



BMCC BUDGET COMMITTEE REPORT



FY 20-21 PROJECTED TAX- LEVY RESOURCES

Tax-Levy resources	FY2020	FY2021	I/(D) [\$]	I/(D) [%]
Fall FTE Enrollment	19,680	17,172	(2,508)	-13%
Projected Allocations	190,055	156,013	(34,042)	-18%
Fall Revenue	51,231	45,815	(5,416)	-11%
Spring Revenue	44,249	34,748	(9,501)	-21%
Summer Revenue	8,814	9,042	228	3%
Prior Year Collections	3,751	4,208	457	12%
County Chargebacks	445	450	5	1%
Total Actual/Projected Collection	108,490	94,263	(14,227)	-13%
Revenue Target	116,185	110,836	(5,349)	-5%
Collection O/(U) Revenue Target	(7,695)	(16,573)	(8,878)	115%
Prior Year CUTRA and Reserves	8,220	4,854		
Net resources	190,580	144,294	(46,286)	-24%

FY 20-21 PROJECTED TAX- LEVY RESOURCES

- BMCC continues to operate on the 7-months budget allocation that reflects 20% reduction in the base allocation.
- Tuition revenue is projected to miss the revenue target by \$14M-\$16M depending on the final Spring 21 enrollment.
- Revenue target is not realistic, as it is over \$2M higher than actual tuition collected in FY19-20.
- More than a half of the Reserve was already applied to cover the prior FY revenue shortfall.
- Total tax-levy resources are projected to be \$46M or 24% lower than in the prior FY.

FY 20-21 TAX-LEVY EXPENDITURES

Tax-Levy Expenditures

PS Regular	112,016	109,779	(2,237)	-2%
Adjuncts	30,447	27,792	(2,655)	-9%
Temporary Service	11,861	8,485	(3,376)	-28%
Total PS	154,324	146,056	(8,268)	-5%
OTPS	31,402	28,528	(2,874)	-9%
Total Tax-Levy Expenditures	185,726	174,584	(11,142)	-6%
Suplus (Deficit)	4,854	(30,290)	(35,145)	-624%

FY 20-21 TAX-LEVY EXPENDITURES

- Tax-levy expenditures are projected to be reduced by \$11M or 6% compared to the prior FY.
- Full-time employees cost is projected to be lower by 2% than in FY19-20, mainly as a result of reduced overtime costs and the hiring freeze.
- Adjuncts cost is projected to be reduced by 9%, which is still very preliminary pending the final Spring 21 enrollment.
- Temporary services cost is being reduced by about 28% mainly due to reduction of college assistants hours.
- OTPS expenses are expected to be lower by approximately \$11M or 6%.
- As a result, a budget deficit of \$30M is projected for FY20-21.

CARES ACT HEERF STIMULUS PACKAGE

- As a result of CARES Act, BMCC was allocated the following Higher Education Emergency Relief Funds (HEERF):

■ Emergency Financial Aid	\$13,210,414
■ Institutional Portion	\$13,210,414
■ Minority Serving Institutions (MIS)	\$1,720,729
■ Total:	\$28,141,557
- Emergency Financial Aid funds have been distributed to Pell eligible students centrally. \$940K was left for distribution at the college's discretion.
- Less than \$2M of the Institutional portion of funds was claimed for reimbursement of eligible expenses and the balance remains unspent.
- The college was not given access to MIS funds, which are less restrictive and can be used to offset the revenue losses.

CORONAVIRUS RESPONSE AND RELIEF SUPPLEMENTAL APPROPRIATIONS ACTS

- The new stimulus package approved on 12/27/20 called the Coronavirus Response and Relief Supplemental Appropriations Acts (CRRSSA - phonetically – CRIS-A); these are considered supplemental grant funds.
- BMCC was allocated the following:
- CARES ACT Minimum Amount for Emergency Grants to Students \$13,210,414
- Maximum Amount for Institutional Portion \$42,008,078
- Total: \$55,218,492
- Amount allocated to Minority Serving Institutions have not been announced.

STUDENT AID PORTION (EMERGENCY GRANTS TO STUDENTS)

- College will be required to disburse emergency grants to students for the same amount as the CARES Act HEERF.
- College must prioritize students with exceptional needs, such as students who received Pell Grants, in awarding financial aid grants to students. However, unlike CARES, students do not need to be only Pell recipients or students that are eligible for Pell. We are required to ‘carefully document’ how students with ‘exceptional need’ will be prioritized.
- Grants can be used to satisfy a student’s outstanding account balance with the student’s written (or electronic) ‘affirmative consent’. However, the consent cannot be a condition of receipt of or eligibility for the financial aid grant.

ENHANCED FLEXIBILITY FOR INSTITUTIONAL PORTION OF CRRSSA FUNDS

- Defraying expenses associate with coronavirus (including lost revenue, reimbursement for expenses already incurred, technology costs associated with a transition to distance education, faculty and staff trainings, and payroll).
- Carrying out student support activities authorized by the Higher Education Act of 1965, like GEAR UP, that addresses needs related to coronavirus.
- Making additional financial aid grants to students.
- Institutions have the expanded flexibility to use unliquidated (unspent) CARES funds effective December 27, 2020.