce California Online Community College (CalBright College) funding	0.0	-3.0	-3.0
Adjust California College Promise for recipients	-1.5	-3.8	-2.3
Reduce Academic Senate for Community Colleges funding	0.0	-0.3	-0.3
Continue legal services support for immigrant students, faculty, and staff	10.0	10.0	0.0

Subtotal Ongoing Policy	\$272.4	-\$804.5	-\$1,076.9
One-Time			
Defer apportionment payments from 2020-21 to 2021-22	\$0.0	-\$662.1	-\$662.1
Defer apportionment payments from 2019-20 to 2020-21	0.0	330.1	330.1
Expand work-based learning within Guided Pathways	20.0	0.0	-20.0
Create statewide pilot fellowship program for diverse hiring	15.0	0.0	-15.0
Augment support for part-time faculty office hours	10.0	0.0	-10.0
Expand Zero Textbook Cost pathways	10.0	0.0	-10.0
Fund deferred maintenance and instructional equipment (one-time) ^c	7.6	0.0	-7.6
Subtotal One-Time Policy	\$62.6	-\$332.0	-\$394.6
TOTAL CHANGES	\$317.8	-\$740.6	-\$1,058.4
2020-21 Proposed Budget^a	\$9,087.6	\$7,628.6	-\$1,459.0

^a Amounts exclude Adult Education Program and K-12 Strong Workforce Program funding.

^b Applies to CalWORKs, Campus Childcare, DSPS, EOPS, apprenticeships, and Mandates Block Grant programs.

^c The Governor's Budget also included \$8.1 million in 2019-20 funds and \$1.5 million in reappropriations, which combined with the \$7.6 million in one-time funds totaled \$17.2 million for deferred maintenance and instructional equipment. All of these components are eliminated in the May Revision.

COLA=Cost-of-living adjustment.

Apportionments

Allocating Apportionment Reductions. Compared with revised 2019-20 apportionment funding, the 2020-21 May Revision level is 12% lower. (Apportionment funding for 2019-20 did not change significantly in the May Revision.) The May Revision includes trailer bill language requiring the Chancellor's Office to proportionally reduce each district's apportionment allocation by reducing the funding rates and/or revenue protections. For

community supported districts, the language requires the Chancellor to achieve proportional reductions through categorical program funding. The language also specifies that, for the calculation of the three-year rolling average for the base allocation for 2020-21, funded credit full-time equivalent enrollment for 2019-20 (as adjusted for shifts in summer enrollment between fiscal years) may be used in place of funded credit enrollment for 2020-21. Similarly, for the calculation of the supplemental, student success, and equity allocations for 2020-21, data from 2018-19 may be used in place of 2019-20 data.

Payment Deferrals. Apportionment reductions for 2019-20 are further modified by shifting May and June 2020 payments to the budget year. Similarly, payments in the latter months of 2020-21 would be deferred to the 2021-22 fiscal year under the Governor's plan.

Changes to Student Centered Funding Formula for 2020-21. Consistent with the Governor's January proposal, the May Revision proposes continued implementation of the Student Centered Funding Formula, with a deficit factor as noted above. The May Revision extends the formula's existing hold harmless (minimum revenue) provision by two years through 2023-24. In years without base reductions, Districts will receive at least the 2017-18 TCR, adjusted by COLA each year. However, due to the base reduction imposed for 2020-21, the hold harmless (minimum revenue) funding will be reduced proportionally with other elements in the formula.

Final Student Centered Funding Formula Rates. The 2019 Budget Act tasks the Chancellor's Office with determining the formula's final 2019-20 funding rates based on total computational revenue of \$7.43 billion as determined by Finance. On February 24, the Chancellor's Office published preliminary rates. Updated rates were provided to Finance in April that reflected slight revisions to FTES, supplemental and success metrics, and a change to available resources. Table 4 reflects the final 2019-20 rates. The May Revision includes trailer bill language to codify these rates. Beginning in 2020-21, these funding rates are to be adjusted by COLA and other base adjustments, and the distribution of funds across the three allocations (base, supplemental, and student success) is to be determined by changes in the underlying factors. Because no COLA is provided for 2020-21, the 2019-20 rates will remain in place, however, the targeted reductions included in the Budget Act will require proportional adjustments to allocations, effectively reducing the funding rates.

Foregone Growth and Cost-of-Living Adjustments (COLA). The proposal includes no enrollment growth funding or COLA for apportionments. (For comparison, the January proposal estimated growth and COLA rates at 0.5% and 2.29%, respectively, yet the final COLA rate is 2.31%).

Table 4: Final 2019-20 Student Centered Funding Formula Rates

Allocations	2018-19 Rates	2019-20 Final Rates	Change From 2018-19 (Amount)	Change From 2018-19 (Percent)
Base Credit ^a	\$3,727	\$4,009	\$282	7.6%
Supplemental Point Value	919	948	29	3.2%
Student Success Main Point Value	440	559	119	27.0%
Student Success Equity Point Value	111	141	30	27.0%
Incarcerated Credit ^a	5,444	5,622	178	3.3%
Special Admit Credit ^a	5,444	5,622	178	3.3%
CDCP	5,444	5,622	178	3.3%
Noncredit	3,274	3,381	107	3.3%

^a Ten districts receive higher credit FTE rates, as specified in the trailer bill.

Strong Workforce Program Reduction

The Governor's May Revision reduces funding for the CCC Strong Workforce Program from \$248 million in 2019-20 to \$100 million ongoing in 2020-21. Concurrently, the administration proposes new trailer bill language to expedite the development of short-term workforce programs and courses. The programs are to focus on economic recovery, reskilling, and upskilling, and result in job placement. Additionally, each program is to have at least one proven employer partner. Districts would be required to provide verification of job vacancies, numbers of students served, completion rates, and job placement rates. The language also calls on districts, where possible, to use competency-based approaches and credit for prior learning. Programs should also be designed such that students could transition from short-term, noncredit programs into credit or noncredit courses and programs.

Other Program Reductions

The May Revision reduces funding by 15% for five categorical programs: the Student Equity and Achievement Program, CCC System Support Program (see below), Part-Time Faculty Office Hours, Part-Time Faculty Compensation, and CCC Academic Senate. The May Revision also reduces funding for the Calbright College by 15%. The proposal

includes caseload adjustments to several categorical programs but does not include COLAs. The May Revision includes trailer bill language requiring districts to support on-campus food pantries and Dreamer Resource Liaisons as conditions for participating in the Student Equity and Achievement Program.

CCC System Support Program

Proposal Consolidates Dispersed Support Appropriations into a Single Program. The May Revision maintains the Governor’s January proposal to shift funding from existing categorical set-asides and statewide programs to a new CCC System Support Program but reduces the new program by 15% from the January proposal. Trailer bill language specifies that the new program would absorb all or a portion of existing budgetary set-asides for administrative and statewide activities from the following programs:

- Integrated Technology
- Institutional Effectiveness Initiative
- Online Education Initiative
- Student Equity and Achievement Program
- CCC Strong Workforce Program
- Statewide Media Campaigns
- NextUp (foster youth program)
- Transfer Education and Articulation

The trailer bill language requires the Board of Governors to annually adopt a budget for the new program and report on expenditures for the prior fiscal year, providing greater transparency and accountability than current practices. Under the proposed language, many statewide programs would remain in place initially, and would undergo review for possible improvements as their existing contract terms expire. The May Revision adds intent language indicating that savings gained from program administration be used to increase levels of service consistent with the system’s *Vision for Success*.

Temporary Reduction in Pension Costs

The May Revision redirects funds previously designated for a long-term buydown of pension liabilities, and instead uses them to reduce local school employer pension contributions in 2020-21 and 2021-22 by about 2% in each year.

LOCAL SUPPORT FUNDING BY PROGRAM

Table 5 shows proposed local assistance funding by program for the current and budget years as of the May Revision. As the table shows, the Governor proposes no change for most categorical programs. He proposes 15% reductions to five categorical programs and Calbright College, and a 55% reduction to the Strong Workforce Program. No programs receive COLAs.

Table 5: California Community Colleges Funding by Program^a (In Millions)

Program	2019-20 Revised	2020-21 Proposed	Change (Amount)	Change (Percent)	Explanation of Change
Student Centered Funding Formula	\$7,430	\$6,842	-\$588	-8%	Proposed reduction (\$592 million) and minor technical adjustments; portion of reduction to be achieved through categorical programs
Deferrals--Student Centered Funding Formula	-330	-662	-332	101%	Shift payments to next fiscal year
Student Equity and Achievement Program	475	390	-85	-18%	Reduce by 15% and shift program set-aside to System Support Program
CCC Strong Workforce Program	248	100	-148	-60%	Eliminate \$6.7 million ongoing restoration, reduce by \$128.9 million, and shift program set-aside to System Support Program
Student Success Completion Grant	150	159	9	6%	Adjust for revised estimates of recipients
Disabled Students Programs and Services (DSPS)	124	124	-	-	
CCC System Support Program	0	106	106	N/A	Consolidate set- aside and infrastructure funds from multiple programs and reduce by 15%

Extended Opportunity Programs and Services (EOPS)	116	116	-	-	
California College Promise (AB 19)	85	80	-5	-6%	Adjust for revised estimates of first-time, full-time students
Apprenticeship (CCC districts)	44	44	-	-	
Financial aid administration	76	70	-6	-7%	Adjust for revised estimates of fee waivers, shift statewide media campaign to System Support Program
Adult Education Program - CCC Districts ^b	62	56	-6	-10%	CCC district share of program reductions
Full-time faculty hiring	50	50	-	-	
CalWORKs student services	47	47	-	-	
Mandates Block Grant and reimbursements	34	33	-0.5	-1%	Revised enrollment estimates funded at \$30.16 per 2019-20 P2 FTEs
Part-time faculty compensation	25	21	-4	-15%	Reduce program funding
Economic and Workforce Development	23	23	0	-	
California Online Community College (Calbright College)	20	17	-3	-15%	Reduce program funding
NextUp (foster youth program)	20	19	-1	-4%	Shift program set-aside to System Support Program
Deferred maintenance and instructional	13	-	-13	-100%	Remove one-time funding

equipment (one-time)					
Cooperative Agencies Resources for Education (CARE)	17	17	-	-	
Lease revenue bond payments	16	13	-4	-22%	Adjust for actual obligations
Nursing grants	13	13	0	-	
Part-time faculty office hours	12	9	-3	-27%	
District food pantries	-	-	-	N/A	Add new, ongoing program
Immigrant legal services through CDSS	-	10	10	N/A	Make funding ongoing
Veterans Resource Centers	10	10	-	-	
Student Housing Program	9	9	-	-	
Dreamer Resource Liaisons	-	-	-	N/A	
Foster Parent Education Program	6	6	-	-	
Instructional materials for dual enrollment students	-	-	-	N/A	
Equal Employment Opportunity Program	3	4	1	52%	Add available EEO fund resources
Childcare tax bailout	4	4	-	-	
Other ^c	4	3	-1	-27%	Reduce Academic Senate by 15% and shift Transfer Education and Articulation Funds to System Support Program
Umoja	3	3	-	-	
Mathematics, Engineering, Science Achievement (MESA)	3	3	-	-	

Puente Project	2	2	-	-	
Middle College High School Program	2	2	-	-	
Online education initiative	23	3	-20	-87%	Shift statewide infrastructure to System Support Program
Integrated technology	42	-	-42	-100%	Shift statewide infrastructure to System Support Program
Institutional effectiveness initiative	28	-	-28	-100%	Shift statewide technical assistance to System Support Program
One-time program funding ^d	9	-	-9	-100%	Remove one-time funding
College-specific allocations	11	-	-11	-100%	Remove one-time funding
K-12 passthroughs (adult ed, K-12 apprenticeship, workforce)	680	553	-127	-19%	Remove one-time funding
Totals	\$9,609	\$8,299	(1,311)	-14%	

^a Table reflects total programmatic funding for CCC, including amounts from prior years available for use in the years displayed.

^b Amounts represent share ultimately received by CCC districts. For the overall adult education program in 2019-20 (excluding \$5 million to develop a unified data set), \$417 million (77%) is distributed through school district fiscal agents or funded directly to school districts and K-12 agencies, and \$126 million (23%) is distributed by community college district fiscal agents or funded directly to community college districts.

^c Other programs include Academic Senate, transfer, FCMAT, and part-time faculty health insurance.

^d 2019-20 includes one-time allocations for hunger-free campus, mental health services and training, re-entry grant program, and open educational resources.

CAI = California Apprenticeship Initiative. CDSS=California Department of Social Services. COLA = cost-of-living adjustment. RSI = Related Supplemental Instruction. ZTC = zero textbook cost.

CAPITAL OUTLAY

Bond Funding for Continuing and New Projects. In the May Revision, the Governor provides \$223.1 million in capital outlay funding from Proposition 51, approved by voters in 2016. The funding is to support the construction phase for 15 continuing projects

(\$194.7 million) and the preliminary plans and working drawings phases for 25 new projects (\$28.4 million), as listed in Table 6.

Table 6: Governor's Proposed CCC Capital Outlay Projects (In Thousands)

District: College/Location	Project	Phase	2020-21 State Cost	2020-21 Total Cost	All Years State Cost	All Years Total Cost
BGCCD: Butte	Technology Remodel	C	\$7.049	\$9.097	\$7.567	\$10.131
LRCCD: Elk Grove Center	Elk Grove Center Phase 2	C	8.102	15.145	8.512	16.509
LTCCD: Lake Tahoe	RFE and Science Modernization Phase 1	C	9.367	19.536	10.814	21.592
MCCD: Merced	Ag Science and Industrial Technologies Complex	C	12.169	22.741	12.6	24.894
SCCCD: Clovis	Applied Technology Building, Phase 1	C	24.089	46.965	25.883	50.552
SCCCD: Fresno City College	New Child Development Center	C	12.261	15.217	13.297	16.512
SCCCD: Reedley	New Child Development Center	C	9.423	11.693	10.241	12.716
SCCCD: College of the Canyons	Modernize Academic Building-Boykin Hall	C	4.332	8.425	4.729	9.218
SCCD: College of the Sequoias	Basic Skills Center	C	13.876	15.548	15.241	16.913

SMCCCD: Cañada	Bldg. 13-Multiple Prog. Instructional Center	C	8.589	23.91	9.404	26.199
SMCCCD: College of San Mateo	Water Supply Tank Replacement	C	5.016	5.574	5.521	6.135
SMCCCD: Skyline	Workforce and Economic Devt. Prosperity Center	C	18.123	34.618	19.32	38.164
SOCCCD: Irvine Valley	Fine Arts Building	C	20.838	47.339	22.462	51.076
SOCCCD: Saddleback	Gateway Building	C	23.626	54.532	25.345	58.403
WVMCCD: West Valley	Learning Resource Center Renovation	C	17.815	35.423	19.438	38.669
AVCCD: Antelope Valley	Gymnasium Renovation	PW	0.87	1.739	12.56	20.631
BCCD: Barstow	Hydronic Loop and Water Infrastructure	PW	0.741	0.741	9.92	9.92
CCCD: Compton	Physical Education Complex Replacement	PW	1.548	3.365	23.326	46.037
CCCD: Orange Coast	Chemistry Building Project	PW	1.4	2.8	20.556	40.547
CLPCCD: Chabot	Bldg. 3000 Maint. Ops. Warehouse & Garage	PW	0.674	1.348	8.846	17.529
ECCCD: El Camino	Music Building Replacement	PW	1.969	3.938	27.175	54.696

GCCCD: Cuyamaca	Instructional Building Phase 1	PW	1.005	2.009	14.513	28.555
GCCCD: Grossmont	Liberal Arts/ Bus./ Computer Sci. Info. Sys	PW	0.941	1.882	11.257	22.049
LACCD: East Los Angeles	Facilities Maintenance & Operations Replacement	PW	0.829	1.657	12.17	23.336
LACCD: Los Angeles Pierce	Industrial Technology Replacement	PW	1.182	2.363	16.737	33.09
LACCD: Los Angeles Trade-Tech	Design and Media Arts	PW	2.41	4.819	35.317	69.741
LACCD: Los Angeles Valley	Academic Building 2	PW	1.637	3.274	23.852	47.131
LACCD: West Los Angeles	Plant Facilities/Shops Replacement	PW	0.445	0.889	5.788	11.505
LBCCD: Pacific Coast	Construction Trades II	PW	1.268	1.585	16.054	20.16
LRCCD: Rancho Cordova Educ. Ctr.	Rancho Cordova Phase 2	PW	0.389	1.296	8.979	17.384
NOCCCD: Cypress	Fine Arts Renovation	PW	1.512	2.52	18.133	29.801
NVCCD: Napa Valley	Modernize Industrial Tech. Building 3100	PW	0.245	0.489	3.024	5.916
RCCD: Riverside City College	Life Science/Physical Science Reconstruction	PW	1.623	2.706	27.356	35.201

SBCCD: Crafton Hills	Performing Arts Center Renovation	PW	0.6	1.2	7.361	14.415
SCJCD: Pub. Safety Training Center	Public Safety Training Center Expansion	PW	0.398	0.664	4.975	7.427
SCJCD: Santa Rosa Junior College	Tauzer Gym Renovation	PW	0.887	1.776	10.249	20.131
SJCCD: College of the Siskiyous	Theatre Arts Building Remodel/Addition	PW	2.041	2.041	27.482	27.482
SJCCD: Sierra	Gymnasium Modernization	PW	2.409	3.212	27.865	37.183
WVMCCD: Mission	Performing Arts Building	PW	1.024	2.047	14.089	30.686
YCCD: Yuba	Fire Alarm System Upgrade	PW	0.377	0.471	4.07	5.088
Totals			\$223	\$417	\$602	\$1,073

C=construction phase. PW=preliminary plans, working drawing phases.

Reappropriations. In addition to funding continuing and new projects as listed above, the May Revision reappropriates previously approved funding for 23 existing CCC projects due to delays in their design or construction phases. The reappropriated projects are shown in Table 7.

Table 7: Governor's Proposed CCC Capital Outlay Reappropriations

District	College/Location	Project	Phase
Coast	Golden West	Language Arts Complex Replacement	Construction
Imperial Valley	Imperial Valley	Academic Buildings Modernization	Construction
Los Rios	Natomas Education Center	Natomas Center Phase 2 & 3	Working Drawings
Los Rios	Folsom Lake	Instructional Buildings Phase 2.1	Working Drawings
Monterey Peninsula	Fort Ord Center	Public Safety Center Phase 2	Working Drawings

Monterey Peninsula	Monterey Peninsula	Music Facility Phase 1	Working Drawings
North Orange County	Fullerton	Business 300 and Humanities 500 Buildings Modernization	Construction
Pasadena	Pasadena City College	Armen Sarafian Building Seismic Replacement	Construction
Peralta	Merritt	Child Development Center	Construction
Peralta	Laney	Learning Resource Center	Construction
Peralta	College of Alameda	Replacement of Buildings B and E (Auto and Diesel Technologies)	Working Drawings
Peralta	Laney	Modernize Theatre Building	Working Drawings
Peralta	Merritt	Horticulture Building Replacement	Working Drawings
Rancho Santiago	Santa Ana	Russell Hall Replacement	Construction
Redwoods	College of the Redwoods	Physical Education Replacement	Working Drawings
Redwoods	College of the Redwoods	Arts Building Replacement	Construction
Rio Hondo	Rio Hondo	Music/Wray Theater Renovation	Working Drawings
Rio Hondo	Rio Hondo	L Tower Seismic and Code Upgrades	Construction
San Francisco	Ocean Campus	Utility Infrastructure Replacement	Construction
San Francisco	Aleman Center	Seismic and Code Upgrades	Construction
Santa Monica	Santa Monica	Arts Complex Consolidation	Working Drawings
West Hills	West Hills Lemoore	Instructional Center Phase 1	Working Drawings
Yuba	Woodland	Performing Arts Facility	Working Drawings

Bond Measure Defeated. In the March 3 statewide primary election, a majority of voters rejected Proposition 13, School and College Facilities Bond, which would have provided \$2 billion for CCC educational facilities (out of a total of \$15 billion for all educational segments). This is the first school bond proposal rejected by California's voters since 1994. In the final tally, 47% of voters voted in favor of the bond proposal and 53% voted against.

STATE OPERATIONS

The May Revision retains the Governor's January proposal to add one position for the Accounting Office, totaling \$166,000 ongoing, including operating expenses. The May Revision does not include the January proposal for \$700,000 in one-time support to

convene a working group on student athlete compensation in the community colleges, as required by Senate Bill 206 of 2019 (Skinner). Instead, the administration suggests that the system seek private grant funding to meet the legislation's goals. The May Revision reduces state operations support by 10%, consistent with its treatment of other state agencies.

Local Budgets and Districts' Fiscal Health

LOCAL BUDGETS

Budget Planning and Forecasting

Based on the information Finance used in developing the Governor's May Revision, it would be reasonable for districts to plan their budgets using information shown in Table 8 below.

Table 8: Planning Factors for Proposed 2020-21 Budget

Factor	2018-19	2019-20	2020-21
Cost-of-living adjustment (COLA)	2.71%	3.26%	0.00%
Base reductions	0.00%	0.00%	-8.00%
State Lottery funding per FTES	\$218.34	\$221.87	\$223.54
Mandates Block Grant funding per FTES	29.21	30.16	30.16
RSI reimbursement per hour	6.26	6.45	6.44
Financial aid administration per College Promise Grant	0.91	0.91	0.91
Public Employees' Retirement System (CalPERS) employer contribution rates	19.72%	22.67%	20.70%
State Teachers' Retirement System (CalSTRS) employer contribution rates	16.28%	17.10%	16.15%

We are not aware of any other changes in allocation methods or match requirements for local support programs, other than the funding formula adjustments described above.

State Requirements for District Budget Approval

Annual Process. Existing law requires the governing board of each district to adopt an annual budget and financial report that shows proposed expenditures and estimated revenues by specified deadlines. For this year, the Chancellor's Office has determined that strict compliance with the regulations governing financial reporting requirements will impede the continuity of education during the COVID-19 pandemic. For this reason, the Chancellor has issued Executive Order 2020-06 temporarily extending financial reporting deadlines as shown in Table 9.

Table 9: Revised Financial Reporting Deadlines for 2020-21 Budgets

Activity	Regulatory Due Date	New Due Date	Title 5 Section
Submit tentative budget to county officer.	July 1, 2020	August 1, 2020	58305(a)
Make available for public inspection a statement of prior year receipts and expenditures and current year expenses.	September 15, 2020	October 31, 2020	58300
Hold a public hearing on the proposed budget. Adopt a final budget.	September 15, 2020	October 31, 2020	58301 58305(c)
Complete the adopted annual financial and budget report and make public.	September 30, 2020	November 15, 2020	58305(d)
Submit an annual financial and budget report to Chancellor's Office.	October 10, 2020	November 30, 2020	58305(d)
Submit an audit report to the Chancellor's Office.	December 31, 2020	February 28, 2021	59106

If the governing board of any district fails to develop a budget as described, the Chancellor may withhold any apportionment of state or local money to the district for the current fiscal year until the district makes a proper budget. These penalties are not

imposed on a district if the Chancellor determines that unique circumstances made it impossible for the district to comply with the provisions or if there were delays in the adoption of the annual state budget.

The total amount proposed for each major classification of expenditures is the maximum amount that may be expended for that classification for the fiscal year. Through a resolution, the governing board may make budget adjustments or authorize transfers from the reserve for contingencies to any classification (with a two-thirds vote) or between classifications (with a majority vote).

State Requirements Related to Expenditures

State law includes two main requirements for districts' use of apportionments. The Chancellor's Office monitors district compliance with both requirements and annually updates the Board of Governors.

Full-Time Faculty Obligation. State law sets a goal that 75% of instructional hours in each district should be taught by full-time faculty. Each district has a baseline reflecting the number of full-time faculty in 1988-89. Each year, if the Board of Governors determines that adequate funds exist in the budget, districts are required to increase their base number of full-time faculty over the prior year in proportion to the amount of growth in funded credit full time equivalent students. The target number of faculty is called the Faculty Obligation Number (FON). An additional increase to the FON is required when the budget includes funds specifically for the purposes of increasing the full-time faculty percentage. The Chancellor is required to assess a penalty for a district that does not meet its FON for a given year. For Fall 2020, Chancellor Oakley issued [Executive Order 2020-05](#) temporarily deferring all penalties related to FON obligations for the Fall 2020 report until further notice. Districts must continue to report actual full-time and part-time faculty data to the Chancellor's Office (reporting instructions will be provided at a later date). While penalties are deferred and not waived, the Chancellor's Office will continue to calculate and publish FON data for the community college system.

Fifty Percent Law. A second requirement related to budget levels is a statutory requirement that each district spend at least half of its *Current Expense of Education* each fiscal year for salaries and benefits of classroom instructors. Under existing law, a district may apply for an exemption under limited circumstances. The Governor's May Revision includes legislation exempting COVID-19-related expenditures from the Fifty Percent Law. The proposal recognizes these costs as outside the scope of normal business and does not limit the exemption to costs incurred during a specific period.

DISTRICTS' FISCAL HEALTH

The Board of Governors has established standards for sound fiscal management and a process to monitor and evaluate the financial health of community college districts. These standards are intended to be progressive, with the focus on prevention and assistance at the initial level and more direct intervention at the highest level.

Under that process, each district is required to regularly report to its governing board the status of the district's financial condition and to submit quarterly reports to the

Chancellor's Office. Based on these reports, the Chancellor is required to determine if intervention is needed. Specifically, intervention may be necessary if a district's report indicates a high probability that, if trends continue unabated, the district will need an emergency apportionment from the state within three years or that the district is not in compliance with principles of sound fiscal management. The Chancellor's Office's intervention could include, but is not limited to, requiring the submission of additional reports, requiring the district to respond to specific concerns, or directing the district to prepare and adopt a plan for achieving fiscal stability. The Chancellor also could assign a special trustee.

The Chancellor's Office's primary focus is the district's unrestricted general fund. The Chancellor's Office reviews the current, historical, and projected fund balances. Specifically, the Chancellor's Office assesses the unrestricted general fund balance as a percentage of all expenditures and other outgo of unrestricted general fund. The minimum prudent percentage of unrestricted general fund balance to all expenditures and other outgo of unrestricted general fund is 5%. This minimum prudent percentage is considered necessary to protect cash flow and respond to uncertainties.

Districts are strongly encouraged to regularly assess risks to their fiscal health. The Fiscal Crisis and Management Assistance Team has developed a Fiscal Health Risk Analysis for districts as a management tool to evaluate key fiscal indicators that may help measure a district's risk of insolvency in the current and two subsequent fiscal years.

Next Steps

Following release of the Governor's May Revision, the budget process moves very quickly. LAO typically publishes analyses of the May Revision within a few days. Budget subcommittees convene to review the proposals and often take action on both January and May proposals within about a week. Subcommittees report their recommendations to full committees, which in turn report to their respective houses. Not long after, a budget conference committee convenes to resolve differences between the two houses' versions of the budget by June 15, the state constitutional deadline for the Legislature to approve a budget. (See Appendix B for a more complete overview of the state budget process.)

This year, Legislative leaders expect to amend the budget in August or September, as noted earlier, once more complete revenue information is available.

For further information throughout the budget process, please visit the [Budget News](#) section of the Chancellor's Office website.

The ACCCA, ACBO, Chancellor's Office, and the League expect to provide additional budget updates following approval of the budget in June. Further analyses will be sent at the release and approval of any amended budgets during the 2020-21 fiscal year.

Appendices

Please see the following pages for supplemental information:

- Appendix A: Overview of the State Budget Process

- Appendix B: Board of Governors' Revised State Budget Priorities Compared to Governor's May Revision
- Appendix C: Glossary

Appendix A: Overview of the State Budget Process

The Governor and the Legislature adopt a new budget every year. The Constitution requires a balanced budget such that, if proposed expenditures exceed estimated revenues, the Governor is required to recommend changes in the budget. The fiscal year runs from July 1 through June 30.

Governor’s Budget Proposal. The California Constitution requires that the Governor submit a budget to the Legislature by January 10 of each year. The Director of Finance, who functions as the chief financial advisor to the Governor, directs the preparation of the Governor’s Budget. The state’s basic approach is incremental budgeting, estimating first the costs of existing programs and then adjusting those program levels. By law, the chairs of the budget committees in each house of the Legislature—the Senate Budget and Fiscal Review Committee and the Assembly Budget Committee—introduce bills reflecting the Governor’s proposal. These are called budget bills, and the two budget bills are identical at the time they are introduced.

Related Legislation. Some budget changes require that changes be made to existing law. In these cases, separate bills—called “trailer bills”—are considered with the budget. By law, all proposed statutory changes necessary to implement the Governor’s Budget are due to the Legislature by February 1.

Legislative Analyses. Following the release of the Governor’s Budget in January, the LAO begins its analyses of and recommendations on the Governor’s proposals. These analyses, each specific to a budget area (such as higher education) or set of budget proposal (such as transportation proposals), typically are released beginning in mid-January and continuing into March.

Governor’s Revised Proposals. Finance proposes adjustments to the January budget through “spring letters.” Existing law requires Finance to submit most changes to the Legislature by April 1. Existing law requires Finance to submit, by May 14, revised revenue estimates, changes to Proposition 98, and changes to programs budgeted based on enrollment, caseload, and population. For that reason, the May Revision typically includes significant changes for the CCC budget. Following release of the May Revision, the LAO publishes additional analyses evaluating new and amended proposals.

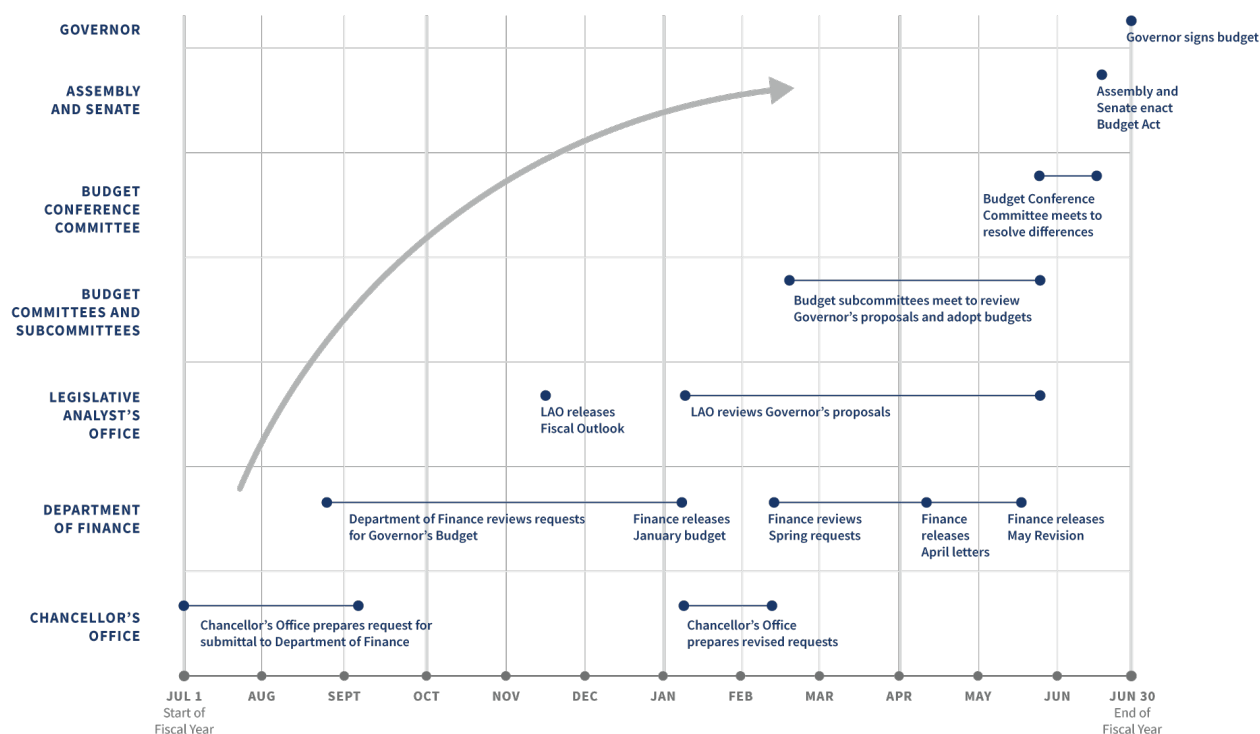
Legislative Review. The budget committees assign the items in the budget to subcommittees, which are organized by areas of state government (e.g., education). Many subcommittees rely heavily on the LAO analyses in developing their hearing agendas. For each January budget proposal, a subcommittee can adopt, reject, or modify the proposal. Any January proposals not acted on remain in the budget by default. May proposals, in contrast, must be acted on to be included in the budget. In addition to acting on the Governor’s budget proposals, subcommittees also can add their own proposals to the budget.

When a subcommittee completes its actions, it reports its recommendations back to the full committee for approval. Through this process, each house develops a version of the budget that is a modification of the Governor’s January budget proposal.

A budget conference committee is then appointed to resolve differences between the Senate and Assembly versions of the budget. The administration commonly engages with legislative leaders during this time to influence conference committee negotiations. The committee's report reflecting the budget deal between the houses is then sent to the full houses for approval.

Budget Enactment. Typically, the Governor has 12 days to sign or veto the budget bill. The Governor also has the authority to reduce or eliminate any appropriation included in the budget. Because the budget bill is an urgency measure, the bill takes effect as soon as it is signed.

SEQUENCE OF THE ANNUAL STATE BUDGET PROCESS



Additional Steps for 2020-21 Budget. The administration and legislative leaders have indicated that, following approval of the budget in June, they will continue working on the state budget. They expect to consider amendments to the budget in August or September 2020 reflecting the first available information about the impact of the COVID-19 health emergency on state revenues. Further, they expect any budget amendments would (1) focus on recovering from the effects of the emergency, (2) likely include sizeable ongoing budget reductions, and (3) include no new spending proposals other than those related to COVID-19, wildfires, and homelessness.

Appendix B: Board of Governors' Revised State Budget Priorities Compared to Governors May Revision

Board of Governors' Revised State Budget Priorities	Governor's May Revision
Ongoing Investments	
\$199.1 million for a cost of living adjustment (COLA) to the Student Centered Funding Formula and workload adjustments to base resources.	Not funded. Reduces Student Centered Funding Formula support by 10%, provides no COLA, employs deferrals resulting in a net reduction of 12% from 2019-20 to 2020-21.
\$10 million to transition classes and student services online, expand student services and support systems, and ensure that online courses and instructional materials meet federal and state accessibility requirements.	Not funded, but Governor encourages public higher education segments to work together to improve online learning.
\$5 million to support programs for part-time faculty.	Reduces support for part-time faculty compensation and office hours by 15%.
Budget-Neutral Actions	
Consolidation of multiple disparate funding streams for system support and accountability, currently included in various categorical program set-asides and statewide programs, into a unified CCC System Support Program.	Provides legislation to consolidate support services, as in the Governor's January budget, and applies a 15% reduction to consolidated program funding.
One-Time Investments	
\$40 million to mitigate the loss of student fee revenues and maintain educational quality.	Not funded.

\$25 million to help faculty transition to quality online instruction and adopt innovative models including competency-based learning.	Not funded, but Governor encourages public higher education segments to work together to improve online learning, including collaborating on competency-based instruction and credit by examination.
\$15 million for a block grant to help colleges meet students' basic needs and provide emergency assistance, including funds for equipment, internet access, retention grants, and other support as students transition to online learning.	Not funded.
\$10 million for a statewide pilot fellowship program to improve faculty diversity.	Not funded.
Re-Appropriation of Critical Investments	
\$36 million reappropriation of expiring funds to support critical categorical programs.	Reappropriations redirected to offset Student Centered Funding Formula reductions.
Non-Proposition 98 Investments	
Approval of a new Cal Grant framework that focuses resources on the most financially vulnerable students.	No proposal. However, budget maintains full funding for Cal Grant programs and state-funded CCC student aid programs.

Appendix C: Glossary

Appropriation: Money set apart by legislation for a specific use, with limits in the amount and period during which the expenditure is to be recognized.

Augmentation: An increase to a previously authorized appropriation or allotment.

Bond Funds: Funds used to account for the receipt and disbursement of non-self-liquidating general obligation bond proceeds.

Budget: A plan of operation expressed in terms of financial or other resource requirements for a specific period.

Budget Act (BA): An annual statute authorizing state departments to expend appropriated funds for the purposes stated in the Governor's Budget, amended by the Legislature, and signed by the Governor.

Budget Year (BY): The next state fiscal year, beginning July 1 and ending June 30, for which the Governor's Budget is submitted (i.e., the year following the current fiscal year).

Capital Outlay: Expenditures which result in acquisition or addition of land, planning and construction of new buildings, expansion or modification of existing buildings, or purchase of equipment related to such construction, or a combination of these.

Cost of Living Adjustment (COLA): Increases provided in state-funded programs intended to offset the effects of inflation.

Current Year (CY): The present state fiscal year, beginning July 1 and ending June 30 (in contrast to past or future periods).

Department of Finance (DOF or Finance): A state fiscal control agency. The Director of Finance is appointed by the Governor and serves as the chief fiscal policy advisor.

Expenditure: Amount of an appropriation spent or used.

Fiscal Year (FY): A 12-month budgeting and accounting period. In California state government, the fiscal year begins July 1 and ends the following June 30.

Fund: A legal budgeting and accounting entity that provides for the segregation of moneys or other resources in the State Treasury for obligations in accordance with specific restrictions or limitations.

General Fund (GF): The predominant fund for financing state operations; used to account for revenues which are not specifically designated by any other fund.

Governor's Budget: The publication the Governor presents to the Legislature by January 10 each year, which includes recommended expenditures and estimates of revenues.

Legislative Analyst's Office (LAO): A nonpartisan office that provides fiscal and policy advice to the Legislature.

Local Assistance: Expenditures made for the support of local government or other locally administered activities.

May Revision: An update to the Governor’s Budget presented by Finance to the Legislature by May 14 of each year.

Past Year or Prior Year (PY): The most recently completed state fiscal year, beginning July 1 and ending June 30.

Proposition 98: A section of the California Constitution that, among other provisions, specifies a minimum funding guarantee for schools and community colleges. California Community Colleges typically receive 10.93% of the funds.

Reserve: An amount set aside in a fund to provide for an unanticipated decline in revenue or increase in expenditures.

Revenue: Government income, generally derived from taxes, licenses and fees, and investment earnings, which are appropriated for the payment of public expenses.

State Operations: Expenditures for the support of state government.

Statute: A law enacted by the Legislature.

Workload Budget: The level of funding needed to support the current cost of already-authorized services.



FOOTHILL-DE ANZA
Community College District

2019-20

**THIRD QUARTER
REPORT**

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FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

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**FOOTHILL-DE ANZA
COMMUNITY COLLEGE DISTRICT**

**2019-20
THIRD QUARTER REPORT**

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2019-20
Third Quarter Report

SUMMARY OF MAJOR CHANGES

The District has completed its financial analysis for the third quarter of operation (January 1, 2020 through March 31, 2020). Enclosed in this document is a reporting for all of the funds the district maintains as authorized by the California Education Code. The short description and analysis at the beginning of each fund report explains the purpose of the fund and recent financial trends that may have changed from the Adopted Budget. Also, included in this report is a supplemental information section that contains the State Quarterly Report (311Q).

Enrollment Assumptions

Under the Adopted Budget assumptions, we anticipated serving 26,422 resident and non-resident FTES. This number reflected resident enrollment of 22,335 FTES and non-resident enrollment of 4,087 FTES.

Winter quarter enrollment declined year-over-year for the same census period in 2018-19 by 255 FTES. As of the P2 Attendance Report filing (May 2020), we are anticipating a decline of 794 FTES; 268 in resident and 528 in non-resident FTES.

Non-Resident Enrollment

Non-resident enrollment is projected to decline by 528 FTES over the previous year. Enrollment in this area is more volatile and dependent on many external factors, such as access to visas, exchange rates, etc. Due to the COVID-19 Pandemic Shelter-In-Place Order by the Santa Clara County Public Health department, the campuses are temporarily closed which has impacted the Spring quarter enrollment and added to the overall decline. As of third quarter, we are projecting an estimated \$900,000 revenue decline in the non-resident area.

GENERAL PURPOSE FUND EXPENSE

Certificated Salaries

This category is projecting approximately \$1.46 million net cost increase over budget. The net increase is due to higher part-time faculty costs offset by savings from retirements/resignations during the year. The total projected expense of \$81.40 million in the certificated category includes \$4.12 million in COLA.

Classified Salaries

A net \$2.09 million in budget savings is being estimated due to unfilled regular and SRP (supplemental retirement program) vacant positions. The total projected expense of \$32.8 million in the classified category includes \$1.87 million in COLA.

Benefits

Currently, we are projecting approximately \$184K in budget savings to this category that are related to previously noted Certificated and Classified salary adjustments. The total projected expense of \$48.7 million in the benefits category includes \$1.03 million in COLA.

Supplies and Capital Outlay

We are projecting approximately \$900K budget savings in the Supplies and Capital Outlay categories based on historical spending patterns.

Operating Expenses

At this time, we are estimating \$766K in budget savings in the Operating Expenses category based on historical spending patterns.

Transfers/Other

We are currently projecting an increase of \$1 million in non-mandatory transfers out over the budget to address the decline in revenue in other funds. The support increase is comprised of \$500K in Parking fund and \$200K for the Foothill Bookstore fund along with \$300K to cover the expected deficit in Foothill Health Services fund.

GENERAL PURPOSE FUND REVENUE

Revenue

State apportionment reports currently reflect a 3.69% deficit that was associated with potential property tax shortfalls in various areas of the State. In prior years, the property tax revenue has generally materialized as the year progressed and eliminated the shortfall. However, given the latest State budget projections that incorporate the COVID-19 pandemic revenue impact, we are expecting some form of a deficit factor for 2019-20. Because there have been assurances by the Governor to the K-14 sector about insulating from reductions, at least for 2019-20 fiscal year, only a 1% deficit factor is being included for a \$1.5 million State apportionment revenue shortfall.

As reported in the Adopted Budget, during this second year of the new Student Centered Funding Formula (SCFF), the District's 2019-20 general fund apportionment allocation will again be calculated based on the SCFF's hold-harmless provision, since it will result in a higher level of funding for the District. However, there has been a recent change to the application of deficits that now includes applying deficits to all districts, including those in hold-harmless status.

The District expects to receive its calculated State apportionment revenue of \$156.9 million in 2019-20, less any deficit factor. Due to credit FTES declining less than the 1,000 FTES planned in the Adopted Budget, the District's ongoing revenue at P1 is estimated at \$143.9 million in ongoing funding with the hold-harmless temporary estimated at \$13 million. This revenue has been calculated based

upon the apportionment funding we received in 2017-18 plus COLA for the 2018-19 and 2019-20 fiscal years. Due to the additional year of hold-harmless funding approved as part of the State's 2019-20 budget, this same hold-harmless test for funding levels is anticipated to be applied through the 2021-22 fiscal year. After this time, districts will receive their apportionment funding based solely on the metrics of the new formula. This will be a significant concern for the District as it will result in a substantial revenue reduction unless the metrics related to the SCFF, in particular FTES, improve over the next two years.

As previously noted, non-resident revenue enrollment is experiencing real-time impact due to travel restrictions associated with the Covid-19 Pandemic Shelter-in-Place Orders resulting in a projected revenue decrease of \$900,000. Other local revenue impacts are expected, but given the uncertainty we are only recognizing an increase in transfers from the General Fund to other funds to support revenue decline.

Stability Fund

As of Adopted Budget, we estimated the projected Stability Fund at \$23.7 million. An estimated \$11.6 million to cover compensation adjustments and other negotiated items for 2019-20 was included as part of the projections, leaving the estimated Stability Fund balance at \$11.4 million at the end of the fiscal year. Due to changes discussed above, the estimated Stability Fund balance as of third quarter is \$15.2 million.

The Stability Fund is a one-time resource to temporarily offset future operating cost increases and potential revenue reductions in the short or long-term. Due to the rapidly changing economic situation related to the Covid-19 pandemic, it is certain that the District will face significant fiscal challenges in the next few years. The ability to utilize the stability fund will be essential in addressing budget reductions and allowing the District time to strategically plan budget directions while still offering the instructional and student support services needed by our students as well as a safe working environment for our faculty and staff.

District staff will continue to carefully monitor the state and local revenue trends and provide planning and recommendations to assist the District in meeting the fiscal and logistical challenges anticipated in the next few years.

Table 1

Summary of Net Change
Projected Fund Balance and Carryforwards

Projected Revenue vs. Projected Expenses	
Beginning Balance, July 1, 2019	\$ 33,405,207
Revenue	\$ 197,808,791
Expenses and Transfers Out	(194,357,018)
Net Change in Fund Balance (Projected)	\$ 3,451,773
Projected Net Fund Balance, June 30, 2020	\$ 36,856,981

Projected Fund Balance Allocation	\$ 36,856,981
Less: "B" Budget Carryforwards (Designated)	
Foothill "B"	\$ (4,800,000)
De Anza "B"	(1,800,000)
Central Services "B"	(1,400,000)
	\$ (8,000,000)
Less: Districtwide "A" Carryforwards (Restricted)	\$ (191,000)
Less: Encumbrance Carryforwards (Designated)	\$ (1,700,000)
Less: Supplemental Retirement Plan (Designated)	\$ (2,025,000)
Less: Adopted Budget Reserves @ 5% (Restricted)	\$ (9,717,851)
Projected 2020-21 Stability Fund	\$ 15,223,130

Table 2
Analysis of FTES

15-16 P-Annual	Resident Credit	Non- Credit	Total Apportionment	Non- Resident	Total
De Anza	16,226	0	16,226	2,910	19,136
Foothill	10,532	385	10,917	1,893	12,810
Total	26,758	385	27,143	4,803	31,946

FTES Below 14-15 P-Annual at P-A (Funded FTES) -210
 % -0.8%

16-17 P-Annual Recalc	Resident Credit	Non- Credit	Total Apportionment	Non- Resident	Total
De Anza	15,341	0	15,341	2,857	18,197
Foothill	10,178	449	10,627	1,757	12,384
Total	25,519	449	25,968	4,614	30,581

FTES Below 15-16 P-Annual at P-A (Funded FTES) -1,175
 % -4.3%

17-18 P-Annual	Resident Credit	Non- Credit	Total Apportionment	Non- Resident	Total
De Anza	14,323	0	14,323	2,768	17,092
Foothill	9,638	522	10,160	1,673	11,833
Total	23,962	522	24,484	4,441	28,925

FTES Below 16-17 P-A ReCalc at P-1 (Funded FTES) -1,484
 % -5.7%

18-19 P-Annual Recal	Resident Credit	Non- Credit	Total Apportionment	Non- Resident	Total
De Anza	13,588	2	13,590	2,662	16,251
Foothill	9,312	433	9,745	1,425	11,171
Total	22,900	435	23,335	4,087	27,422

FTES Below 17-18 P-A ReCalc at P-1 (Funded FTES) -1,149
 % -4.7%

19-20 P1	Resident Credit	Non- Credit	Total Apportionment	Non- Resident	Total
De Anza	13,577	6	13,583	2,422	16,004
Foothill	9,292	242	9,534	1,193	10,727
Total	22,869	247	23,116	3,615	26,731

19-20 P2	Resident Credit	Non- Credit	Total Apportionment	Non- Resident	Total
De Anza	13,429	6	13,435	2,403	15,839
Foothill	9,284	348	9,632	1,156	10,789
Total	22,713	354	23,067	3,560	26,627

FTES Below 18-19 P-A ReCalc -267
 % -1.1%

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Foothill-De Anza Community College District

2019-20 Third Quarter Report

FUND 114 - GENERAL PURPOSE

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
State Revenue	22,748,357	22,748,357	14,646,597	64%	21,248,357	1,500,000
Local Revenue	177,370,372	177,460,434	132,085,745	74%	176,560,434	900,000
TOTAL REVENUE	\$ 200,118,729	\$ 200,208,791	\$ 146,732,342	73%	\$ 197,808,791	\$ 2,400,000
EXPENSES						
Certificated Salaries	\$ 78,873,634	\$ 79,932,814	\$ 58,978,633	74%	\$ 81,400,000	\$ (1,467,186)
Classified Salaries	32,878,288	34,891,548	24,464,714	70%	32,800,000	2,091,548
Employee Benefits	46,834,531	48,904,106	31,763,222	65%	48,720,000	184,106
Materials and Supplies	3,559,157	3,704,634	1,667,096	45%	2,804,634	900,000
Operating Expenses	16,825,341	18,240,395	11,245,452	62%	17,474,395	766,000
Capital Outlay	407,393	422,113	265,698	63%	422,113	0
TOTAL EXPENSES	\$ 179,378,344	\$ 186,095,611	\$ 128,384,815	69%	\$ 183,621,142	\$ 2,474,468
TRANSFERS AND OTHER						
Transfers-in	\$ 0	\$ 59,524	\$ 59,524	100%	\$ 59,524	\$ 0
Other Sources	0	0	0	0%	0	0
Intrafund Transfers	50,000	60,000	10,000	17%	60,000	0
Transfers-out	(7,510,543)	(9,855,367)	(8,488,134)	86%	(10,855,400)	1,000,033
Contingency	0	0	0	0%	0	0
Other Outgo	0	0	0	0%	0	0
TOTAL TRFs/OTHER SOURCES	\$ (7,460,543)	\$ (9,735,843)	\$ (8,418,610)	86%	\$ (10,735,876)	\$ 1,000,033
FUND BALANCE						
Net Change in Fund Balance	\$ 13,279,843	\$ 4,377,338	\$ 9,928,918		\$ 3,451,773	\$ (925,565)
Beginning Balance, July 1	33,405,207	33,405,207	33,405,207		33,405,207	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 46,685,050	\$ 37,782,545	\$ 43,334,125		\$ 36,856,981	\$ (925,565)

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**2019-20
General Funds Summary
Year-End Projections**

	General Fund 114	Self-Sustaining Fund 115	Total Unrestricted General Fund	Restricted & Categorical Fund 121/131	Special Educ. Fund 122	Federal Work Study Fund 123	Parking Fund 125	Campus Center Fund 128	Total Restricted General Fund	TOTAL GENERAL FUND
REVENUE										
Federal Revenue	\$ 0	\$ 0	\$ 0	\$ 835,346	\$ 0	\$ 464,108	\$ 0	\$ 0	\$ 1,299,454	\$ 1,299,454
State Revenue	21,248,357	3,523,740	24,772,097	83,345,241	3,257,031	0	0	0	86,602,272	111,374,369
Local Revenue	176,560,434	9,575,043	186,135,477	2,620,000	0	0	1,443,537	1,900,000	5,963,537	192,099,014
TOTAL REVENUE	\$ 197,808,791	\$ 13,098,783	\$ 210,907,574	\$ 86,800,587	\$ 3,257,031	\$ 464,108	\$ 1,443,537	\$ 1,900,000	\$ 93,865,263	\$ 304,772,837
EXPENSES										
Certificated Salaries	\$ 81,400,000	\$ 489,858	\$ 81,889,858	\$ 5,894,134	\$ 3,005,607	\$ 0	\$ 0	\$ 67,135	\$ 8,966,877	\$ 90,856,734
Classified Salaries	32,800,000	2,872,204	35,672,204	11,796,958	1,998,682	622,758	872,952	601,864	15,893,214	51,565,418
Employee Benefits	48,720,000	1,088,108	49,808,108	6,739,378	1,790,977	1,251	339,047	303,344	9,173,996	58,982,105
Materials and Supplies	2,804,634	12,328	2,816,962	2,089,415	35,000	138	0	52,295	2,176,848	4,993,811
Operating Expenses	17,474,395	5,922,875	23,397,270	54,695,244	144,774	0	160,000	124,000	55,124,018	78,521,288
Capital Outlay	422,113	305,186	727,299	1,186,103	41,183	0	0	32,680	1,259,966	1,987,265
TOTAL EXPENSES	\$ 183,621,142	\$ 10,690,559	\$ 194,311,702	\$ 82,401,232	\$ 7,016,223	\$ 624,148	\$ 1,371,999	\$ 1,181,317	\$ 92,594,919	\$ 286,906,621
TRANSFERS AND OTHER										
Transfers-in	\$ 59,524	\$ 0	\$ 59,524	\$ 325,240	\$ 3,801,368	\$ 160,040	\$ 924,330	\$ 0	\$ 5,210,977	\$ 5,270,501
Other Sources	0	300,000	300,000	0	0	0	0	0	0	300,000
Intrafund Transfers	60,000	(60,000)	0	0	0	0	0	0	0	0
Transfers-out	(10,855,400)	(311,902)	(11,167,302)	(162,538)	(59,524)	0	(995,867)	(776,336)	(1,994,266)	(13,161,568)
Contingency	0	0	0	0	0	0	0	0	0	0
Other Outgo	0	0	0	(4,461,294)	0	0	0	0	(4,461,294)	(4,461,294)
TOTAL TRANSFERS/OTHER SOURCES	\$ (10,735,876)	\$ (71,902)	\$ (10,807,778)	\$ (4,298,591)	\$ 3,741,843	\$ 160,040	\$ (71,538)	\$ (776,336)	\$ (1,244,582)	\$ (12,052,360)
FUND BALANCE										
Net Change in Fund Balance	\$ 3,451,773	\$ 2,336,322	\$ 5,788,095	\$ 100,764	\$ (17,349)	\$ 0	\$ 0	\$ (57,654)	\$ 25,761	\$ 5,813,856
Beginning Balance, July 1	33,405,207	12,184,550	45,589,757	8,731,728	17,349	0	0	295,247	9,044,324	54,634,081
Adjustments to Beginning Balance	0	0	0	0	0	0	0	0	0	0
NET FUND BALANCE, June 30	\$ 36,856,981	\$ 14,520,872	\$ 51,377,852	\$ 8,832,492	\$ 0	\$ 0	\$ 0	\$ 237,594	\$ 9,070,085	\$ 60,447,938

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**2019-20
All Funds Summary
Year-End Projections**

	TOTAL GENERAL FUND	Debt Service Fund 20	Child Development Fund 30	Capital Projects Fund 40	Enterprise Funds	Student Financial Aid Fund 74, 75	Other Trust (OPEB) Fund 79	TOTAL DISTRICT ALL FUNDS	Internal Service Fund 60
REVENUE									
Federal Revenue	\$ 1,299,454	\$ 0	\$ 18,640	\$ 0	\$ 0	\$ 14,590,190	\$ 0	\$ 15,908,284	\$ 0
State Revenue	112,874,369	0	903,885	1,162,362	0	3,229,203	0	118,169,819	0
Local Revenue	190,599,014	39,163,007	1,532,813	506,780	6,883,582	600,000	0	239,285,197	59,360,848
TOTAL REVENUE	\$ 304,772,837	\$ 39,163,007	\$ 2,455,339	\$ 1,669,142	\$ 6,883,582	\$ 18,419,393	\$ 0	\$ 373,363,300	\$ 59,360,848
EXPENSES									
Cost of Sales	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,663,345	\$ 0	\$ 0	\$ 4,663,345	\$ 0
Certificated Salaries	90,856,734	0	514,358	0	0	0	0	91,371,092	0
Classified Salaries	51,565,418	0	1,243,834	336,213	1,824,632	0	0	54,970,096	0
Employee Benefits	58,982,105	0	590,099	151,565	545,700	0	0	60,269,469	59,360,848
Materials and Supplies	4,993,811	0	120,814	4,340	0	52,858	0	5,171,823	0
Operating Expenses	78,521,288	0	18,931	2,436,543	956,813	551,342	0	82,484,917	0
Capital Outlay	1,987,265	0	1,680	9,746,118	0	0	0	11,735,064	0
TOTAL EXPENSES	\$ 286,906,621	\$ 0	\$ 2,489,715	\$ 12,674,779	\$ 7,990,489	\$ 604,200	\$ 0	\$ 310,665,804	\$ 59,360,848
TRANSFERS AND OTHER									
Transfers-in	\$ 5,270,501	\$ 3,758,793	\$ 0	\$ 275,072	\$ 200,000	\$ 157,200	\$ 1,500,000	\$ 11,161,567	\$ 2,000,000
Other Sources	300,000	24,681	0	0	0	0	0	324,681	0
Intrafund Transfers	0	0	0	0	0	0	0	0	0
Transfers-out	(13,161,568)	0	0	0	0	0	0	(13,161,568)	0
Contingency	0	0	0	0	0	0	0	0	0
Other Outgo	(4,461,294)	(42,946,481)	0	0	(68,888)	(17,972,393)	0	(65,449,056)	0
TOTAL TRANSFERS/OTHER SOURCE	\$ (12,052,360)	\$ (39,163,007)	\$ 0	\$ 275,072	\$ 131,112	\$ (17,815,193)	\$ 1,500,000	\$ (67,124,376)	\$ 2,000,000
FUND BALANCE									
Net Change in Fund Balance	\$ 5,813,856	\$ 0	\$ (34,377)	\$ (10,730,565)	\$ (975,795)	\$ 0	\$ 1,500,000	\$ (4,426,880)	\$ 2,000,000
Beginning Balance, July 1	54,634,081	31,584,117	797,057	42,182,892	5,554,326	33,379	22,597,567	157,383,419	7,586,219
Adjustments to Beginning Balance	0	0	0	0	0	0	0	0	0
NET FUND BALANCE, June 30	\$ 60,447,938	\$ 31,584,117	\$ 762,680	\$ 31,452,327	\$ 4,578,530	\$ 33,379	\$ 24,097,567	\$ 152,956,538	\$ 9,586,219

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RECONCILIATION OF INTER- AND INTRA-FUND TRANSFERS PROJECTED FOR 6-30-20

FROM	TO														
	Unrestricted General Funds		Restricted General Funds					All Other Funds							Total
	General 114	Self-Sustaining 115	Categorical 121/131	Special Education 122	Fed. Work Study 123	Parking 125	Campus Ctr Use Fees 128	Debt Service 20	Child Developmt 30	Capital Projects 40	Enterprise Funds	Internal Service 60	Financial Aid 74/75	Other Trust (OPEB) 79	
114			325,240	3,801,368	154,702	924,330		1,949,760			200,000	2,000,000		1,500,000	10,855,400
115	60,000							36,830		275,072					371,902
121/131					5,338									157,200	162,538
122	59,524														59,524
123															0
125								995,867							995,867
128								776,336							776,336
20															0
30															0
40															0
Enterprise															0
60															0
74/75															0
79															0
Total	119,524	0	325,240	3,801,368	160,040	924,330	0	3,758,794	0	275,072	200,000	2,000,000	157,200	1,500,000	13,221,567

Inter-Fund Transfers:

Fund 114 to 121/131:	25,240	for expenses in excess of the amount covered by Fund 121/131	Fund 115 to 20:	36,830	for capital lease payments
	300,000	to offset Health Services Fund deficit	Fund 115 to 40:	275,072	for District Office Building FF&E
Fund 114 to 122:	3,467,810	for Special Ed match	Fund 121/131 to 74/75:	4,200	for scholarships
	65,484	for salary backfill		153,000	for student grants in aid
	268,074	for 6% COLA Salary and Benefit Adjustment	Fund 122 to 114:	59,524	for reassigned time
Fund 114 to 123:	154,702	for Federal Work Study match	Fund 125 to 20:	995,867	for capital lease payments
Fund 114 to 125:	924,330	to offset Parking Fund operating deficit	Fund 128 to 20:	776,336	for Debt Service
Fund 114 to 20:	1,949,760	for Debt Service			
Fund 114 to Enterprise:	200,000	to offset Foothill Bookstore Fund deficit			
Fund 114 to 60:	2,000,000	to increase Benefits Rate Stabilization Fund (RSF) balance			
Fund 114 to 79:	1,500,000	for 2019-2020 OPEB Liability			

Intra-Fund Transfers (Between Unrestricted General Funds):

Fund 115 to 114:	50,000	for Foothill commencement
	10,000	for KCI support

Intra-Fund Transfers (Between Restricted General Funds):

Fund 121/131 to 123:	5,338	for recalculation Administrative Cost Allowance
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FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**2019-20
General Funds Summary
Actuals to Date**

	General Fund 114	Self-Sustaining Fund 115	Total Unrestricted General Fund	Restricted & Categorical Fund 121/131	Special Educ. Fund 122	Federal Work Study Fund 123	Parking Fund 125	Campus Center Fund 128	Total Restricted General Fund	TOTAL GENERAL FUND
REVENUE										
Federal Revenue	\$ 0	\$ 0	\$ 0	\$ 157,289	\$ 0	\$ 204,716	\$ 0	\$ 0	\$ 362,004	\$ 362,004
State Revenue	14,646,597	2,948,027	17,594,625	69,830,527	2,350,891	0	0	0	72,181,418	89,776,043
Local Revenue	132,085,745	9,346,799	141,432,544	3,112,307	125	0	1,490,183	1,860,776	6,463,391	147,895,935
TOTAL REVENUE	\$ 146,732,342	\$ 12,294,827	\$ 159,027,169	\$ 73,100,123	\$ 2,351,016	\$ 204,716	\$ 1,490,183	\$ 1,860,776	\$ 79,006,814	\$ 238,033,983
EXPENSES										
Certificated Salaries	\$ 58,978,633	\$ 441,073	\$ 59,419,707	\$ 4,794,254	\$ 1,890,123	\$ 0	\$ 0	\$ 35,762	\$ 6,720,140	\$ 66,139,847
Classified Salaries	24,464,714	2,042,533	26,507,247	8,291,722	1,470,897	336,624	682,189	442,149	11,223,581	37,730,828
Employee Benefits	31,763,222	687,794	32,451,016	4,579,002	1,160,379	938	199,443	227,072	6,166,835	38,617,851
Materials and Supplies	1,667,096	57,183	1,724,279	1,525,117	31,496	104	0	41,182	1,597,898	3,322,177
Operating Expenses	11,245,452	2,693,794	13,939,245	22,942,536	77,198	0	128,877	94,906	23,243,517	37,182,763
Capital Outlay	265,698	304,309	570,008	1,181,512	27,254	0	0	32,680	1,241,446	1,811,454
TOTAL EXPENSES	\$ 128,384,815	\$ 6,226,687	\$ 134,611,501	\$ 43,314,144	\$ 4,657,348	\$ 337,666	\$ 1,010,509	\$ 873,751	\$ 50,193,418	\$ 184,804,919
TRANSFERS AND OTHER										
Transfers-in	\$ 59,524	\$ 0	\$ 59,524	\$ 25,240	\$ 2,944,896	\$ 73,576	\$ 0	\$ 0	\$ 3,043,712	\$ 3,103,236
Other Sources	0	300,000	300,000	0	0	0	0	0	0	300,000
Intrafund Transfers	10,000	(10,000)	0	0	0	0	0	0	0	0
Transfers-out	(8,488,134)	(183,836)	(8,671,970)	(162,538)	(59,524)	0	(995,867)	(776,336)	(1,994,266)	(10,666,235)
Contingency	0	0	0	0	0	0	0	0	0	0
Other Outgo	0	0	0	(1,918,337)	0	0	0	0	(1,918,337)	(1,918,337)
TOTAL TRANSFERS/OTHER SOURCES	\$ (8,418,610)	\$ 106,164	\$ (8,312,446)	\$ (2,055,634)	\$ 2,885,371	\$ 73,576	\$ (995,867)	\$ (776,336)	\$ (868,890)	\$ (9,181,336)
FUND BALANCE										
Net Change in Fund Balance	\$ 9,928,918	\$ 6,174,305	\$ 16,103,222	\$ 27,730,345	\$ 579,039	\$ (59,374)	\$ (516,194)	\$ 210,689	\$ 27,944,505	\$ 44,047,727
Beginning Balance, July 1	33,405,207	12,184,550	45,589,757	8,731,728	17,349	0	0	295,247	9,044,324	54,634,081
Adjustments to Beginning Balance	0	0	0	0	0	0	0	0	0	0
NET FUND BALANCE, June 30	\$ 43,334,125	\$ 18,358,855	\$ 61,692,979	\$ 36,462,073	\$ 596,388	\$ (59,374)	\$ (516,194)	\$ 505,937	\$ 36,988,829	\$ 98,681,809

FOOTHILL-DE ANZA COMMUNITY COLLEGE DISTRICT

**2019-20
All Funds Summary
Actuals to Date**

	TOTAL GENERAL FUND	Debt Service Fund 20	Child Development Fund 30	Capital Projects Fund 40	Enterprise Funds	Student Financial Aid Fund 74, 75	Other Trust (OPEB) Fund 79	TOTAL DISTRICT ALL FUNDS	Internal Service Fund 60
REVENUE									
Federal Revenue	\$ 362,004	\$ 0	\$ 18,640	\$ 0	\$ 0	\$ 13,291,003	\$ 0	\$ 13,671,647	\$ 0
State Revenue	89,776,043	0	711,885	1,121,807	0	3,116,024	0	94,725,759	0
Local Revenue	147,895,935	23,737,515	1,532,813	306,780	4,908,299	388,620	0	178,769,962	43,110,093
TOTAL REVENUE	\$ 238,033,983	\$ 23,737,515	\$ 2,263,338	\$ 1,428,587	\$ 4,908,299	\$ 16,795,647	\$ 0	\$ 287,167,368	\$ 43,110,093
EXPENSES									
Cost of Sales	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,110,772	\$ 0	\$ 0	\$ 3,110,772	\$ 0
Certificated Salaries	66,139,847	0	380,836	0	0	0	0	66,520,683	0
Classified Salaries	37,730,828	0	950,745	198,954	1,239,396	0	0	40,119,923	0
Employee Benefits	38,617,851	0	448,852	83,835	400,122	0	0	39,550,660	41,509,791
Materials and Supplies	3,322,177	0	120,814	0	0	39,644	0	3,482,634	0
Operating Expenses	37,182,763	0	18,931	860,182	988,751	455,334	0	39,505,960	0
Capital Outlay	1,811,454	0	1,680	4,522,328	0	0	0	6,335,462	0
TOTAL EXPENSES	\$ 184,804,919	\$ 0	\$ 1,921,857	\$ 5,665,299	\$ 5,739,042	\$ 494,977	\$ 0	\$ 198,626,095	\$ 41,509,791
TRANSFERS AND OTHER									
Transfers-in	\$ 3,103,236	\$ 3,758,793	\$ 0	\$ 147,006	\$ 0	\$ 157,200	\$ 1,500,000	\$ 8,666,235	\$ 2,000,000
Other Sources	300,000	24,681	0	0	0	0	0	324,681	0
Intrafund Transfers	0	0	0	0	0	0	0	0	0
Transfers-out	(10,666,235)	0	0	0	0	0	0	(10,666,235)	0
Contingency	0	0	0	0	0	0	0	0	0
Other Outgo	(1,918,337)	(42,944,601)	0	0	(54,168)	(15,748,998)	0	(60,666,104)	0
TOTAL TRANSFERS/OTHER SOURCES	\$ (9,181,336)	\$ (39,161,127)	\$ 0	\$ 147,006	\$ (54,168)	\$ (15,591,798)	\$ 1,500,000	\$ (62,341,423)	\$ 2,000,000
FUND BALANCE									
Net Change in Fund Balance	\$ 44,047,727	\$ (15,423,613)	\$ 341,481	\$ (4,089,707)	\$ (884,911)	\$ 708,872	\$ 1,500,000	\$ 26,199,850	\$ 3,600,302
Beginning Balance, July 1	54,634,081	31,584,117	797,057	42,182,892	5,554,326	33,379	22,597,567	157,383,419	7,586,219
Adjustments to Beginning Balance	0	0	0	0	0	0	0	0	0
NET FUND BALANCE, June 30	\$ 98,681,809	\$ 16,160,504	\$ 1,138,538	\$ 38,093,185	\$ 4,669,415	\$ 742,251	\$ 24,097,567	\$ 183,583,268	\$ 11,186,521

RECONCILIATION OF INTER- AND INTRA-FUND TRANSFERS AS OF 03-31-20

TO

	Unrestricted General Funds		Restricted General Funds						All Other Funds						Total
	General 114	Self-Sustaining 115	Categorical 121/131	Special Education 122	Fed. Work Study 123	Parking 125	Campus Ctr Use Fees 128	Debt Service 20	Child Developmt 30	Capital Projects 40	Enterprise Funds	Internal Service 60	Financial Aid 74/75	Other Trust (OPEB) 79	
Fund															
114			25,240	2,944,896	68,239			1,949,759				2,000,000		1,500,000	8,488,134
115	10,000							36,830		147,006					193,836
121/131					5,338								157,200		162,538
122	59,524														59,524
123															0
125								995,867							995,867
128								776,336							776,336
20															0
30															0
40															0
Enterprise															0
60															0
74/75															0
79															0
Total	69,524	0	25,240	2,944,896	73,576	0	0	3,758,793	0	147,006	0	2,000,000	157,200	1,500,000	10,676,235

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Inter-Fund Transfers:

Fund 114 to 121/131: 25,240 for expenses in excess of the amount covered by Fund 121/131
Fund 114 to 122: 2,611,338 for Special Ed match
 268,074 for 6% COLA Salary and Benefit Adjustment
 65,484 for salary backfill
Fund 114 to 123: 68,239 for Federal Work Study match
Fund 114 to 20: 1,827,196 for Debt Service
 122,563 for capital lease payments
Fund 114 to 60: 2,000,000 to increase benefits Rate Stabilization Fund (RSF) balance
Fund 114 to 79: 1,500,000 for 2019-20 OPEB liability

Fund 115 to 20: 36,830 for capital lease payments
Fund 115 to 40: 147,006 for District Office Building FF&E
Fund 121/131 to 74/75: 4,200 for scholarships
 153,000.17 for student Grants in Aid
Fund 122 to 114: 59,524.17 for reassigned time
Fund 125 to 20: 995,867 for capital lease payments
Fund 128 to 20: 776,336 for Debt Service

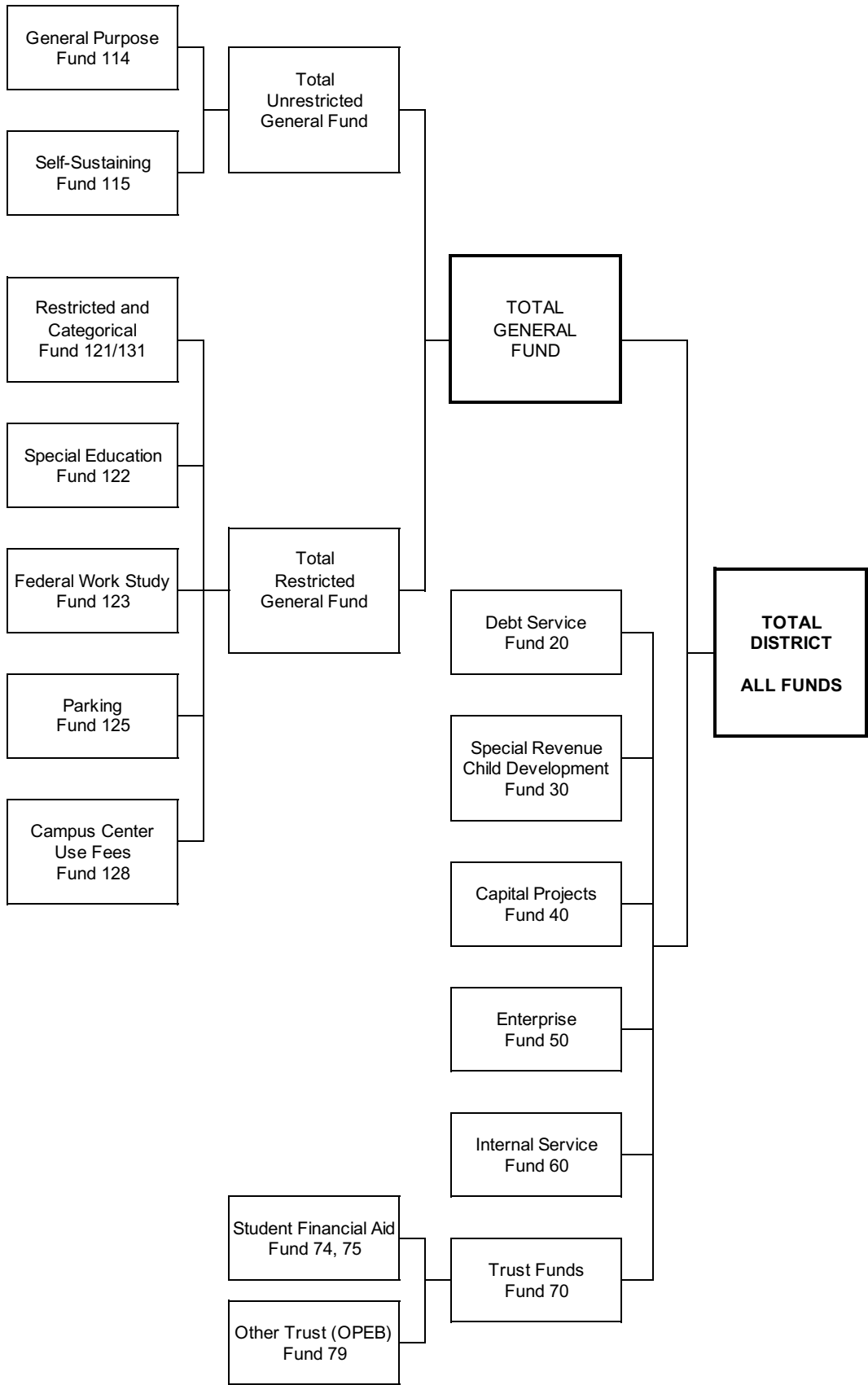
Intra-Fund Transfers (Between Unrestricted General Funds):

Fund 115 to 114: 10,000 for KCI support

Intra-Fund Transfers (Between Restricted General Funds):

Fund 121/131 to 123: 5,338 for recalculation of Administrative Cost Allowance

ALL FUNDS CHART



SELF-SUSTAINING**Fund 115**

Self-Sustaining funds, as the name implies, counterbalance operating expenditures against the revenues generated from various instructional arrangements. Not all related costs are allocated to these programs but, for those expenses that are charged, the programs are expected to generate income or use accumulated balances to cover them. Although budgets are used as a means to forecast and control revenue and expenditure activity, spending is solely dependent upon their ability to generate sufficient revenue to adequately support such operations.

Most accounts within this group have residual funds, and excess revenues over expenditures are available for use at the respective college's discretion. The residual funds are regarded as *designated* funds, which mean that, although the district regards them as restricted, they are actually *unrestricted* and are reported to the state as such. The Board of Trustees has the discretion to use the funds for any lawful purpose.

Current Status:

In the third quarter, due to the COVID-19 Shelter-In-Place order by the Santa Clara County Public Health department, the campuses are temporarily closed. De Anza Extended Year Program and short courses are cancelled for the Spring Quarter. The rental facilities and De Anza VPAC are issuing refunds for the Spring Quarter. As a result, the local revenue is projected to decrease by \$813,434 for the fiscal year.

Foothill-De Anza Community College District

2019-20 Third Quarter Report

FUND 115 - SELF SUSTAINING

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
State Revenue	3,523,740	3,523,740	2,948,027	84%	3,523,740	0
Local Revenue	10,380,477	10,388,477	9,346,799	90%	9,575,043	813,434
TOTAL REVENUE	\$ 13,904,217	\$ 13,912,217	\$ 12,294,827	88%	\$ 13,098,783	\$ 813,434

EXPENSES	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Certificated Salaries	\$ 489,858	\$ 489,858	\$ 441,073	90%	\$ 489,858	\$ 0
Classified Salaries	2,872,204	2,872,204	2,042,533	71%	2,872,204	0
Employee Benefits	1,088,108	1,088,108	687,794	63%	1,088,108	0
Materials and Supplies	12,328	12,328	57,183	464%	12,328	0
Operating Expenses	5,624,875	5,922,875	2,693,794	45%	5,922,875	0
Capital Outlay	305,186	305,186	304,309	100%	305,186	0
TOTAL EXPENSES	\$ 10,392,559	\$ 10,690,559	\$ 6,226,687	58%	\$ 10,690,559	\$ 0

TRANSFERS AND OTHER	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Transfers-in	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
Other Sources	0	300,000	300,000	100%	300,000	0
Intrafund Transfers	(50,000)	(60,000)	(10,000)	17%	(60,000)	0
Transfers-out	(311,902)	(311,902)	(183,836)	59%	(311,902)	0
Other Outgo	0	0	0	0%	0	0
TOTAL TRFs/OTHER SOURCES	\$ (361,902)	\$ (71,902)	\$ 106,164	-148%	\$ (71,902)	\$ 0

FUND BALANCE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Net Change in Fund Balance	\$ 3,149,756	\$ 3,149,756	\$ 6,174,305		\$ 2,336,322	\$ (813,434)
Beginning Balance, July 1	12,184,550	12,184,550	12,184,550		12,184,550	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 15,334,306	\$ 15,334,306	\$ 18,358,855		\$ 14,520,872	\$ (813,434)

RESTRICTED and CATEGORICAL Fund 121/131

Restricted and Categorical Funds are those resources that come from federal, state or local agencies. In general, money received from these programs is restricted for a specific purpose. The principal programs in the Restricted and Categorical Fund are as follows:

Perkins Career and Technical Education Act (CTEA): Federal funds administered by the state for technical education and improvement of career and technical programs.

Student Equity & Achievement (SSSP, Student Equity, & Basic Skills), Staff Development, Staff Diversity, Extended Opportunity Programs and Services (EOPS), Cooperative Agencies Resources for Education (CARE), and CalWORKs: These programs target specific populations or services funded by the state.

Instructional Equipment and Library Materials (Block Grant): State funding carried forward from prior years to meet instructional equipment and library materials needs.

Physical Plant and Instructional Support: The 2019-20 Budget Act provides a one-time increase of \$13.5 million Proposition 98 settle-up for deferred maintenance, instructional equipment, and specified water conservation projects. These resources allow districts to protect investments previously made in facilities, and to improve students' experiences by investing in new instructional equipment. For 2019-20, the district will receive \$281,632 for Physical Plant and Instructional Support, for which no local match is required. Of this, \$168,979 is budgeted in the Capital Projects Fund and the remainder in the Restricted and Categorical Fund.

California Virtual Campus Online Education Initiative (CVC-OEI) - formerly Online Education Initiative (OEI): The goal of the initiative is to increase the number of California students who obtain associate degrees and transfer to four-year universities by dramatically increasing the number of online classes available to community college students and providing those students with comprehensive support services to help them succeed. The original five-year grant ended on June 30, 2018.

The Chancellor's Office awarded the second five-year California Virtual Campus Online Education Initiative (CVC-OEI) grant to Foothill-De Anza Community College District. The CVC-OEI grant will be \$20 million per year for five years, ending June 30, 2023. The Chancellor's Office awarded a second one-time augmentation grant to support special projects pertaining to improving CVC-OEI.

This grant is for \$35 million and anticipated to end by June 30, 2021. CVC-OEI is budgeting \$57.8 million in expenditures for 2019-20, which includes \$20 million from the new CVC-OEI grant, an unspent \$7.4 million balance from the one-time 2016-17 augmentation grant, and \$30.4 million from the one-time 2018-19 augmentation grant.

Adult Education Block Grant: The Adult Education Block Grant Program provides adult education funding to county offices of education, school districts, and regional consortia to support Assembly Bill 86 specified programs. The intent of AB 86 is to expand and improve the provision of adult education with incremental investments beginning with fiscal year 2015-16.

Economic Development: State funding provided for projects to improve career development services locally and regionally.

Strong Workforce Program: At the recommendation of the California Community College Board of Governors, the Governor and Legislature approved the Strong Workforce Program, adding a new annual recurring investment of \$200 million to spur career technical education (CTE). This was included in the 2016 Budget Trailer Bill and chaptered into California Ed Code 88820-88826. The purpose is to develop more workforce opportunities to lift low-wage workers into living-wage jobs, with the goal of creating one million more middle-skill workers. This program is grouped into seven areas targeting student success, career pathways, workforce data and outcomes, curriculum, CTE faculty, regional coordination and funding, and builds upon existing regional partnerships formed in conjunction with the federal Workforce Innovation and Opportunity Act, state Adult Education Block Grant and public school CTE programs.

Guided Pathways: The 2017-18 California State Budget provided \$150 million in one-time grants for California community colleges for five years. The Guided Pathways framework creates a highly structured approach to student success that provides all students with a set of clear course-taking patterns that promotes better enrollment decisions and prepares the students for future success.

Health Services Fees: Health Services fees are set by the state and we are mandated to provide a fixed level of services. These fees are collected from students and are restricted for the provision of health services for students.

California College Promise (AB19): Provides funding to help increase the number of high school students enrolling into the California Community Colleges, the number of students successfully completing a career education goal or transferring, and reducing and eliminating achievement gaps.

Mellon Scholars Grant: Funded by the Andrew W. Mellon Foundation, Foothill-De Anza in partnership with the University of San Francisco, was awarded a four-year \$2.145 million grant in 2016-17, of which \$1.465 million goes to Foothill-De Anza and \$679,547 goes to USF. These funds will support selected underserved and underrepresented students, identified as Mellon Scholars, in the study of humanities with the ultimate goal of obtaining a four-year college degree.

Early College Promise: Santa Clara County awarded a \$300,000 grant to Foothill College, to be distributed equally over three fiscal years, beginning with 2018-19. The mission of the program is to help bridge the gap between high school and college and to increase participation in the dual enrollment Early College Promise Program at Foothill College. This program supports the educational goals of high school students through early exposure to college programming and accumulation of transferable college credits prior to high school graduation.

Current Status:

In the third quarter, changes to the Restricted and Categorical Fund include increases to state revenue due to revisions to some categorical program allocations such as Strong Workforce (\$691,990), VRC (\$107,440) and Hunger Free Campus Program (\$99,333), with corresponding increases to various expense categories; and a transfer out to the Student Financial Aid Fund for EOPS scholarships (\$153,000) with a corresponding decrease to the student grants in aid category. The projected total reflects changes in transfer in from the General Purpose Fund to offset the estimated deficit of Foothill Health Services fund (\$300,000).

Foothill-De Anza Community College District

2019-20 Third Quarter Report

FUND 121/131 - RESTRICTED and CATEGORICAL

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 835,346	\$ 835,346	\$ 157,289	19%	\$ 835,346	\$ 0
State Revenue	82,347,640	83,345,241	69,830,527	84%	83,345,241	0
Local Revenue	2,620,000	2,620,000	3,112,307	119%	2,620,000	0
TOTAL REVENUE	\$ 85,802,986	\$ 86,800,587	\$ 73,100,123	84%	\$ 86,800,587	\$ 0
EXPENSES						
Certificated Salaries	\$ 5,669,550	\$ 5,894,134	\$ 4,794,254	81%	\$ 5,894,134	\$ 0
Classified Salaries	11,597,861	11,796,958	8,291,722	70%	11,796,958	0
Employee Benefits	6,739,117	6,739,378	4,579,002	68%	6,739,378	0
Materials and Supplies	1,828,450	2,089,415	1,525,117	73%	2,089,415	0
Operating Expenses	54,714,477	54,854,505	22,942,536	42%	54,695,244	159,261
Capital Outlay	1,015,501	1,026,842	1,181,512	115%	1,186,103	(159,261)
TOTAL EXPENSES	\$ 81,564,957	\$ 82,401,232	\$ 43,314,144	53%	\$ 82,401,232	\$ 0
TRANSFERS AND OTHER						
Transfers-in	\$ 0	\$ 25,240	\$ 25,240	100%	\$ 325,240	\$ (300,000)
Other Sources	0	0	0	0%	0	0
Intrafund Transfers	0	0	0	0%	0	0
Transfers-out	0	(162,538)	(162,538)	100%	(162,538)	0
Other Outgo	(4,432,266)	(4,461,294)	(1,918,337)	43%	(4,461,294)	0
TOTAL TRFs/OTHER SOURCES	\$ (4,432,266)	\$ (4,598,591)	\$ (2,055,634)	45%	\$ (4,298,591)	\$ (300,000)
FUND BALANCE						
Net Change in Fund Balance	\$ (194,236)	\$ (199,236)	\$ 27,730,345		\$ 100,764	\$ 300,000
Beginning Balance, July 1	8,731,728	8,731,728	8,731,728		8,731,728	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 8,537,492	\$ 8,532,492	\$ 36,462,073		\$ 8,832,492	\$ 300,000

SPECIAL EDUCATION**Fund 122**

Special Education is a program mandated by *Title V* and is partially funded by a restricted categorical state fund, with the remaining balance covered by a transfer in from the General Purpose Fund. It provides services for students who have physical, developmental, or learning disabilities. Services include special classes, interpreters, on-campus assistance, test-taking assistance, computer-aided labs, and priority registration.

Current Status:

In the third quarter, changes to the Special Education Fund include a revision to increase state revenue (\$13,974), with a corresponding decrease to the transfers-in category from the General Purpose Fund; transfers from the General Purpose Fund for one-time 6% COLA salary and benefits adjustments (\$268,074), for salary backfill (\$65,484), and a transfer out (\$59,524) to the General Purpose Fund for reassigned time, with corresponding net increases to the salaries and benefits categories.

Foothill-De Anza Community College District

2019-20 Third Quarter Report

FUND 122 - SPECIAL EDUCATION

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
State Revenue	3,243,057	3,257,031	2,350,891	72%	3,257,031	0
Local Revenue	0	0	125	0%	0	0
TOTAL REVENUE	\$ 3,243,057	\$ 3,257,031	\$ 2,351,016	72%	\$ 3,257,031	\$ 0
EXPENSES						
Certificated Salaries	\$ 2,892,088	\$ 3,005,607	\$ 1,890,123	63%	\$ 3,005,607	\$ 0
Classified Salaries	1,880,666	1,998,682	1,470,897	74%	1,998,682	0
Employee Benefits	1,748,479	1,790,977	1,160,379	65%	1,790,977	0
Materials and Supplies	35,000	35,000	31,496	90%	35,000	0
Operating Expenses	144,774	144,774	77,198	53%	144,774	0
Capital Outlay	41,183	41,183	27,254	66%	41,183	0
TOTAL EXPENSES	\$ 6,742,190	\$ 7,016,223	\$ 4,657,348	66%	\$ 7,016,223	\$ 0
TRANSFERS AND OTHER						
Transfers-in	\$ 3,481,784	\$ 3,801,368	\$ 2,944,896	77%	\$ 3,801,368	\$ 0
Other Sources	0	0	0	0%	0	0
Intrafund Transfers	0	0	0	0%	0	0
Transfers-out	0	(59,524)	(59,524)	100%	(59,524)	0
Other Outgo	0	0	0	0%	0	0
TOTAL TRFs/OTHER SOURCES	\$ 3,481,784	\$ 3,741,843	\$ 2,885,371	77%	\$ 3,741,843	\$ 0
FUND BALANCE						
Net Change in Fund Balance	\$ (17,349)	\$ (17,349)	\$ 579,039		\$ (17,349)	\$ 0
Beginning Balance, July 1	17,349	17,349	17,349		17,349	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 0	\$ 0	\$ 596,388		\$ 0	\$ 0

FEDERAL WORK STUDY**Fund 123**

Federal Work Study is a federal program providing financial aid to students in the form of compensation for work performed for on-campus and off-campus work. The district is required to contribute 25% of the total funds compensated to work-study employees. Beginning with the 2000-01 year, institutions were required to spend at least 7% of the work-study allocation to pay students performing community service work.

Current Status:

In the third quarter, the projected total reflects changes in classified salaries, benefits, and materials and supplies categories with no change to the net fund balance.
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Foothill-De Anza Community College District

2019-20 Third Quarter Report

FUND 123 - FEDERAL WORK STUDY

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 464,108	\$ 464,108	\$ 204,716	44%	\$ 464,108	\$ 0
State Revenue	0	0	0	0%	0	0
Local Revenue	0	0	0	0%	0	0
TOTAL REVENUE	\$ 464,108	\$ 464,108	\$ 204,716	44%	\$ 464,108	\$ 0
EXPENSES						
Certificated Salaries	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
Classified Salaries	618,810	624,148	336,624	54%	622,758	1,390
Employee Benefits	0	0	938	0%	1,251.20	(1,251)
Materials and Supplies	0	0	104	0%	138.40	(138)
Operating Expenses	0	0	0	0%	0	0
Capital Outlay	0	0	0	0%	0	0
TOTAL EXPENSES	\$ 618,810	\$ 624,148	\$ 337,666	54%	\$ 624,148	\$ 0
TRANSFERS AND OTHER						
Transfers-in	\$ 154,702	\$ 160,040	\$ 73,576	46%	\$ 160,040	\$ 0
Other Sources	0	0	0	0%	0	0
Intrafund Transfers	0	0	0	0%	0	0
Transfers-out	0	0	0	0%	0	0
Other Outgo	0	0	0	0%	0	0
TOTAL TRFs/OTHER SOURCES	\$ 154,702	\$ 160,040	\$ 73,576	46%	\$ 160,040	\$ 0
FUND BALANCE						
Net Change in Fund Balance	\$ 0	\$ 0	\$ (59,374)		\$ 0	\$ 0
Beginning Balance, July 1	0	0	0		0	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 0	\$ 0	\$ (59,374)		\$ 0	\$ 0

PARKING**Fund 125**

Fees from parking permits are governed by the state Education Code section 76360. This fund collects all revenues and expenses associated with providing parking services at both campuses. Revenues are derived from sales of parking decals, daily permits, and fees from special events. Expenditures are restricted by state law to road and parking lot maintenance, parking security costs, related operating overhead and public transportation for students and staff. Unlike the health fee, the parking fee does not rise automatically with the Consumer Price Index. This results in continued reductions to security services for parking and virtually no dollars available for parking lot maintenance.

Current Status:

Due to the COVID-19 Shelter-In-Place order by the Santa Clara County Public Health department, the campuses are temporarily closed. In the third quarter, we are projecting a decrease in local revenue (\$500,000), with a corresponding increase in transfer-in from the General Purpose to cover the deficit for the year.

Foothill-De Anza Community College District

2019-20 Third Quarter Report

FUND 125 - PARKING

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
State Revenue	0	0	0	0%	0	0
Local Revenue	1,943,537	1,943,537	1,490,183	77%	1,443,537	500,000
TOTAL REVENUE	\$ 1,943,537	\$ 1,943,537	\$ 1,490,183	77%	\$ 1,443,537	\$ 500,000

EXPENSES						
Certificated Salaries	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
Classified Salaries	872,952	872,952	682,189	78%	872,952	0
Employee Benefits	339,047	339,047	199,443	59%	339,047	0
Materials and Supplies	0	0	0	0%	0	0
Operating Expenses	160,000	160,000	128,877	81%	160,000	0
Capital Outlay	0	0	0	0%	0	0
TOTAL EXPENSES	\$ 1,371,999	\$ 1,371,999	\$ 1,010,509	74%	\$ 1,371,999	\$ 0

TRANSFERS AND OTHER						
Transfers-in	\$ 424,330	\$ 424,330	\$ 0	0%	\$ 924,330	\$ (500,000)
Other Sources	0	0	0	0%	0	0
Intrafund Transfers	0	0	0	0%	0	0
Transfers-out	(995,867)	(995,867)	(995,867)	100%	(995,867)	0
Other Outgo	0	0	0	0%	0	0
TOTAL TRFs/OTHER SOURCES	\$ (571,538)	\$ (571,538)	\$ (995,867)	174%	\$ (71,538)	\$ (500,000)

FUND BALANCE						
Net Change in Fund Balance	\$ 0	\$ 0	\$ (516,194)		\$ 0	\$ 0
Beginning Balance, July 1	0	0	0		0	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 0	\$ 0	\$ (516,194)		\$ 0	\$ 0

CAMPUS CENTER USE FEES**Fund 128**

Revenues are generated by collecting a mandatory fee for use of the campus centers at each institution. The proceeds are isolated by campus and are restricted for the following purposes in order of priority: 1) retirement of Certificates of Participation financing the campus center expansion and renovation projects, 2) repair and replacement of existing student campus center facilities, and 3) personnel support of campus center operations.

In November 2006, the district issued a Certificate of Participation for \$11.33 million, which paid for a portion of the new Foothill Campus Center building and a portion of the renovation of the De Anza Campus Center building. This Certificate of Participation was refinanced in December 2016. The campus center student use fees from both campuses will cover the annual debt service.

Current Status:

In the third quarter, changes to the Campus Center Funds include revisions to increase the operating expenses (\$64,000) and capital outlay (\$10,000) categories, with a decrease in the net change in fund balance. The projected total reflects a decrease in local revenue (\$100,000), with a decrease in the net change in fund balance.

Foothill-De Anza Community College District

2019-20 Third Quarter Report

FUND 128 - CAMPUS CENTER USE FEES

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
State Revenue	0	0	0	0%	0	0
Local Revenue	2,000,000	2,000,000	1,860,776	93%	1,900,000	100,000
TOTAL REVENUE	\$ 2,000,000	\$ 2,000,000	\$ 1,860,776	93%	\$ 1,900,000	\$ 100,000

EXPENSES						
Certificated Salaries	\$ 67,135	\$ 67,135	\$ 35,762	53%	\$ 67,135	\$ 0
Classified Salaries	601,864	601,864	442,149	73%	601,864	0
Employee Benefits	303,344	303,344	227,072	75%	303,344	0
Materials and Supplies	75,000	75,000	41,182	55%	52,295	22,705
Operating Expenses	60,000	124,000	94,906	77%	124,000	0
Capital Outlay	0	10,000	32,680	327%	32,680	(22,680)
TOTAL EXPENSES	\$ 1,107,342	\$ 1,181,342	\$ 873,751	74%	\$ 1,181,317	\$ 25

TRANSFERS AND OTHER						
Transfers-in	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
Other Sources	0	0	0	0%	0	0
Intrafund Transfers	0	0	0	0%	0	0
Transfers-out	(776,311)	(776,311)	(776,336)	100%	(776,336)	25
Other Outgo	0	0	0	0%	0	0
TOTAL TRFs/OTHER SOURCES	\$ (776,311)	\$ (776,311)	\$ (776,336)	100%	\$ (776,336)	\$ 25

FUND BALANCE						
Net Change in Fund Balance	\$ 116,346	\$ 42,346	\$ 210,689		\$ (57,654)	\$ (100,000)
Beginning Balance, July 1	295,247	295,247	295,247		295,247	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 411,594	\$ 337,594	\$ 505,937		\$ 237,594	\$ (100,000)

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DEBT SERVICE

Fund 20

This fund is for the repayment of current principal and interest due on the district's general long-term debt and lease arrangements (Certificates of Participation). Resources are generally transferred into this fund from the fund or account that initiated the original debt or lease. This fund also accounts for the legally required reserves mandated by the various debt or lease issuances.

The district has issued several major debt instruments in recent years to finance large capital purchases. The debt instruments are as follows:

- **May 2000:** The district issued \$99.9 million of the General Obligation Bond, Series A, with effective interest rates of 4.25% to 6.26%. Payments of principal and interest are made August 1 and February 1 of each year.
- **October 2003:** The district issued \$90.1 million of the General Obligation Bond, Series B, with effective interest rates of 2% to 5.79%. Payments of principal and interest are made August 1 and February 1 of each year.
- **April 2005:** The district entered into a capital lease agreement with CitiMortgage, Inc., since acquired by PNCEF, LLC, to finance the purchase and installation of Photovoltaic Solar Collecting Systems at Foothill College and De Anza College. The amount of the lease is \$3,188,626 with a repayment term of over fifteen years. Savings from the utility charges will be used to service the debt payment each year. This lease is no longer active. It was refinanced in December 2016.
- **October 2005:** The district refinanced a portion (\$22,165,000) of the General Obligation Bond, Series B (original value \$90,100,063) with effective interest rates of 3% to 5.25%. Payments of principal and interest are made August 1 and February 1 of each year.
- **October 2005:** The district issued \$57.9 million of the General Obligation Bond, Series C, with effective interest rates of 4.81% to 5.03%. Payments of principal and interest are made August 1 and February 1 of each year.
- **November 2006:** The district financed a Certificate of Participation for \$11.33 million, with effective interest rates of 3.5% to 5%. Payments of principal and interest are made on September 1 and March 1 of each year. The estimated annual payment is \$1,020,254. The financed amount of the COP will be used for the renovation portion of the Foothill and De Anza Campus Center buildings

and Foothill Bookstore Equipment, Furniture and Fixtures. This Certificate of Participation is no longer active. It was refinanced in December 2016.

- **May 2007:** The district issued \$149,995,250 of the Election of 2006 General Obligation Bond, Series A, with effective interest rates of 4% to 5%. Payments of principal and interest are made August 1 and February 1 of each year.
- **May 2007:** The district issued \$99,996,686 of the Election of 2006 General Obligation Bond, Series B, with effective interest rates of 4% to 5%. Payments of principal and interest are made August 1 and February 1 of each year.
- **June 2011:** The district issued \$184 million of the Election of 2006 General Obligation Bond, Series C, with an effective interest rate of 5%. Payments of principal and interest are made August 1 and February 1 of each year.
- **May 2012:** The district issued a General Obligation Refunding Bond in an aggregate principal amount of \$70,735,000 to pay for the current refunding of a portion of the district's outstanding 2002 General Obligation Refunding Bonds, the advance refunding of a portion of the district's outstanding Election of 1999 General Obligation Bonds, Series B, the advance refunding of a portion of the district's outstanding Election of 1999 General Obligation Bonds, Series C, with effective interest rates of 0.25% to 5%. Payments of principal and interest are made August 1 and February 1 of each year.
- **August 2013:** The district entered into a capital lease agreement with Capital One Public Funding, LLC, to refinance the 2003 Certificate of Participation of \$18.2 million. The refinanced lease amount of \$7.58 million constitutes the remainder of the refinanced \$18.2 million COP with effective interest rates of 1.75% for a term of eight years. Payments of principal and interest are made on September 1 and March 1 of each year. The estimated annual payment is \$1,155,260.
- **August 2014:** The district issued a General Obligation Refunding Bond in an aggregate principal amount of \$103,015,000, which will be used to refund portions of the district's outstanding Election of 1999 General Obligation Bonds, Series C, Election of 2006 General Obligation Bonds, Series A, and Election of 2006 General Obligation Bonds, Series B, with effective interest rates of 0.86% to 3.36%. Payments of principal and interest are made August 1 and February 1 of each year.
- **August 2015:** The district issued a General Obligation Refunding Bond in an aggregate principal amount of \$83,100,000, which will be used to refund portions of the district's outstanding Election of

2006 General Obligation Bonds, Series A, and Election of 2006 General Obligation Bonds, Series B, with effective interest rates of 1% to 5%. Payments of principal and interest are made August 1 and February 1 of each year.

- **October 2016:** The district issued the following 2006 Election General Obligation Bond: \$26 million of the General Obligation Bond, Series D, with effective interest rates of 3% to 5%, \$30.7 million of the General Obligation Bond, Series E (taxable), with effective interest rates of 2.4% to 3.2%, and 2006 General Obligation Refunding Bond in an aggregate principal amount of \$201.7 million, which was used to fully refund the district's outstanding Election of 2006 General Obligation Bonds, Series C, with effective interest rates of 2% to 5%. Payments of principal and interest on 2006 Election General Obligation, Series D and Series E, and 2006 General Obligation Refunding Bond are made August 1 and February 1 of each year.

- **December 2016:** The district refinanced a Certificate of Participation for \$27.76 million, with effective interest rates of 2% to 5%. Payments of principal and interest are made on October 1 and April 1 of each year. The estimated annual payment is \$1.7 million. This Certificate of Participation constitutes the remainder of the \$3.1 million lease with PNCEF, LLC (\$790,000), the remainder of the \$11.33 million COP (\$3.58 million), and \$23.4 million for the De Anza Flint Center Parking Garage Retrofit Project.

Debt Instruments	Final Payment Due	Net FY 2019/20 Payments	Unres Gen Fund Fund 114	Self-Sustaining Fund Fund 115	Parking Fund Fund 125	Campus Center Use Fees Fund 128	Foothill Enterprise
\$7.5M 2013 Refunding Lease	09/2020	\$ 1,155,261	\$ 122,563	\$ 36,830	\$ 995,867	\$ -	\$ -
\$27.7M 2016 COP	06/2041	2,628,155	1,827,164			776,311	24,680
Total Annual Payments		\$ 3,783,416	\$ 1,949,727	\$ 36,830	\$ 995,867	\$ 776,311	\$ 24,680
Outstanding Principal Balance as of 06/30/19			\$ 23,691,717	\$ 54,292	\$ 1,468,036	\$ 1,462,363	\$ 46,593

Foothill-De Anza Community College District

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FUND 20 - DEBT SERVICE

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
State Revenue	0	0	0	0%	0	0
Local Revenue	39,163,007	39,163,007	23,737,515	61%	39,163,007	0
TOTAL REVENUE	\$ 39,163,007	\$ 39,163,007	\$ 23,737,515	61%	\$ 39,163,007	\$ 0

EXPENSES						
Certificated Salaries	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
Classified Salaries	0	0	0	0%	0	0
Employee Benefits	0	0	0	0%	0	0
Materials and Supplies	0	0	0	0%	0	0
Operating Expenses	0	0	0	0%	0	0
Capital Outlay	0	0	0	0%	0	0
TOTAL EXPENSES	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0

TRANSFERS AND OTHER						
Transfers-in	\$ 3,758,736	\$ 3,758,736	\$ 3,758,793	100%	\$ 3,758,793	\$ (58)
Other Sources	24,680	24,680	24,681	100%	24,681	(1)
Transfers-out	0	0	0	0%	0	0
Other Outgo	(42,946,423)	(42,946,423)	(42,944,601)	100%	(42,946,481)	58
TOTAL TRFs/OTHER SOURCES	\$ (39,163,007)	\$ (39,163,007)	\$ (39,161,127)	100%	\$ (39,163,007)	\$ 0

FUND BALANCE						
Net Change in Fund Balance	\$ 0	\$ 0	\$ (15,423,613)		\$ 0	\$ 0
Beginning Balance, July 1	31,584,117	31,584,117	31,584,117		31,584,117	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 31,584,117	\$ 31,584,117	\$ 16,160,504		\$ 31,584,117	\$ 0

CHILD DEVELOPMENT**Fund 30**

The Child Development Fund supports the costs associated with the Child Development Center located at De Anza College. The De Anza Child Development Center provides childcare to children between the ages of one and six years old. The center is also utilized as a facility for Early Childhood Education students to observe and train. In 1999-00, De Anza opened an infant-toddler center to support Foothill-De Anza students, including CalWORKs students, and for use by the community.

Current Status:

In the third quarter, changes to the Child Development Fund include a revision to increase state revenue, with a corresponding increase to the operating expenses category (\$30,139). Due to the COVID-19 Shelter-In-Place order by the Santa Clara County Public Health department, the center is temporarily closed during the Spring Quarter. We are projecting decreases in local revenue (parent fees), state and federal revenue (food reimbursements), as well as in all expense categories for the fourth quarter, resulting in a net decrease (\$34,377) to the fund balance.

Foothill-De Anza Community College District

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FUND 30 - CHILD DEVELOPMENT

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 38,000	\$ 38,000	\$ 18,640	49%	\$ 18,640	\$ 19,360
State Revenue	936,958	967,097	711,885	74%	903,885	63,212
Local Revenue	1,972,568	1,972,568	1,532,813	78%	1,532,813	439,755
TOTAL REVENUE	\$ 2,947,526	\$ 2,977,665	\$ 2,263,338	76%	\$ 2,455,339	\$ 522,326

Certificated Salaries	\$ 691,801	\$ 691,801	\$ 380,836	55%	\$ 514,358	\$ 177,443
Classified Salaries	1,267,300	1,267,300	950,745	75%	1,243,834	23,467
Employee Benefits	799,865	799,865	448,852	56%	590,099	209,766
Materials and Supplies	176,560	176,560	120,814	68%	120,814	55,746
Operating Expenses	10,000	40,139	18,931	47%	18,931	21,208
Capital Outlay	2,000	2,000	1,680	84%	1,680	320
TOTAL EXPENSES	\$ 2,947,526	\$ 2,977,665	\$ 1,921,857	65%	\$ 2,489,715	\$ 487,950

TRANSFERS AND OTHER

Transfers-in	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
Other Sources	0	0	0	0%	0	0
Transfers-out	0	0	0	0%	0	0
Other Outgo	0	0	0	0%	0	0
TOTAL TRFs/OTHER SOURCES	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0

FUND BALANCE

Net Change in Fund Balance	\$ 0	\$ 0	\$ 341,481	\$ (34,377)	\$ (34,377)
Beginning Balance, July 1	797,057	797,057	797,057	797,057	0
Adjustments to Beginning Balance	0	0	0	0	0
NET FUND BALANCE, June 30	\$ 797,057	\$ 797,057	\$ 1,138,538	\$ 762,680	\$ (34,377)

CAPITAL PROJECTS

Fund 40

Each account in this fund represents a specific capital project of sufficient importance to warrant separate accounting from the General Purpose Fund. All project budgets, budget transfers, and actual project expenditures are periodically submitted for review to the Board of Trustees, and if necessary, state agencies. Bond funded project activity is also periodically reviewed by the Audit and Finance subcommittee of the Board and the Citizens' Oversight Committee.

Budgets are reported on a project basis, whereas actual revenues and expenditures are accounted for on both a project and fiscal year basis. Funding may come from either outside sources, such as state sources, General Obligation Bonds, borrowings or donations, or from transferring resources from internal funds that will receive the benefit from the assets being created. Plant Services assumes fiscal responsibility for most of these financial accounts and reconciles these accounts with the project cost accounting system. The district currently has a number of major capital outlay projects, clean energy projects and scheduled maintenance projects either under construction or in various queues.

Capital Projects: The 2019-20 Budget Act provides a one-time increase of \$13.5 million Proposition 98 settle-up for deferred maintenance, instructional equipment, and specified water conservation projects. These resources allow districts to protect investments previously made in facilities, and to improve students' experiences by investing in new instructional equipment. For 2019-20, the district will receive \$281,632 for Physical Plant and Instructional Support, for which no local match is required. Of this, \$168,979 is budgeted in the Capital Projects Fund and the remainder in the Restricted and Categorical Fund.

Measure C Projects: On June 6, 2006, voters in the district's service area approved by a 65.69% margin a \$490.8 million General Obligation bond (Measure C). In May 2007, the district issued Series A bonds of \$149.9 million and Series B bonds of \$99.9 million. In June 2011, the district issued Measure C, Series C bonds for \$184 million. In October 2016, the district issued Measure C, Series D (tax-exempt) bonds for \$26 million and Series E (taxable) bonds of \$30.76 million. The bond measure will enable the district to upgrade electrical, heating, and ventilation systems; upgrade fire/seismic safety; repair leaky roofs, improve disabled access, repair/expand classrooms for nurses/paramedics; upgrade technology; and repair, construct, acquire, and equip buildings, classrooms, libraries, sites, and science/computer labs. All bond expenditure activity is deemed to be in support of education.

Current Status:

In the third quarter, the local revenue is projected to increase \$256,780 due to interest income from Measure C, Series E bonds, an energy savings incentive from SunPower Corporation, and the Redevelopment Agency that is subject to post-AB 1290 projects. Operating expenses and capital outlay categories are projected to decrease by \$2,500,000 and \$6,000,000 respectively, due to the deferment of contracted services and capital construction activities. As a result, the Capital Projects Fund is projecting to end the fiscal year with a decrease in net change in fund balance of \$10,730,565.

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Foothill-De Anza Community College District

2019-20 Third Quarter Report

FUND 40 - CAPITAL PROJECTS

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
State Revenue	1,162,362	1,162,362	1,121,807	97%	1,162,362	0
Local Revenue	250,000	250,000	306,780	123%	506,780	(256,780)
TOTAL REVENUE	\$ 1,412,362	\$ 1,412,362	\$ 1,428,587	101%	\$ 1,669,142	\$ (256,780)

EXPENSES						
Certificated Salaries	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
Classified Salaries	336,213	336,213	198,954	59%	336,213	0
Employee Benefits	151,565	151,565	83,835	55%	151,565	0
Materials and Supplies	4,340	4,340	0	0%	4,340	0
Operating Expenses	4,936,543	4,936,543	860,182	17%	2,436,543	2,500,000
Capital Outlay	15,746,118	15,746,118	4,522,328	29%	9,746,118	6,000,000
TOTAL EXPENSES	\$ 21,174,779	\$ 21,174,779	\$ 5,665,299	27%	\$ 12,674,779	\$ 8,500,000

TRANSFERS AND OTHER						
Transfers-in	\$ 275,072	\$ 275,072	\$ 147,006	53%	\$ 275,072	\$ 0
Other Sources	0	0	0	0%	0	0
Intrafund Transfers	0	0	0	0%	0	0
Transfers-out	0	0	0	0%	0	0
Other Outgo	0	0	0	0%	0	0
TOTAL TRFs/OTHER SOURCES	\$ 275,072	\$ 275,072	\$ 147,006	53%	\$ 275,072	\$ 0

FUND BALANCE						
Net Change in Fund Balance	\$ (19,487,344)	\$ (19,487,344)	\$ (4,089,707)		\$ (10,730,565)	\$ 8,756,780
Beginning Balance, July 1	42,182,892	42,182,892	42,182,892		42,182,892	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 22,695,547	\$ 22,695,547	\$ 38,093,185		\$ 31,452,327	\$ 8,756,780

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**ENTERPRISE FUND
FOOTHILL and DE ANZA CAMPUS CENTERS
FLINT CENTER**

The Enterprise Fund is accounted for in a manner whereby the total costs of providing goods and services are financed or recovered primarily through user charges. Enterprise operations are comprised of the Foothill and De Anza College Campus Centers and the Flint Center for the Performing Arts. The Campus Centers include the two Bookstores and De Anza Dining Services. Financial activity in the Enterprise Fund is measured by gross margins and net profit rather than by the governmental budget to actual measurement.

Foothill Enterprise Fund

Bookstore

Due to the COVID-19 Shelter-In-Place order by the Santa Clara County Public Health department, the campus bookstore is temporarily closed during the Spring Quarter. A net loss of \$200,000 has been projected for the year, and will be covered by a transfer in from the General Purpose Fund.

De Anza Enterprise Fund

Bookstore & Dining Services

Due to the COVID-19 Shelter-In-Place order by the Santa Clara County Public Health department, the campus bookstore and dining center are temporarily closed during the Spring Quarter. Business activities are significantly reduced. A net loss of \$543,642 has been projected for the De Anza Campus Center:

- Bookstore – \$203,890 Net Loss
- Dining Services –\$339,752 Net Loss

Flint Center Fund

The Board of Trustees decided to permanently close the Flint Center and has convened the Community Benefit Initiative Steering Committee to begin the process of developing an action plan leading to the development of proposals for a new facility by the end of 2020 to benefit the students and the community.

The fund balance is projected to decrease by \$432,153 as expenses for the repurpose/redesign of the existing Flint Center have increased.

Foothill-De Anza Community College District

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ENTERPRISE FUND

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
State Revenue	0	0	0	0%	0	0
Local Revenue	8,713,328	8,713,328	4,908,299	56%	6,883,582	1,829,746
TOTAL REVENUE	\$ 8,713,328	\$ 8,713,328	\$ 4,908,299	56%	\$ 6,883,582	\$ 1,829,746
EXPENSES						
Cost of Sales	\$ 5,555,578	\$ 5,555,578	\$ 3,110,772	56%	\$ 4,663,345	\$ 892,233
Certificated Salaries	0	0	0	0%	0	0
Classified Salaries	1,979,207	1,979,207	1,239,396	63%	1,824,632	154,575
Employee Benefits	578,947	578,947	400,122	69%	545,700	33,247
Materials and Supplies	0	0	0	0%	0	0
Operating Expenses	563,245	923,245	988,751	107%	956,813	(33,568)
Capital Outlay	0	0	0	0%	0	0
TOTAL EXPENSES	\$ 8,676,977	\$ 9,036,977	\$ 5,739,042	64%	\$ 7,990,489	\$ 1,046,488
TRANSFERS AND OTHER						
Transfers-in	\$ 0	\$ 0	\$ 0	0%	\$ 200,000	\$ (200,000)
Other Sources	0	0	0	0%	0	0
Transfers-out	0	0	0	0%	0	0
Other Outgo	(68,888)	(68,888)	(54,168)	79%	(68,888)	0
TOTAL TRFs/OTHER SOURCES	\$ (68,888)	\$ (68,888)	\$ (54,168)	79%	\$ 131,112	\$ (200,000)
FUND BALANCE						
Net Change in Fund Balance	\$ (32,537)	\$ (392,537)	\$ (884,911)		\$ (975,795)	\$ (583,258)
Beginning Balance, July 1	5,554,326	5,554,326	5,554,326		5,554,326	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 5,521,789	\$ 5,161,789	\$ 4,669,415		\$ 4,578,530	\$ (583,258)

Foothill-De Anza Community College District

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ENTERPRISE FUND - FOOTHILL

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
State Revenue	0	0	0	0%	0	0
Local Revenue	2,224,896	2,224,896	1,420,706	64%	1,983,358	241,538
TOTAL REVENUE	\$ 2,224,896	\$ 2,224,896	\$ 1,420,706	64%	\$ 1,983,358	\$ 241,538
EXPENSES						
Cost of Sales	\$ 1,614,218	\$ 1,614,218	\$ 1,041,646	65%	\$ 1,614,218	\$ 0
Certificated Salaries	0	0	0	0%	0	0
Classified Salaries	366,221	366,221	256,907	70%	366,221	0
Employee Benefits	108,113	108,113	85,847	79%	108,113	0
Materials and Supplies	0	0	0	0%	0	0
Operating Expenses	55,405	55,405	132,744	240%	55,405	0
Capital Outlay	0	0	0	0%	0	0
TOTAL EXPENSES	\$ 2,143,957	\$ 2,143,957	\$ 1,517,144	71%	\$ 2,143,957	\$ 0
TRANSFERS AND OTHER						
Transfers-in	\$ 0	\$ 0	\$ 0	0%	\$ 200,000	\$ (200,000)
Other Sources	0	0	0	0%	0	0
Transfers-out	0	0	0	0%	0	0
Other Outgo	(39,401)	(39,401)	(32,029)	81%	(39,401)	0
TOTAL TRFs/OTHER SOURCES	\$ (39,401)	\$ (39,401)	\$ (32,029)	81%	\$ 160,599	\$ (200,000)
FUND BALANCE						
Net Change in Fund Balance	\$ 41,538	\$ 41,538	\$ (128,467)		\$ 0	\$ (41,538)
Beginning Balance, July 1	0	0	0		0	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 41,538	\$ 41,538	\$ (128,467)		\$ 0	\$ (41,538)

Foothill-De Anza Community College District

2019-20 Third Quarter Report

ENTERPRISE FUND - DE ANZA

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
State Revenue	0	0	0	0%	0	0
Local Revenue	6,488,432	6,488,432	3,476,404	54%	4,889,035	1,599,397
TOTAL REVENUE	\$ 6,488,432	\$ 6,488,432	\$ 3,476,404	54%	\$ 4,889,035	\$ 1,599,397
EXPENSES						
Cost of Sales	\$ 3,941,360	\$ 3,941,360	\$ 2,069,126	52%	\$ 3,049,127	\$ 892,233
Certificated Salaries	0	0	0	0%	0	0
Classified Salaries	1,612,986	1,612,986	969,410	60%	1,458,411	154,575
Employee Benefits	470,834	470,834	307,587	65%	437,587	33,247
Materials and Supplies	0	0	0	0%	0	0
Operating Expenses	507,840	507,840	412,665	81%	458,066	49,774
Capital Outlay	0	0	0	0%	0	0
TOTAL EXPENSES	\$ 6,533,020	\$ 6,533,020	\$ 3,758,788	58%	\$ 5,403,190	\$ 1,129,830
TRANSFERS AND OTHER						
Transfers-in	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
Other Sources	0	0	0	0%	0	0
Transfers-out	0	0	0	0%	0	0
Other Outgo	(29,487)	(29,487)	(22,139)	75%	(29,487)	0
TOTAL TRFs/OTHER SOURCES	\$ (29,487)	\$ (29,487)	\$ (22,139)	75%	\$ (29,487)	\$ 0
FUND BALANCE						
Net Change in Fund Balance	\$ (74,075)	\$ (74,075)	\$ (304,523)		\$ (543,642)	\$ (469,567)
Beginning Balance, July 1	3,168,436	3,168,436	3,168,436		3,168,436	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 3,094,360	\$ 3,094,360	\$ 2,863,913		\$ 2,624,793	\$ (469,567)

Foothill-De Anza Community College District

2019-20 Third Quarter Report

ENTERPRISE FUND - FLINT CENTER

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
State Revenue	0	0	0	0%	0	0
Local Revenue	0	0	11,189	0%	11,189	(11,189)
TOTAL REVENUE	\$ 0	\$ 0	\$ 11,189	0%	\$ 11,189	\$ (11,189)
EXPENSES						
Cost of Sales	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
Certificated Salaries	0	0	0	0%	0	0
Classified Salaries	0	0	13,079	0%	0	0
Employee Benefits	0	0	6,688	0%	0	0
Materials and Supplies	0	0	0	0%	0	0
Operating Expenses	0	360,000	443,342	123%	443,342	(83,342)
Capital Outlay	0	0	0	0%	0	0
TOTAL EXPENSES	\$ 0	\$ 360,000	\$ 463,110	129%	\$ 443,342	\$ (83,342)
TRANSFERS AND OTHER						
Transfers-in	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
Other Sources	0	0	0	0%	0	0
Transfers-out	0	0	0	0%	0	0
Other Outgo	0	0	0	0%	0	0
TOTAL TRFs/OTHER SOURCES	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
FUND BALANCE						
Net Change in Fund Balance	\$ 0	\$ (360,000)	\$ (451,921)		\$ (432,153)	\$ (72,153)
Beginning Balance, July 1	2,385,890	2,385,890	2,385,890		2,385,890	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 2,385,890	\$ 2,025,890	\$ 1,933,969		\$ 1,953,737	\$ (72,153)

INTERNAL SERVICE**Fund 60**

The purpose of this fund is to separately account for particular services provided on a district-wide basis. Costs associated with providing health benefits, workers' compensation, extended sick leave, and post-retirement benefits are to be accounted for in the Internal Service Fund, and an appropriate service rate is charged to each of the other funds.

In the past, this fund was used almost exclusively as an accounting convenience to charge benefits in one fund and then distribute them to all other funds. Certain positive or negative ending balances are closed to the Unrestricted General Purpose Fund at year-end. Benefits accounting analysis continues to improve on the various benefit types, requirements, costs and funding. As more information becomes available, changes to improve reporting and accounting efficiency have been implemented. As an example, activities are monitored separately with performance measured in accordance to specific objectives and timelines which has an effect on the Rate Stabilization Fund (RSF).

The Rate Stabilization Fund (RSF) is accounted for within the Internal Service Fund. It is used to offset costs and stabilize the variable benefit rate increases so that increasing costs can be "smoothed out" more gradually, allowing time to adjust the plan and/or rates in an informed manner through the Joint Labor Management Benefit Committee (JLMBC). The RSF activity is reported on a calendar year basis to align with the benefit plan year. Final RSF benefit plan year balances are reported in the second quarter report after plan year contributions and expenses are closed out in December.

Current Status:

In the third quarter, change in the Internal Service Fund includes a transfer from the General Purpose Fund (\$2,000,000) to increase the Rate Stabilization Fund balance.

Foothill-De Anza Community College District

2019-20 Third Quarter Report

FUND 60 - INTERNAL SERVICE

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Contributions - Active Benefits	\$ 46,860,848	\$ 46,860,848	\$ 33,780,231	72%	\$ 46,860,848	\$ 0
Contributions - Retiree Benefits	7,400,000	7,400,000	5,631,641	76%	7,400,000	0
Employee Contributions	5,100,000	5,100,000	3,698,221	73%	5,100,000	0
TOTAL REVENUE	\$ 59,360,848	\$ 59,360,848	\$ 43,110,093	73%	\$ 59,360,848	\$ 0
EXPENSES						
Medical/Prescription/Vision/Dental	\$ 28,183,348	\$ 28,183,348	\$ 20,918,871	74%	\$ 28,183,348	\$ 0
Pension/Retirement	26,702,500	26,702,500	17,958,182	67%	26,702,500	0
Worker's Comp/Ext Sk Lv/Vac Pay	2,752,700	2,752,700	1,309,725	48%	2,752,700	0
Unemployment Insurance	222,300	222,300	103,959	47%	222,300	0
Other	1,500,000	1,500,000	1,219,054	81%	1,500,000	0
TOTAL EXPENSES	\$ 59,360,848	\$ 59,360,848	\$ 41,509,791	70%	\$ 59,360,848	\$ 0
TRANSFERS AND OTHER						
Transfers-in	\$ 0	\$ 2,000,000	\$ 2,000,000	100%	\$ 2,000,000	\$ 0
Other Sources	0	0	0	0%	0	0
Transfers-out	0	0	0	0%	0	0
Other Outgo	0	0	0	0%	0	0
TOTAL TRFs/OTHER SOURCES	\$ 0	\$ 2,000,000	\$ 2,000,000	100%	\$ 2,000,000	\$ 0
Net Change in Fund Balance	\$ 0	\$ 2,000,000	\$ 3,600,302		\$ 2,000,000	\$ 0
Beginning Balance, July 1	7,586,219	7,586,219	7,586,219		7,586,219	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 7,586,219	\$ 9,586,219	\$ 11,186,521		\$ 9,586,219	\$ 0

STUDENT FINANCIAL AID**Fund 74, 75**

These funds are used for federal, state, and local financial aid programs. The federal programs include Pell Grants, Supplemental Educational Opportunity Grants (SEOG), and AmeriCorps community service initiative grants. The state programs include Extended Opportunity Programs and Services (EOPS) grants and Cal Grants. The Student Success Completion Grant provide qualifying students with additional financial aid to help offset the cost of attendance to Community Colleges and aim to promote full-time attendance and successful on-time degree completion. Local programs include a variety of scholarships.

Current Status:

In the third quarter, change to the Student Financial Aid Fund includes a transfer from the Restricted and Categorical Fund, with a corresponding increase to the student Grants in Aid category (\$153,000). The projected total reflects changes in materials and supplies and operating expenses categories, with no changes to the net fund balance.

Foothill-De Anza Community College District

2019-20 Third Quarter Report

FUND 74, 75 - STUDENT FINANCIAL AID

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Federal Revenue	\$ 14,590,190	\$ 14,590,190	\$ 13,291,003	91%	\$ 14,590,190	\$ 0
State Revenue	3,328,041	3,229,203	3,116,024	96%	3,229,203	0
Local Revenue	600,000	600,000	388,620	65%	600,000	0
TOTAL REVENUE	\$ 18,518,231	\$ 18,419,393	\$ 16,795,647	91%	\$ 18,419,393	\$ 0

EXPENSES						
Certificated Salaries	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
Classified Salaries	0	0	0	0%	0	0
Employee Benefits	0	0	0	0%	0	0
Materials and Supplies	0	0	39,644	0%	52,858	(52,858)
Operating Expenses	698,838	604,200	455,334	75%	551,342	52,858
Capital Outlay	0	0	0	0%	0	0
TOTAL EXPENSES	\$ 698,838	\$ 604,200	\$ 494,977	82%	\$ 604,200	\$ 0

TRANSFERS AND OTHER						
Transfers-in	\$ 0	\$ 157,200	\$ 157,200	100%	\$ 157,200	\$ 0
Other Sources	0	0	0	0%	0	0
Transfers-out	0	0	0	0%	0	0
Other Outgo (Grants in Aid)	(17,819,393)	(17,972,393)	(15,748,998)	88%	(17,972,393)	0
TOTAL TRFs/OTHER SOURCES	\$ (17,819,393)	\$ (17,815,193)	\$ (15,591,798)	88%	\$ (17,815,193)	\$ 0

FUND BALANCE						
Net Change in Fund Balance	\$ 0	\$ 0	\$ 708,872		\$ 0	\$ 0
Beginning Balance, July 1	33,379	33,379	33,379		33,379	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 33,379	\$ 33,379	\$ 742,251		\$ 33,379	\$ 0

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OTHER TRUST (OPEB)**Fund 79**

This fund reports on assets that are set aside in an irrevocable trust to satisfy the district's unfunded liability related to Other Post-Employee Retirement Benefits (OPEB). In accordance with Governmental Accounting Standards (GASB) and other state government codes, the funds are invested in an IRS Section 115 trust fund, California Employers' Retiree Benefit Trust Fund (CERBT) under CalPERS. The actuarial study and funding plan were prepared in accordance with GASB 75. For the year ending June 30, 2018, the district implemented GASB 75, which fully recognizes the OPEB liability on the district's balance sheet in the annual audited financial statements. This does not affect the reporting of Fund 79 within the quarterly financials, which only presents the budget and income statement activity during the fiscal year.

Annually, this fund incurs minimal activity consisting of the district's annual contribution. This is typically recorded in the second quarter, with investment income and administrative fees recorded in the fourth quarter of the fiscal year with the projected new-year balance reflected in the Adopted Budget.

For the 2019-20 fiscal year, we will recommend a transfer of \$1.5 million from the General Purpose Fund to contribute to the California Employers' Retiree Benefits Trust (CERBT) for Other Post-Employment Benefits (OPEB) liability. The following table is a historical summary of the irrevocable trust's activity which reflects an estimated balance of \$24,097,567 for fiscal year 2019-20.

Current Status:

No change from Adopted Budget.

	Contribution	Investment Income	Administrative Expense	Investment Expense	Balance
Balance					\$ 4,724,776
2010-11	\$ 400,000	\$ 1,187,227	\$ (7,001)	\$ -	6,305,002
2011-12	250,000	17,217	(7,348)	-	6,564,871
2012-13	500,000	764,116	(10,916)	-	7,818,071
2013-14	1,500,000	1,551,327	(12,568)	-	10,856,830
2014-15	1,500,000	35,123	(11,948)	-	12,380,005
2015-16	1,500,000	119,591	(5,912)	(4,323)	13,989,362
2016-17	1,500,000	1,474,081	(7,242)	(5,295)	16,950,906
2017-18	1,500,000	1,358,140	(9,213)	(6,736)	19,793,097
2018-19	1,500,000	1,322,259	(10,276)	(7,513)	22,597,567
2019-20*	\$ 1,500,000	\$ -	\$ -	\$ -	\$24,097,567

Source: CERBT Annual Statements

* Projected

Foothill-De Anza Community College District

2019-20 Third Quarter Report

FUND 79 - OTHER TRUST (OPEB)

REVENUE	Adopted Budget	Revised Budget	Actual to Date	Percent to Date	Projected Total	Variance
Investment Revenue	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
TOTAL REVENUE	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
EXPENSES						
Administrative Expenses	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
Investment Expenses	0	0	0	0%	0	0
TOTAL EXPENSES	\$ 0	\$ 0	\$ 0	0%	\$ 0	\$ 0
TRANSFERS AND OTHER						
Transfers-in	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000	100%	\$ 1,500,000	\$ 0
Other Sources	0	0	0	0%	0	0
Transfers-out	0	0	0	0%	0	0
Other Outgo	0	0	0	0%	0	0
TOTAL TRFs/OTHER SOURCES	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000	100%	\$ 1,500,000	\$ 0
FUND BALANCE						
Net Change in Fund Balance	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000		\$ 1,500,000	\$ 0
Beginning Balance, July 1	22,597,567	22,597,567	22,597,567		22,597,567	0
Adjustments to Beginning Balance	0	0	0		0	0
NET FUND BALANCE, June 30	\$ 24,097,567	\$ 24,097,567	\$ 24,097,567		\$ 24,097,567	\$ 0

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SUPPLEMENTAL INFORMATION

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CALIFORNIA COMMUNITY COLLEGES CHANCELLOR'S OFFICE

Quarterly Financial Status Report, CCFS-311Q VIEW QUARTERLY DATA

CHANGE THE PERIOD

Fiscal Year: 2019-2020

District: (420) FOOTHILL-DEANZA

Quarter Ended: (Q3) Mar 31, 2020

Line	Description	As of June 30 for the fiscal year specified			
		Actual 2016-17	Actual 2017-18	Actual 2018-19	Projected 2019-2020
Unrestricted General Fund Revenue, Expenditure and Fund Balance:					
A.	Revenues:				
A.1	Unrestricted General Fund Revenues (Objects 8100, 8600, 8800)	205,052,448	204,645,121	217,692,247	210,907,574
A.2	Other Financing Sources (Object 8900)	1,773,278	696,130	59,291	0
A.3	Total Unrestricted Revenue (A.1 + A.2)	206,825,726	205,341,251	217,751,538	210,907,574
B.	Expenditures:				
B.1	Unrestricted General Fund Expenditures (Objects 1000-6000)	205,519,328	206,456,626	210,620,623	194,311,702
B.2	Other Outgo (Objects 7100, 7200, 7300, 7400, 7500, 7600)	9,417,328	8,917,325	10,036,427	10,807,778
B.3	Total Unrestricted Expenditures (B.1 + B.2)	214,936,656	215,373,951	220,657,050	205,119,480
C.	Revenues Over(Under) Expenditures (A.3 - B.3)	-8,110,930	-10,032,700	-2,905,512	5,788,094
D.	Fund Balance, Beginning	66,638,080	58,527,969	48,495,269	45,589,757
D.1	Prior Year Adjustments + (-)	819	0	0	0
D.2	Adjusted Fund Balance, Beginning (D + D.1)	66,638,899	58,527,969	48,495,269	45,589,757
E.	Fund Balance, Ending (C. + D.2)	58,527,969	48,495,269	45,589,757	51,377,851
F.1	Percentage of GF Fund Balance to GF Expenditures (E. / B.3)	27.2%	22.5%	20.7%	25%

II. Annualized Attendance FTES: This data is being captured in CCFS-320 and is no longer required here.

G.1	Annualized FTES (excluding apprentice and non-resident)				
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III. Total General Fund Cash Balance (Unrestricted and Restricted)

		As of the specified quarter ended for each fiscal year			
		2016-17	2017-18	2018-19	2019-2020
H.1	Cash, excluding borrowed funds		78,336,869	89,548,504	91,025,533
H.2	Cash, borrowed funds only		0	0	0
H.3	Total Cash (H.1+ H.2)	79,413,690	78,336,869	89,548,504	91,025,533

IV. Unrestricted General Fund Revenue, Expenditure and Fund Balance:

Line	Description	Adopted Budget (Col. 1)	Annual Current Budget (Col. 2)	Year-to-Date Actuals (Col. 3)	Percentage (Col. 3/Col. 2)
I.	Revenues:				
I.1	Unrestricted General Fund Revenues (Objects 8100, 8600, 8800)	214,022,946	214,121,008	159,027,169	74.3%
I.2	Other Financing Sources (Object 8900)	0	0	0	
I.3	Total Unrestricted Revenue (I.1 + I.2)	214,022,946	214,121,008	159,027,169	74.3%
J.	Expenditures:				
J.1	Unrestricted General Fund Expenditures (Objects 1000-6000)	189,770,903	196,786,170	134,611,501	68.4%
J.2	Other Outgo (Objects 7100, 7200, 7300, 7400, 7500, 7600)	7,822,445	9,807,745	8,312,446	84.8%
J.3	Total Unrestricted Expenditures (J.1 + J.2)	197,593,348	206,593,915	142,923,947	69.2%
K.	Revenues Over(Under) Expenditures (I.3 - J.3)	16,429,598	7,527,093	16,103,222	
L	Adjusted Fund Balance, Beginning	45,589,757	45,589,757	45,589,757	
L.1	Fund Balance, Ending (C. + L.2)	62,019,355	53,116,850	61,692,979	
M	Percentage of GF Fund Balance to GF Expenditures (L.1 / J.3)	31.4%	25.7%		

V. Has the district settled any employee contracts during this quarter?

YES

If yes, complete the following: *(If multi-year settlement, provide information for all years covered.)*

Contract Period Settled (Specify) YYYY-YY	Management		Academic				Classified	
			Permanent		Temporary			
	Total Cost Increase	% *	Total Cost Increase	% *	Total Cost Increase	% *	Total Cost Increase	% *
a. SALARIES:								
Year 1: 2019-20	570,225	6%					1,300,348	6%
Year 2: 2020-21	570,225	6%					1,870,573	6%
Year 3: 2021-22	332,631	3.5%					1,328,761	3.5%
b. BENEFITS:								
Year 1: 2019-20	131,005	6%					284,208	6%
Year 2: 2020-21	131,005	6%					415,216	6%
Year 3: 2021-22	76,420	3.5%					296,793	3.5%

* As specified in Collective Bargaining Agreement or other Employment Contract

c. Provide an explanation on how the district intends to fund the salary and benefit increases, and also identify the revenue source/object code.

The District intends to fund the salary increases with temporary Hold Harmless Revenue until it expires. The labor agreement has a stipulation to eliminate the 2.5% temporary portion of the 6% salary increase should the District not receive the Hold Harmless Revenue in 2020-21 or 2021-22. The agreement also has another salary increase component beginning in 2020-21 tied to the State Budget provided COLA which is not included in the estimate provide above since the COLA has not been finalized.

d. Did any contracts settled in this time period cover part-time, temporary faculty?

NO

VI. Did the district have significant events for the quarter (include incurrence of long-term debt, settlement of audit findings or legal suits, significant differences in budgeted revenues or expenditures, borrowing of funds (TRANS), issuance of COPs, etc.)?

YES

If yes, list events and their financial ramifications. (Enter explanation below, include additional pages if needed.)

The District experienced local revenue losses from planned budgeted estimates in the 3rd Quarter due to the onset of the COVID-19 pandemic and shelter-in-place orders. The revenue loss was related to operations that rely on in-person services such as bookstore, dining, childcare, facility rentals and parking.

VII.Does the district have significant fiscal problems that must be addressed?

This year?

YES

Next year?

YES

If yes, what are the problems and what actions will be taken? (Enter explanation below, include additional pages if needed.)

The District has implemented the full \$17.6 million in targeted budget reductions in the 2019-20 Adopted Budget. The reductions were in connection with the Board approved 3-year phased plan to reduce ongoing expenses and eliminate the structural budget deficit by the beginning of fiscal year 2019-20.

Given the latest changes to the SCFF, the District will continue to evaluate factors needed to maintain a structurally balanced budget during the 2019-20 fiscal year using updated student metrics and FTES levels.

In the meantime, the district will rely on the temporary hold-harmless revenue provided under the Student Centered Funding Formula and reserves to balance any immediate structural deficits in the short-term.

**RESOLUTION
2020-14**

Whereas, Title V, Section 58199, requires that the total amount budgeted as the proposed expenditure of the district for each major classification of district expenditures listed in the district budget forms shall be the maximum amount which may be expended for that classification of expenditures for the school year, and

Whereas, the district has reserves in excess of the amount required by Board policy, and

Whereas, the Board of Trustees by resolution may provide for budget revisions,

Be it therefore resolved, that the budget revisions be approved as follows:

BUDGET REVISIONS

The major elements of our budget revisions are listed below. The descriptions contain amounts for each type of budget revision; the tables represent the net revisions to each classification of expenditure.

Fund 114 - General Purpose Fund

The major revisions to the General Purpose Fund include increases to local revenue for revenue received from De Anza Student Accounts for student tutors (\$43,537), a procard rebate (\$7,550), a Office Depot rebate (\$1,394), the sale of surplus items (\$10,458), Foundation for De Anza Chemistry support (\$6,191), with corresponding increases to the salaries, benefits, and operating expense categories; revisions to decrease the salaries and benefits categories (\$153,376) for 2018-19 eliminated SRP positions; a decrease to the transfer-out to the Special Education Fund (\$13,974); an intra-fund transfer in from the Self-Sustaining Fund for KCI support (\$10,000), with a corresponding increase to the operating category; a transfer from the Special Education Fund for reassigned time (\$59,524), with corresponding increases to the salaries and benefits categories; transfer to the Special Education Fund for salary backfill (\$65,484) and 6% COLA salary and benefit adjustments (\$268,074), with corresponding increases to the salaries and benefits categories; and a transfer to the Internal Service Fund (\$2,000,000) to increase Benefits Rate Stabilization Fund balance, for a net decrease to fund balance of \$6,200,030.

Sources Account Series			Uses Account Series		
0xxx - Revenue	\$	69,130	1000 - Certificated Salaries	\$	2,452,943
3000 - Employee Benefits		29,089	2000 - Classified Salaries		1,565,843
8900 - Transfers/Other Sources		59,524	5000 - Operating Expenses		29,402
Decrease in Fund Balance		6,200,030	7000 - Transfers/Other Outgo		2,309,584
Totals	\$	6,357,773		\$	6,357,773

Fund 115 - Self-Sustaining Fund

The major revisions to the Self-Sustaining Fund include increase to local revenue for revenue received from Foundation (\$8,000) for operational support, with a corresponding increase to the operating expense category; and an intra-fund transfer to the General Purpose Fund, for KCI support (\$10,000), with a corresponding decrease in the operating expense category.

Sources Account Series			Uses Account Series		
0xxx - Revenue	\$	8,000	7000 - Transfers/Other Outgo	\$	10,000
5000 - Operating Expenses		2,000			
Totals	\$	10,000		\$	10,000

Fund 121/131 - Restricted and Categorical Fund

The major revisions to the Restricted and Categorical Fund include a decrease in the operating expense category for Administrative Cost Allowance recalculation (\$5,338), following the fund transfer processed in the second quarter to the Federal Work Study Fund, and a transfer out to the Student Financial Aid Fund for student grants in aid (\$153,000).

Sources Account Series			Uses Account Series		
5000 - Operating Expenses	\$	5,338	7000 - Transfers/Other Outgo	\$	158,338
7000 - Student Grants in Aid		153,000			
Totals	\$	158,338		\$	158,338

Fund 122 - Special Education Fund

The major revisions to the Special Education Fund include transfers from the General Purpose Fund for salary backfill and reassigned time (\$65,484) and 6% COLA salary and benefits adjustments (\$268,074), with corresponding increases to the salaries and benefits categories; a transfer to the General Purpose Fund for reassigned time (\$59,524), with corresponding decreases to the salaries and benefits categories; an increase to state revenue for 2018-19 recalculation adjustment (\$13,974), with a corresponding decrease in the mandatory transfer in category.

Sources Account Series			Uses Account Series		
0xxx - Revenue	\$	13,974	1000 - Certificated Salaries	\$	113,519
8900 - Transfers/Other Sources		319,584	2000 - Classified Salaries		118,016
			3000 - Employee Benefits		42,498
			7000 - Transfers/Other Outgo		59,524
Totals	\$	333,558		\$	333,558

Fund 123 - Federal Work Study Fund

The major revision to the Federal Work Study Fund includes an increase for Administrative Cost Allowance recalculation (\$5,338), following the fund transfer processed in the second quarter, with a corresponding increase to the salaries category.

Sources Account Series			Uses Account Series		
8900 - Transfers/Other Sources	\$	5,338	2000 - Classified Salaries	\$	5,338
Totals	\$	5,338		\$	5,338

Fund 128 - Campus Center Use Fees Fund

The major revision to the Campus Center Use Fees Fund includes an increase in the operating expense and capital outlay categories (\$74,000), for a net decrease in fund balance.

Sources Account Series			Uses Account Series		
Decrease in Fund Balance	\$	74,000	5000 - Operating Expenses	\$	64,000
			6000 - Capital Outlay		10,000
Totals	\$	74,000		\$	74,000

Fund 30 - Child Development Fund

The major revision to the Child Development Fund includes an increase to state revenue, with a corresponding increase to the operating expenses category (\$30,139).

Sources Account Series			Uses Account Series		
0xxx - Revenue	\$	30,139	5000 - Operating Expenses	\$	30,139
Totals	\$	30,139		\$	30,139

Fund 60 - Internal Service Fund

The major revision to the Internal Service Fund includes a transfer from the General Purpose Fund to increase Benefits Rate Stabilization Fund (RSF) balance (\$2,000,000) in support of District benefits contribution.

Sources Account Series			Uses Account Series		
8900 - Transfers/Other Sources	\$	2,000,000	Increase in Fund Balance	\$	2,000,000
Totals	\$	2,000,000		\$	2,000,000

Fund 74, 75 - Student Financial Aid Fund

The major revision to the Student Financial Aid Fund includes a transfer from the Restricted and Categorical Fund (\$153,000), with a corresponding increase to student grants in aid.

Sources Account Series			Uses Account Series		
8900	- Transfers/Other Sources	\$ 153,000	7000	- Student Grants in Aid	\$ 153,000
Totals		\$ 153,000			\$ 153,000

AYES	_____
NOES	_____
ABSENT	_____

Passed and adopted by the Governing Board of the Foothill-De Anza Community College District at a meeting held on June 8, 2020.

Judy C. Miner, Ed.D.
Secretary to the Board

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**RESOLUTION
2020-15**

Whereas, Title V, Section 58199, requires that the total amount budgeted as the proposed expenditure of the district for each major classification of district expenditures listed in the district budget forms shall be the maximum amount which may be expended for that classification of expenditures for the school year, and

Whereas, the Board of Trustees, by resolution, approved by a majority of the members, may provide for the transfer between expenditure classifications,

Be it therefore resolved, that transfers between expenditure classifications be approved as follows:

BUDGET TRANSFERS

Fund 114 - General Purpose Fund

From Account Series

1000 - Certificated Salaries	\$ 1,697,529
2000 - Classified Salaries	3,121
4000 - Materials and Supplies	4,000
5000 - Operating Expenses	141,270

To Account Series

3000 - Employee Benefits	1,845,919
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Totals	\$ 1,845,919
---------------	---------------------

\$ 1,845,919

AYES _____

NOES _____

ABSENT _____

Passed and adopted by the Governing Board of the Foothill-De Anza Community College District at a meeting held on June 8, 2020.

Judy C. Miner, Ed.D.
Secretary to the Board

Fund 115 - Self-Sustaining Fund
Fund Balance Report for Fiscal Year 2019-20
Ending Balance Reported as of March 31, 2020

Fund	Fund Description	Beginning Balance	Net Change	Ending Balance
Foothill Funds				
115000	Apprenticeship-Foothill	1,760,746.86	2,492,939.53	4,253,686.39
115001	Apprenticeship-Foothill Unrest cont	372,252.54	-	372,252.54
115050	Anthropology - Field work	4,327.63	-	4,327.63
115051	Anthrop Campus Abroad Reserve	33,723.59	2,393.55	36,117.14
115063	Off Cmp Short Courses Dental Hyg	11,500.81	2,858.07	14,358.88
115100	FH Speaker Series	-	14,980.40	14,980.40
115101	FH Anthro Program-Hawaii 20	-	886.61	886.61
115105	FH-Youth Program	26,295.31	-	26,295.31
115111	Box Office - Foothill	66,076.82	-	66,076.82
115112	Xerox - Foothill	9,160.69	-	9,160.69
115113	Stage Studies - Foothill	18,747.56	-	18,747.56
115114	Drama Production-Foothill	9,791.83	(37,586.36)	(27,794.53)
115115	Facilities Rental-FH Fine Arts	400,684.14	(41,660.48)	359,023.66
115116	Vending - Foothill	4,021.13	-	4,021.13
115117	Facilities Rental Foothill	1,091,198.91	416,838.49	1,508,037.40
115119	International Programs	517,841.37	(70,479.89)	447,361.48
115122	FH International Student Hlth Svcs	22,079.61	-	22,079.61
115135	Child Development Conference	7,736.75	-	7,736.75
115138	KFJC Carrier	29,558.83	(3,116.04)	26,442.79
115142	FH-MAA Health Services	151,328.57	-	151,328.57
115146	FH-MAA Program	60,174.15	-	60,174.15
115148	Vending-Sunnyvale Center	48,375.71	-	48,375.71
115149	FH Community Education	12,002.63	(8,423.18)	3,579.45
115151	Contract Ed	53,472.25	(1,474.25)	51,998.00
115171	President's Fund Foothill	80,113.65	(34,352.84)	45,760.81
115175	FH-Athletics General	28,216.32	25,720.14	53,936.46
115176	FH-Athletics - Teams	106.27	3,226.25	3,332.52
115177	FH-Football	808.41	(198.19)	610.22
115178	FH-Men's Basketball	1,476.07	(468.92)	1,007.15
115179	FH-Women's Basketball	282.81	-	282.81
115180	FH-Softball	1,545.04	150.00	1,695.04
115181	FH-Volleyball	176.93	559.35	736.28
115182	FH-Aquatics	8,382.49	302.35	8,684.84
115183	FH-Dance	5,113.26	4,630.00	9,743.26
115184	FH-KCI Community Ed Classes	56,471.18	(28,901.66)	27,569.52
115187	FH Food Concessionaires	372,664.18	31,837.97	404,502.15
115191	FH-Workforce Development	41,285.87	1,094.12	42,379.99
115192	FH-Corporate Internship Program	23,351.85	-	23,351.85
115195	FH-VTA SmartPass	-	24,300.65	24,300.65
115196	Dental Hygiene Clinic	3,811.78	3,098.60	6,910.38
115197	FH Science Learning Institute	36,439.10	24,984.99	61,424.09
115198	FH Print Services	221,218.96	(12,343.01)	208,875.95
115199	FH-KCI Support	-	300,000.00	300,000.00
115300	FH-MAA Counseling & Matriculation	2,961.03	-	2,961.03
Foothill Total		5,595,522.89	3,111,796.25	8,707,319.14
De Anza Funds				
115200	DA-La Voz Newspaper	1,704.23	(1,031.50)	672.73
115201	DA-Apprenticeship	114,460.39	(6,000.20)	108,460.19
115202	DA-MCNC/CACT Partnrs	5,248.22	-	5,248.22
115204	DA-Cheap	589.75	(103.04)	486.71
115205	DA-APALI	31,575.98	-	31,575.98
115206	DA-Job Fair	29,069.50	-	29,069.50
115207	DA-Telecourse Produc	110.62	-	110.62
115208	DA-Technology Rscs	9,969.37	-	9,969.37
115209	DA-Auto Tech	524.13	1,847.47	2,371.60
115210	DA-Reprographics	242,331.95	(636.89)	241,695.06
115212	DA-Physical Educ	26,742.01	-	26,742.01
115213	DA-Ashland Field Trp	5,691.45	-	5,691.45
115218	DA-Short Courses	27,866.52	(27,866.52)	-
115219	DA-Creative Arts Fac Use	5,591.75	-	5,591.75
115220	DA-Comm Serv Reserve	250,000.00	-	250,000.00

Fund 115 - Self-Sustaining Fund
Fund Balance Report for Fiscal Year 2019-20
Ending Balance Reported as of March 31, 2020

Fund	Fund Description	Beginning Balance	Net Change	Ending Balance
De Anza Funds, Con't.				
115221	DA-Intl Student Ins	712,754.84	(203,051.72)	509,703.12
115222	DA-Extended Yr Progr	1,926,941.85	44,861.95	1,971,803.80
115224	DA-Summer Karate Cmp	252.22	-	252.22
115225	DA-DLC Extended Lrng	11,931.97	-	11,931.97
115226	DA-Use Of Facilities	1,543,813.49	100,242.72	1,644,056.21
115227	DA-Library Print Card	682.62	-	682.62
115228	DA-Baseball			3,539.60
115229	DA-Audio Visual	3,684.73	-	3,684.73
115230	DA-RLCC Conference	1,629.62	-	1,629.62
115231	DA-Softball	772.20	2,358.14	3,130.34
115232	DA-Football	-	11,160.00	11,160.00
115233	DA-Men's Basketball	2,209.66	1,043.66	3,253.32
115234	DA-Women's Bsktball	3,024.33	8,817.65	11,841.98
115235	DA-Men's Soccer	5,310.38	3,799.26	9,109.64
115236	DA-Women's Soccer	6,425.41	1,626.83	8,052.24
115237	DA-Women's Swim/Divg	-	611.50	611.50
115238	DA-Men's Tennis	50.84	-	50.84
115239	DA-Women's Tennis	90.83	-	90.83
115240	DA-Women's Trk & Fld	7,739.53	783.43	8,522.96
115241	DA-Women's Volleybll	13,649.25	1,977.53	15,626.78
115243	DA-Health Services	60,322.95	(1,676.28)	58,646.67
115245	DA-Prevention Trust	15,967.75	(1,547.62)	14,420.13
115246	DA-Athletics Trust	27,270.62	7,062.05	34,332.67
115247	DA-ESL	1,967.61	-	1,967.61
115249	DA President Fund	157.57	-	157.57
115252	DA-Intl Summer Progr	105,384.20	5,585.03	110,969.23
115253	OTI-MAA Program	53,003.13	(340.59)	52,662.54
115254	DA-ATM Services	47,500.00	-	47,500.00
115259	DA-Dist Learn Testing	324.54	-	324.54
115260	DA-Office of Instruction	3,661.42	(1,562.62)	2,098.80
115261	DA-Massage Therapy Proj	3,587.22	(3,586.54)	0.68
115262	DA-Men's Track & Field	1,934.00	4,850.00	6,784.00
115263	DA-Women's Water Polo	55,226.58	(8,235.68)	46,990.90
115266	DA-Women's Badminton	4,139.61	25,160.35	29,299.96
115267	Equipment Room	130.00	-	130.00
115268	DA VPAC Facility Rent	334,811.74	35,681.05	370,492.79
115271	DA-Fitness Center Membership	165,292.12	(10,924.56)	154,367.56
115273	DA CDC Medical Admin Activits MAA	31,634.38	-	31,634.38
115274	DA-Vocal Music	3,237.28	(227.61)	3,009.67
115275	DA-Chamber Orchestra	2,518.10	(559.43)	1,958.67
115276	DA-Creative Arts	3,720.58	-	3,720.58
115277	DA-Dance	22,629.66	-	22,629.66
115278	DA-Jazz Instrumental	2,590.09	-	2,590.09
115279	DA-Patnoe	5,574.26	42.33	5,616.59
115280	DA-Wind Ensemble	912.15	329.85	1,242.00
115283	PE Facilities Rental	233,179.12	(3,022.61)	230,156.51
115284	DA-Ceramics	6,695.16	1,253.52	7,948.68
115285	DA-Photography	5,302.00	615.00	5,917.00
115286	DA-Euphrat Museum	56,782.73	4,777.97	61,560.70
115287	DA-ePrint	2,686.57	(1,700.00)	986.57
115289	DA-MCNC	88,194.75	16,924.43	105,119.18
115293	DA-College Life Vending	9,196.09	3,898.44	13,094.53
115294	DA-Red Wheelbarrow	1,343.43	(1,343.43)	-
115295	UTA SmartPass	-	106,167.10	106,167.10
115296	DA-CA History Ctr - Extended Year	3,466.11	1,657.80	5,123.91
115297	DA-Campus Abroad - Paris	-	4,941.33	4,941.33
De Anza Total		6,352,783.16	124,659.55	6,480,982.31
Central Services Funds				
115401	Intl Student Insurance	-	2,886,918.95	2,886,918.95
115402	Crown Castle GT Cell Site	-	12,142.52	12,142.52
115404	Foothill - AT&T Cell Site	-	13,808.28	13,808.28
115406	Sprint Nextel FS04XC112	-	11,256.82	11,256.82
115409	Verizon Wireless	-	10,182.68	10,182.68
115412	Computer Loan Prog-Admin	200,000.00	-	200,000.00
115413	Computer Loan Prog-Fee	36,244.14	-	36,244.14
District Total:		236,244.14	2,934,309.25	3,170,553.39
Fund 115 Total:		12,184,550.19	6,170,765.05	18,358,854.84

CAPITAL PROJECTS SUMMARY

March 31, 2020

Banner		Project Description	Project Budget	Project-To-Date Activity				Total Funded Dollars	Available Balance
Fund	Organization			Actual Expenditures	Ending Fund Balance	Encumbrances & Reservations	Total Obligations		
Foothill Projects									
412002	110001	FH-Facilities/Equipment Maintenance	1,312,231	265,576	1,046,655	0	265,576	1,312,231	1,046,655
412003	110001	FH Athletic Facilities Maintenance	200,000	0	200,000	0	0	200,000	200,000
412005	110001	FH Soccer Field Replacement	2,050,000	2,033,691	16,309	0	2,033,691	2,050,000	16,309
412006	110001	FHDA Ed Center Eq/Facilities Main	2,714,198	1,177	2,713,021	0	1,177	2,714,198	2,713,021
412008	110001	FH Safety & Maintenance Projects	1,692,537	3,443	1,689,094	0	3,443	1,692,537	1,689,094
412010	110001	FH Faculty Wifi Project	200,000	0	200,000	0	0	200,000	200,000
412014	133001	FH Campus Center Lighting	285,000	0	285,000	0	0	285,000	285,000
412015	110001	FH CampusExterior Site LightingP39	74,000	0	74,000	0	0	74,000	74,000
412016	110001	FH FootballField SnackShack Removal	21,000	0	21,000	0	0	21,000	21,000
412104	114118	FH Faculty Ergonomic Furniture	118,784	111,219	7,565	0	111,219	118,784	7,565
412107	114118	FH Copier	231,939	210,602	21,337	0	210,602	231,939	21,337
412141	114118	02/04 FH Instructional Equipment	25,806	9,036	16,771	0	9,036	25,806	16,771
412152	511036	FH Parking Projects	493,563	487,632	5,931	0	487,632	493,563	5,931
412164	114118	#6715 Shed PE Eq Sto	30,226	20,000	10,226	0	20,000	30,226	10,226
412167	113006	FH Screen Door	73,000	66,454	6,546	0	66,454	73,000	6,546
Foothill Projects Total:			9,522,284	3,208,831	6,313,453	0	3,208,831	9,522,284	6,313,453
De Anza Projects									
411203	210002	DA-Facilities/Equipment Maintenance	3,188,653	1,687,223	1,501,431	103,430	1,790,653	3,188,653	1,398,001
411213	210002	DA Photovoltaic (PV) System	1,416,338	77,742	1,338,596	17,100	94,842	1,416,338	1,321,496
De Anza Projects Total:			4,604,991	1,764,964	2,840,026	120,530	1,885,494	4,604,991	2,719,496
Central Services Projects									
411256	412030	16/17DATile&FlatRoofRplc(CDC)PFP1&2	21,805	19,815	1,990	1,990	21,805	21,805	0
412507	412030	FH ElectricVehicle ChargingStations	118,000	60,569	57,431	0	60,569	118,000	57,431
413020	411001	Business Services Project	3,708,077	86,851	3,621,226	0	86,851	3,708,077	3,621,226
413021	411001	New District Office Bldg FF&E	922,139	444,352	477,786	133,720	578,072	922,139	344,066
413022	411001	Faculty Housing Development	182,922	0	182,922	0	0	182,922	182,922
413141	412030	SC EMS and HVAC Improvements	75,000	24,000	51,000	3,000	27,000	75,000	48,000
413143	412030	FH&DA Swim Pools Varble Flow Cntrls	100,000	0	100,000	0	0	100,000	100,000
413144	412030	D120 HVAC Improvements	185,000	47,569	137,431	76,054	123,623	185,000	61,377
413145	412030	FH PSEC Recommissioning	86,381	0	86,381	0	0	86,381	86,381
413146	412030	New District Office Building Constr	27,200	4,310	22,890	22,890	27,200	27,200	0
413147	412030	FH PV Solar Repair Parking Lot 3	370,000	142,290	227,711	122,486	264,775	370,000	105,225
413406	411001	District Office/Swing Space	1,396,895	1,396,447	448	448	1,396,895	1,396,895	0
413513	411001	Capital Project Clearing	30,866	0	30,866	36,396	36,396	30,866	(5,530)
414306	411001	Data Center ETS Equipment	548,190	584,264	(36,074)	0	584,264	548,190	(36,074)
414307	431006	EmergencyCommunicationSysConsulting	117,220	67,040	50,180	0	67,040	117,220	50,180
Central Services Projects Total:			7,889,695	2,877,508	5,012,187	396,983	3,274,491	7,889,695	4,615,204
Measure C Projects									
Fund Balance - Various Projects ¹			20,210,708	0	20,210,708	2,153,928	2,153,928	20,210,708	18,056,780
Measure C Projects Total:			20,210,708	0	20,210,708	2,153,928	2,153,928	20,210,708	18,056,780

CAPITAL PROJECTS SUMMARY

March 31, 2020

Banner		Project Description	Project Budget	Project-To-Date Activity			Total Obligations	Total Funded Dollars	Available Balance
Fund	Organization			Actual Expenditures	Ending Fund Balance	Encumbrances & Reservations			
Measure C Other Funding Sources									
414308	412030	Network Room Renovation 405B	345,000	505,954	(160,954)	6,925	512,879	345,000	(167,879)
469103	110001	FH PG&E CSI Rebate Project C162	1,583,338	230,065	1,353,273	1,353,273	1,583,338	1,583,338	0
469104	110001	FH Lot 5 and 6 Project 162	800,000	0	800,000	800,000	800,000	800,000	0
469120	110001	FH Insurance Reimbursement 112	16,215	0	16,215	0	0	16,215	16,215
469402	412030	New District Office Bldg(Constr)404	3,418,000	3,060,796	357,204	261,358	3,322,154	3,418,000	95,846
469403	412030	New District Office Bldg Equip 404	1,175,925	1,215,505	(39,580)	24,964	1,240,469	1,175,925	(64,544)
Measure C Other Funding Sources Projects Total:			7,338,478	5,012,319	2,326,159	2,446,520	7,458,839	7,338,478	(120,361)
State Proposition									
415001	412030	State Proposition Fund	50,222	0	50,222	0	0	50,222	50,222
415117	110001	P39FHCampusExteriorSiteLighting	513,251	0	513,251	472,800	472,800	513,251	40,451
State Proposition Projects Total:			563,473	0	563,473	472,800	472,800	563,473	90,673
Scheduled Maintenance									
471007	211001	14/15SMDARpntExtScienceCtrBldSC123	218,315	214,176	4,139	0	214,176	218,315	4,139
471009	211001	14/15SMDA Pool Boiler MechUpgrades	115,975	114,975	1,000	0	114,975	115,975	1,000
471013	211001	15/16SMDARooftopcurbStr(SciCtrSC2)	183,925	174,631	9,295	0	174,631	183,925	9,295
471014	211001	15/16SMDA Fire Riser	165,845	90,061	75,784	0	90,061	165,845	75,784
471015	211001	15/16SMDA SciCtrBldg StructureUpgrd	440,007	426,005	14,003	0	426,005	440,007	14,003
471017	211001	15/16SMDAHVACUpgrdLearningCtrW(LCW)	71,500	57,600	13,900	0	57,600	71,500	13,900
471021	211001	15/16SMDAREfnshFloors(CaHistoryCtr)	11,000	6,450	4,550	0	6,450	11,000	4,550
471022	211001	16/17SMDATile Roof Replacement(CDC)	471,140	469,133	2,008	0	469,133	471,140	2,008
471023	211001	16/17SMDAFlat Roof Replacement(CDC)	471,140	467,169	3,971	0	467,169	471,140	3,971
471026	211001	16/17SMDAScienceCenterRoofPatchPFP5	200,000	173,326	26,674	1,500	174,826	200,000	25,174
471033	211001	16/17SMDAPlntrmDmRf&FltRfR&RPFP6277	653,300	653,115	185	1,388	654,502	653,300	(1,202)
471034	211001	16/17SMDAPlntrmTileRfRplcmntPFP7277	332,580	208,972	123,608	26,613	235,585	332,580	96,995
471036	211001	17/18SMDAPECmplxGateReplacmntPFP6	656,000	633,737	22,263	18,244	651,981	656,000	4,019
471039	211001	18/19SMDA Exterior ImprovementsPFP1	374,918	132,784	242,134	64,198	196,982	374,918	177,936
472007	412030	08-09 Scheduled Maintenance SB1133	121,359	0	121,359	0	0	121,359	121,359
472034	110001	16/17SMFH Wheelchair Lift Rplc-CW	165,605	154,553	11,053	0	154,553	165,605	11,053
472039	110001	17/18SMFBd2500RfSuFlshStcCmpPFP5100U	42,879	39,552	3,327	0	39,552	42,879	3,327
472041	110001	18/19SMFH Exterior ImprovementsPFP2	44,400	24,898	19,503	12,897	37,794	44,400	6,606
473009	412030	19/20 Scheduled Maint One-Time Pool	128,424	0	128,424	0	0	128,424	128,424
Scheduled Maintenance Projects Total:			4,868,312	4,041,135	827,178	124,838	4,165,973	4,868,312	702,339
Total			54,997,943	16,904,758	38,093,185	5,715,599	22,620,357	54,997,943	32,377,586

Footnotes:

¹ See Measure C Bond Program Quarterly Summary Report for project details

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CAPITAL PROJECTS

The third quarter **Measure C** supplemental reports will be posted on the BoardDocs website at the following URL:

<https://go.boarddocs.com/ca/fhda/Board.nsf/Public>

In the “**Meetings**” box located in the middle of the web page, click on the “**Citizens’ Bond Oversight Committee**” link, then click “**2020**” and select “**Sep 15, 2020 (Tue)**” to pull up the Citizens’ Bond Oversight Committee Agenda. Then click on “**View the Agenda**” and select “**Projects Financial Update.**” From here, click the attachments to launch the reports.

The Measure C reports will be available for viewing by Tuesday, September 15, 2020.

(Please note that the Citizens’ Bond Oversight Committee agendas, meeting minutes, annual reports and audit reports issued prior to June 10, 2014 can be accessed through the Measure C website at: <http://measurec.fhda.edu/meeting-minutes-agendas/> .)

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