

Subject: Second Quarter Fiscal Report	Attachment: • Quarterly Report on Cash and Investments • Quarterly Financial Status Report, CCFS-311
Category: Information	Type of Board Consideration:  Information Consent Action
Recommended:  Tim Flood Vice President, Administrative Services	Approved for Consideration:  Sunita V. Cooke, Ph.D. Superintendent/President

BACKGROUND

Title 5, section 58310 of the California Code of Regulations, requires the chief executive officer or other designee of the governing board to regularly report to the governing board the district's financial condition at least once every three months. The quarterly fiscal report is a summary overview report that includes information from the CCFS-311Q (applicable for 1Q, 2Q, and 3Q) and Report of Investments and is to be prepared on forms provided by the Community College System Office and submitted to the appropriate county offices and system office no later than forty-five days following the completion of each quarter. The certified report is to be reviewed by the district governing board at a regularly scheduled meeting and entered into the minutes of the meeting.

STATUS

The second quarter report for the period ending December 31, 2021, is attached. The Quarterly Report of Investments includes both district funds within the County Pooled Investments and proprietary and fiduciary funds held by the district.

1. The Unrestricted General Fund balance (Reserves) fiscal year-end projection is 27.8 percent vs the adopted budget of 27.2 percent. This is the result from an increase in revenue of \$513 thousand and a decrease of Expenses by \$304 thousand from the adopted budget.
2. The total year revenue projection is \$140.7 million from the increase of \$1.6 million from the transfer of CARES ACT funds for the student debt write-off from the prior fiscal year and \$1.0 million increase of the State general fund; this is offset by the decrease of \$2.1 million from lower projection of the Property Tax revenue and lower enrollment fees.
3. The total year Expense projection is \$137.6 million. Supplies and Equipment spending is below the mid-year trend, where the savings will continue forward to the year-end.

4. The cash balance in the combined general Fund 11 (unrestricted) and Fund 12 (restricted) for period ending December 31, 2021, was \$42.3 million. The district received the first major property tax revenue in December 2021, the second major deposit will be in April 2022; both timing linked to the two property tax bills due by property owners. The cash balance for Fund 41-Capital Outlay was \$24.2 million. The cash balance for Fund 43-General Obligation bond was \$226.8 million from series B bonds. Cash from local bank accounts were \$6.5 million for Financial Aid, Student enrollment fees, and auxiliary funds that are transferred to the SD Treasury periodically.
5. The OPEB (Other Post Employment Benefit) trust balance for period ending December 31, 2021, was \$34.5 million with the fiscal year-to-date rate of return of 2.7 percent and 8.8 percent for the past 12 months. This resulted with the total funded accrued liability at 101.6 percent based on the recent June 30, 2021, actuarial study for the calculated OPEB accrued liability at \$33.9 million. The district performs an actuarial study every two years.

RECOMMENDATION

For information only.

FROM: Tim Flood, Vice President, Administrative Services

DATE: February 24, 2022

TO: Dr. Sunita Cooke, Superintendent/President

SUBJECT: District's Cash and Investment Report status, December 31, 2021

The district's total cash and investment status report. The Other Post-Employment Benefit (OPEB) Trust Investment account, is an irrevocable trust and can only be used for the Retiree Health benefit costs.

Actual-to-Budget, CCFS Quarterly Financial Status Report Amount

Revenues

☐	FY22 Adopted Budget	\$140,223,756
☐	FY22 Projected Budget	\$140,737,577
☐	FY22 Actual as of December 31, 2021	\$58,109,861
☐	FY22 Actual YTD to Projected Budget	41.3%

Expenses

☐	FY22 Adopted Budget	\$137,885,139
☐	FY22 Projected Budget	\$137,580,785
☐	FY22 Actual as of December 31, 2021	\$60,497,648
☐	FY22 Actual YTD to Projected Budget	44.0%

Cash Deposits and Investments, Quarterly Report of Investments Balance

☐	Total Cash in the County pooled investment fund (combined funds)	\$293,769,669
	Detail by Fund below:	
	o General Fund 11 & 12	\$42,282,768
	o Capital Outlay Fund 41	\$24,192,494
	o General Obligation Bond Fund 43	\$226,869,686
	o All Other Funds	\$424,721
	o Rate of Return Fiscal YTD	0.360%
☐	Cash in bank deposits	\$6,575,007
	o Rate of Return	NA
☐	Cash in Money Market instruments (Bookstore Fund)	\$148,928
	o Rate of return	0.05%

OPEB Trust Balance

☐	Balanced Fund Portfolio as of December 31, 2021	\$34,492,188
	o Rate of Return 12/31/2021 Fiscal YTD (Annual Target 5.5%)	2.70%
	o Funded Accrued Liability	101.6%



CALIFORNIA COMMUNITY COLLEGES
CHANCELLOR'S OFFICE

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

CHANGE THE PERIOD ▼

Fiscal Year: 2021-2022

Quarter Ended: (Q2) Dec 31, 2021

District: (050) MIRACOSTA

Line	Description	As of June 30 for the fiscal year specified		
		Actual 2018-19	Actual 2019-20	Projected 2021-22

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

A.	Revenues:				
A.1	Unrestricted General Fund Revenues (Objects 8100, 8600, 8800)	130,106,621	130,698,321	135,739,684	139,086,378
A.2	Other Financing Sources (Object 8900)	0	45,068	1,726,909	1,651,199
A.3	Total Unrestricted Revenue (A.1 + A.2)	130,106,621	130,743,389	137,466,593	140,737,577
B.	Expenditures:				
B.1	Unrestricted General Fund Expenditures (Objects 1000-6000)	121,004,340	120,956,934	119,764,121	128,554,785
B.2	Other Outgo (Objects 7100, 7200, 7300, 7400, 7500, 7600)	6,812,202	8,040,335	15,981,045	9,026,000
B.3	Total Unrestricted Expenditures (B.1 + B.2)	127,816,542	128,997,269	135,745,166	137,580,785
C.	Revenues Over(Under) Expenditures (A.3 - B.3)	2,290,079	1,746,120	1,721,427	3,156,792
D.	Fund Balance, Beginning	28,448,924	30,739,003	33,366,792	35,101,240
D.1	Prior Year Adjustments + (-)	0	-37,637	13,021	0
D.2	Adjusted Fund Balance, Beginning (D + D.1)	28,448,924	30,701,366	33,379,813	35,101,240
E.	Fund Balance, Ending (C. + D.2)	30,739,003	32,447,486	35,101,240	38,258,032
F.1	Percentage of GF Fund Balance to GF Expenditures (E. / B.3)	24%	25.2%	25.9%	27.8%

II. Annualized Attendance FTES:

	Actual 2018-19	Actual 2019-20	Actual 2020-21	Projected 2021-22
G.1 Annualized FTES (excluding apprentice and non-resident)	10,229.00	9,998.00	9,822.72	9,033.88

III. Total General Fund Cash Balance (Unrestricted and Restricted)				
	As of the specified quarter ended for each fiscal year			
	2018-19	2019-20	2020-21	2021-22
H.1	Cash, excluding borrowed funds	26,642,843	34,884,831	44,559,438
H.2	Cash, borrowed funds only	0	0	0
H.3	Total Cash (H.1 + H.2)	29,143,525	34,884,831	44,559,438

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)	140,193,756	141,184,988	56,488,662	40%
I.2	Other Financing Sources (Object 8900)	30,000	1,651,199	1,621,199	98.2%
I.3	Total Unrestricted Revenue (I.1 + I.2)	140,223,756	142,836,187	58,109,861	40.7%
J.	Expenditures:				
J.1	Unrestricted General Fund Expenditures (Objects 1000-6000)	128,859,139	129,047,285	60,429,860	46.8%
J.2	Other Outgo (Objects 7100, 7200, 7300, 7400, 7500, 7600)	9,026,000	9,026,000	67,788	0.8%
J.3	Total Unrestricted Expenditures (J.1 + J.2)	137,885,139	138,073,285	60,497,648	43.8%
K.	Revenues Over(Under) Expenditures (I.3 - J.3)	2,338,617	4,762,902	-2,387,787	
L	Adjusted Fund Balance, Beginning	35,101,240	35,101,240	35,101,240	
L.1	Fund Balance, Ending (C. + L.2)	37,439,857	39,864,142	32,713,453	
M	Percentage of GF Fund Balance to GF Expenditures (L.1 / J.3)	27.2%	28.9%		

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

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.)?

NO

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

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

This year?
Next year?

NO
NO

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

OPEB TRUST STATEMENT, 2Q 2022

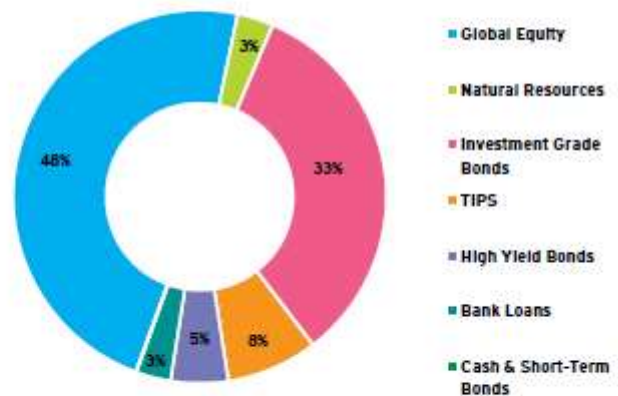
Mira Costa Community College District Balanced (50% Fixed Income, 50% Equity)

12/31/2021

Change in Portfolio - 2nd Quarter of Fiscal Year 2022

Asset Allocation

Portfolio Value on 9/30/2021	33,457,489
Contributions	0
Withdrawals	0
Change in Market Value	726,148
Income Received	319,096
Portfolio Fees	(10,545)
Portfolio Value on 12/31/2021	34,492,188



Trailing Period Performance

	2022 (%)	Fiscal YTD (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	Inception Date	Since Inception (%)
Mira Costa Community College District	3.1	2.7	8.8	13.0	9.2	7.7	7/1/2009	8.6
Policy Benchmark ¹	3.4	3.1	9.3	13.8	9.8	NA		NA
CPI Medical Care (Inflation)	1.0	1.3	2.2	2.8	2.5	2.7		2.8

Fiscal Year Performance

	Fiscal Year 2021 (%)	Fiscal Year 2020 (%)	Fiscal Year 2019 (%)	Fiscal Year 2018 (%)	Fiscal Year 2017 (%)	Fiscal Year 2016 (%)	Fiscal Year 2015 (%)	Fiscal Year 2014 (%)	Fiscal Year 2013 (%)	Fiscal Year 2012 (%)
Mira Costa Community College District	20.2	4.4	5.9	7.0	9.2	-0.9	2.6	11.9	8.0	4.9
CPI Medical Care (Inflation)	0.4	5.1	2.0	2.5	2.7	3.5	2.5	2.6	2.1	4.0

¹ Policy Benchmark consists of 47% MSCI ACWI IMI, 16% Vanguard Spliced Global Capital Cycles Index, 16% Spliced U.S. IMI Materials 25/50, 16% Vanguard Spliced Energy Index, 34% Bloomberg Barclays Aggregate, 8% Bloomberg Barclays U.S. TIPS, 5% Bloomberg Barclays "BB" High Yield, and 3% CSFB Leveraged Loan

