

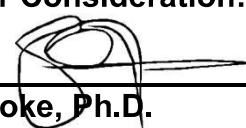


Subject: First Quarter Fiscal Report	Attachment: 1. Quarterly Report on Cash and Investments 2. Quarterly Financial Status Report, CCFS-311
Category: Information	Type of Board Consideration: <div style="text-align: center;">  </div> Information Consent Action
Recommended:  <hr/> Tim Flood Vice President, Administrative Services	Approved for Consideration:  <hr/> 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 45 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 first quarter report for the period ending September 30, 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 28 percent versus the adopted budget of 27 percent. The increase is due to the transfer of the HEERF fund (CARES ACT) of \$1.6 million, as Other Financing sources, for the outstanding student debt from March 2020 through the fall 2021 semester. HEERF I and II has made eligible the student debt write-off as lost revenue for the district.
2. The total year revenue projection is \$141.8 million, which includes the increase from the transfer of CARES ACT funds for student debt.

3. The total year revenue less expense projection is \$3.7 million, from the revenue transfer from the HEERF fund. Further analysis of revenues and expenses will be done after the first semester, which will inform the district of a new projection.
4. The cash balance in the combined general Fund 11 (unrestricted) and Fund 12 (restricted) for period ending September 30, 2021, was \$21 million. The district will receive the next major property tax revenue in December 2021. The cash balance for Fund 41-Capital Outlay was \$24.5 million. The cash balance for Fund 43-General Obligation bond was \$239.5 million from series B bonds, which includes \$7.3 million of interest earned from both series A and series B since inception.
5. The OPEB trust balance for period ending September 30, 2021, was \$33.5 million. The fiscal year-to-date rate of return was -0.30 percent, due to the market fluctuations in this quarter. Total funded accrued liability was 125 percent. The new actuarial report will be available in November 2021, and the district's funded liability will be calculated based on the new liability amount.

RECOMMENDATION

For information only.

FROM: Tim Flood, Vice President, Administrative Services

DATE: November 18, 2021

TO: Dr. Sunita Cooke, Superintendent/President

SUBJECT: District's Cash and Investment Report status, September 30, 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.

<u>Actual-to-Budget, CCFS Quarterly Financial Status Report</u>		<u>Amount</u>
Revenues		
<input type="checkbox"/>	FY22 Adopted Budget	\$140,223,756
<input type="checkbox"/>	FY22 Projected Budget	\$141,751,660
<input type="checkbox"/>	FY22 Actual as of September 30, 2021	\$8,962,211
<input type="checkbox"/>	FY22 Actual YTD to Projected Budget	6.3%
Expenses		
<input type="checkbox"/>	FY22 Adopted Budget	\$137,885,139
<input type="checkbox"/>	FY22 Projected Budget	\$138,064,285
<input type="checkbox"/>	FY22 Actual as of September 30, 2021	\$29,149,576
<input type="checkbox"/>	FY22 Actual YTD to Projected Budget	21.1%
<u>Cash Deposits and Investments, Quarterly Report of Investments</u>		<u>Balance</u>
<input type="checkbox"/>	Total Cash in the County pooled investment fund (combined funds)	\$285,506,966
	Detail by Fund below:	
<input type="checkbox"/>	o General Fund 11 & 12	\$21,028,548
<input type="checkbox"/>	o Capital Outlay Fund 41	\$24,466,073
<input type="checkbox"/>	o General Obligation Bond Fund 43	\$239,488,080
<input type="checkbox"/>	o All Other Funds	\$524,265
<input type="checkbox"/>	o Rate of Return Fiscal YTD	0.180%
<input type="checkbox"/>	Cash in bank deposits	\$7,583,524
	o Rate of Return	NA
<input type="checkbox"/>	Cash in Money Market instruments (Bookstore Fund)	\$148,909
	o Rate of return	0.05%
<u>OPEB Trust Balance</u>		
<input type="checkbox"/>	Balanced Fund Portfolio as of September 30, 2021	\$33,457,489
	o Rate of Return 09/30/2021 Fiscal YTD (Annual Target 5.5%)	-0.30%
	o Funded Accrued Liability	125.2%



CALIFORNIA COMMUNITY COLLEGES
CHANCELLOR'S OFFICE

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

CHANGE THE PERIOD ▼

Fiscal Year: 2021-2022

Quarter Ended: (Q1) Sep 30, 2021

District: (050) MIRACOSTA

Line	Description	As of June 30 for the fiscal year specified			
		Actual 2018-19	Actual 2019-20	Actual 2020-21	Projected 2021-22
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	140,193,756
A.2	Other Financing Sources (Object 8900)	0	45,068	1,726,909	1,557,904
A.3	Total Unrestricted Revenue (A.1 + A.2)	130,106,621	130,743,389	137,466,593	141,751,660
B.	Expenditures:				
B.1	Unrestricted General Fund Expenditures (Objects 1000-6000)	121,004,340	120,956,934	119,764,121	129,038,285
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	138,064,285
C.	Revenues Over(Under) Expenditures (A.3 - B.3)	2,290,079	1,746,120	1,721,427	3,687,375
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	38,788,615
E.1	Percentage of GF Fund Balance to GF Expenditures (E. / B.3)	24%	25.2%	25.9%	28.1%

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	9,998		N/A

	As of the specified quarter ended for each fiscal year			
	2018-19	2019-20	2020-21	2021-22
III. Total General Fund Cash Balance (Unrestricted and Restricted)				
H.1 Cash, excluding borrowed funds		21,674,000	20,242,058	22,937,708
H.2 Cash, borrowed funds only		0	0	0
H.3 Total Cash (H.1 + H.2)	19,629,067	21,674,000	20,242,058	22,937,708

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	140,193,756	7,404,307	5.3%
I.2	Other Financing Sources (Object 8900)	30,000	30,000	1,557,904	5193%
I.3	Total Unrestricted Revenue (I.1 + I.2)	140,223,756	140,223,756	8,962,211	6.4%
J. Expenditures:					
J.1	Unrestricted General Fund Expenditures (Objects 1000-6000)	128,859,139	129,038,285	29,084,513	22.5%
J.2	Other Outgo (Objects 7100, 7200, 7300, 7400, 7500, 7600)	9,026,000	9,026,000	65,063	0.7%
J.3	Total Unrestricted Expenditures (J.1 + J.2)	137,885,139	138,064,285	29,149,576	21.1%
K. Revenues Over(Under) Expenditures (I.3 - J.3)		2,338,617	2,159,471	-20,187,365	
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	37,260,711	14,913,875	
M	Percentage of GF Fund Balance to GF Expenditures (L.1 / J.3)	27.2%	27%		

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?

NO
NO

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

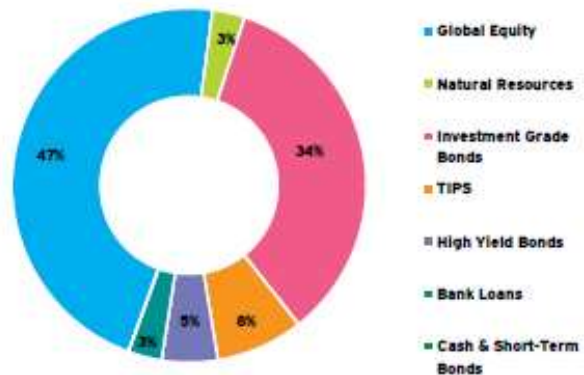
Mira Costa Community College District Balanced (50% Fixed Income, 50% Equity)

9/30/2021

Change in Portfolio - 1st Quarter of Fiscal Year 2022

Asset Allocation

Portfolio Value on 6/30/2021	33,571,048
Contributions	0
Withdrawals	0
Change in Market Value	(276,409)
Income Received	175,859
Portfolio Fees	(11,009)
Portfolio Value on 9/30/2021	33,457,489



Trailing Period Performance

	1Q22 (%)	Fiscal YTD (%)	1 YR (%)	3 YR (%)	5 YR (%)	10 YR (%)	Inception Date	Since Inception (%)
Mira Costa Community College District	-0.3	-0.3	13.9	8.8	8.5	7.8	7/1/2009	8.5
Policy Benchmark ¹	-0.3	-0.3	14.8	9.9	9.2	NA		NA
CPI Medical Care (inflation)	0.3	0.3	0.4	2.7	2.3	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	3.1	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, 3% Vanguard Spliced Global Capital Cycles Index, 1% Spliced U.S. IMI Materials 25/50, 1% Vanguard Spliced Energy Index, 34% Bloomberg Barclays Aggregate, 8% Bloomberg Barclays U.S. TIPS, 5% Bloomberg Barclays "BBB" High Yield, and 3% CSFB Leveraged Loan

