

Item 6

(Information Item)

Fiscal Year End 2019-20 Update on the Commission's Operation Budget

SUMMARY:

This item provides an update on the 2019-20 fiscal year (FY) state operations budget by itemizing the State Budget appropriation to the expenditures and encumbrances that occurred from July 1, 2019 to June 30, 2020.

RECOMMENDATION:

This is an information item; no action is required.

BACKGROUND:

The total FY 2019-20 state operations budget appropriation was \$26,963,000. This includes \$13,768,000 for personal services and \$13,195,000 for operating expenses and equipment (OE&E). Personal services include objects of expenditures such as the payment of salaries and wages of state employees and employee benefits, including the state's contribution to the Public Employees' Retirement Fund, insurance premiums for workers' compensation, and the state's share of employees' health insurance. OE&E includes objects of expenditure such as general expenses, printing, communication, travel, data processing, and equipment. The 2019-20 total state operations budget appropriation also include \$633,000 in reimbursement authority, which allows CSAC to recoup funds from other State entities.

The FY 2019-20 state operations budget appropriation incrementally increased by 33.52% from the FY 2018-19 state operations budget appropriation. This increase was primarily due to additional one-time local assistance fund "carve out" appropriations whereby a percentage of local assistance funds from certain CSAC programs can be used for administration and outreach purposes. These programs include:

- Cal Grant B Dreamer Incentive Grant - \$1,500,000
- Child Savings Account Grant Program - \$200,000
- Golden State Teacher Grant Program - \$1,346,000

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Additionally, CSAC received one-time funds of \$100,000 to participate in a Cradle-to-Career Data System Workgroup spearheaded by the Governor's Office of Planning and Research to plan for and develop a longitudinal data system.

In FY 2019-20, CSAC expended \$20,628,033, encumbered \$3,424,877 and received \$467,122 in reimbursement for state operations. This equates to 89% of funds spent from the FY 19-20 appropriation. The Child Saving Account Grant Program, Golden State Teacher Grant Program, and Cradle-to-Career Data System Workgroup appropriations allow for those funds to be encumbered or expended by June 30, 2022 so any unspent funds from FY 2019-20 are planned to be spent or encumbered by that date.

The attached document reports on the year over year appropriation and spending, the FY 19-20 total committed funds by program, and FY 19-20 total committed funds by spending category.

RESPONSIBLE PERSON(S):

Lilly Myers, Deputy Director
Fiscal Administrative Services Division

Sandy Melching, Budget Manager
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ATTACHMENT(S):

2019-20 State Operations Year End Budget Overview