

ITEMS FOR DISCUSSION AND ACTION FISCAL, FACILITIES AND AUDIT

April 23, 2020

ACTION: **Approve Distribution of Funds for 2020-21**

Board Policy 7001 provides for the allocation of operational funds to the State Colleges and the System Office. The proposed Distribution of Funds is included with this item.

The General Fund appropriation for FY 2020-21 is \$55,527,357, which is contained in LB 294(2019). This is an increase of \$1,978,411 (or 3.7%) from the FY2019-20 general fund base.

The Cash Fund (est.) appropriation is adjusted for tuition and fee rate increases, as well as for any enrollment changes at the Colleges. The budget for NeSIS Operations, which flows through the System Office Cash Fund, is decreased by \$7,262 for FY 2020-21.

The final adjustment line shown to the Cash Fund (est.) appropriation was added last year to build an amount into each College's base budget for scholarship awards received during the year from state agencies such as the Coordinating Commission for Postsecondary Education (CCPE) and the Nebraska Department of Education. Each College has previously requested increases to its cash funds each time awards for students are received. Building an estimated amount into the base appropriation reduces the administrative burden of requesting smaller changes throughout the year not only for the Colleges, but also for the Department of Administrative Services budget office. This also provides a more appropriate base amount in the Cash Fund base budget established by the Board. The base amount built into each College's Cash Fund budget is included in NOTE 2 on the Distribution of Funds.

The Total of the General Fund appropriation increase and the Cash Fund tuition increase are just enough to cover the core needs requests of each College and the System Office for FY 2020-21.

The Revolving Fund (Revenue Bond) Operations and Maintenance amounts are based on the FY 2020-21 preliminary revenue bond operating budgets, which are on the agenda for Board approval.

The Federal Fund appropriation reflects preliminary projections from the Colleges. Additional adjustments may be made to the Federal Funds appropriation as needed by the Colleges during the fiscal year.

The System Office recommends approval of the Distribution of Funds for 2020-21.

ATTACHMENTS:

- Distribution of Funds 2020-21 Proposed (PDF)

Distribution of Funds

FY 2020-21

April 23, 2020

	CSC	PSC	WSC	SO	TOTAL
DISTRIBUTION OF FUNDS FY 2019-20					
General Fund	18,185,612	10,189,610	22,770,336	2,403,388	53,548,946
Cash Funds (est.)	13,178,304	8,658,410	17,938,178	624,455	40,399,347
Subtotal General and Cash	31,363,916	18,848,020	40,708,514	3,027,843	93,948,293
Federal Funds (est.)	15,000,000	12,820,000	20,229,900	0	48,049,900
Revolving Funds (est.)	2,536,500	1,587,783	4,611,118	0	8,735,401
Adj. for Revised Budgets April 23, 2020 Agenda	(188,500)	0	163,882	0	(24,618)
Revolving Funds (est.) Revised	2,348,000	1,587,783	4,775,000	0	8,710,783
2019-20 All Funds Total	48,711,916	33,255,803	65,713,414	3,027,843	150,708,976

FY 2020-21 Adjustments to General and Cash Funds

Gen. Fund - LB 294 (2019) Adjustments (NOTE 1)	707,763	370,010	838,341	62,297	1,978,411
Cash Fund - Net Impact of Tuition Rate Increase (2.5%)	224,924	182,815	343,533	0	751,272
Cash Fund - Impact of Fee Rate Changes	65,000	0	96,502	0	161,502
Cash Fund - Impact of Enrollment Changes	0	0	1,467,437	0	1,467,437
Cash Fund - NeSIS Operations	0	0	0	(7,262)	(7,262)
Cash Fund - Scholarship/Grant Awards (NOTE 2)	0	0	235,000	0	235,000
Total Cash Fund Adjustments	289,924	182,815	2,142,472	(7,262)	2,607,949
Total 2020-21 General and Cash Fund Adjustments	997,687	552,825	2,980,813	55,035	4,586,360

DISTRIBUTION FY 2020-21

General Fund	18,893,375	10,559,620	23,608,677	2,465,685	55,527,357
Cash Funds (est.)	13,468,228	8,841,225	20,080,650	617,193	43,007,296
Subtotal General and Cash	32,361,603	19,400,845	43,689,327	3,082,878	98,534,653
Federal Funds (est.) (NOTE 3)	15,000,000	12,820,000	20,229,900	0	48,049,900
Revolving Funds (est.) (NOTE 4)	2,737,485	1,627,247	4,921,500	0	9,286,232
2020-21 All Funds Total	50,099,088	33,848,092	68,840,727	3,082,878	155,870,785

NOTE 1

The General Fund adjustment reflects a 3.7% increase from the FY20 General Funds appropriation as reflected in LB294 (2019).

NOTE 2

Includes Awards from state agencies such as Nebraska Opportunities Grant (NOG), Access College Early (ACE), Attracting Excellence in Teaching (AET) previously added by the Colleges throughout the year as awards are determined.

With adjustment shown, base amount for FY21 are: CSC \$401,000; PSC \$454,583; WSC \$1,040,000

NOTE 3

Federal Funds (est.) are estimates based on initial projections by the Colleges. Adjustments are made as needed by the Colleges.

NOTE 4

Revolving Funds (est.) are based on College preliminary revenue bond operating budgets. Adjustments are made when approved by the Board.