



**Tab 1**

**Distribution of Community College Funds**

Coordinating Board for Higher Education  
September 16, 2020

**BACKGROUND**

State aid payments to community colleges are made on a monthly basis. The Truly Agreed To and Finally Passed (TAFP) core state aid appropriations to community colleges includes line items for the core budget, an equity adjustment, and maintenance and repair. In addition, there is a separate line item for debt offset for the tax refund intercept program operated by the Missouri Department of Revenue to help institutions resolve outstanding student debt owed to the colleges.

**CURRENT STATUS**

The TAFP state aid appropriation for community colleges in House Bill 3 for FY 2021 is \$143,570,515 from state funding sources, federal appropriation authority of \$47,856,837 for Covid-19, and debt offset of \$2,856,000 for a TAFP total of \$194,283,352. It is important to note that the federal appropriation was a placeholder only and no funds were transferred to this line. The amount of state appropriation available to be distributed (TAFP appropriation less the federal authority and the three percent statutory reserve) is \$139,816,660. However, due to the impact on state revenues from Covid-19, additional restrictions of \$16,440,887 general revenue were placed on community colleges state aid payments, \$1,391,881 on community colleges' equity payments, and \$609,289 on community colleges' maintenance and repairs funding for a total additional restriction of \$18,442,057.

Payment of state aid distributions to community colleges is summarized below.

<b>Appropriation</b>	<b>TAFP FY21 less Statutory Reserve</b>	<b>Additional Restrictions</b>	<b>Remaining Budgeted Authority</b>	<b>Expenditures thru July 2020</b>
State Aid - General Revenue	\$ 115,573,823	\$ (16,440,887)	\$ 99,132,936	\$ 8,261,078
State Aid - Lottery Funds	10,175,292	-	10,175,292	847,941
Equity Distribution	9,784,451	(1,391,881)	8,392,570	699,381
Maintenance and Repair	4,283,094	(609,289)	3,673,805	-
<b>Totals</b>	<b>\$ 139,816,660</b>	<b>\$ (18,442,057)</b>	<b>\$ 121,374,603</b>	<b>\$ 9,808,400</b>

**RECOMMENDATION**

Assigned to Consent Agenda

**NO ATTACHMENTS**