



Tab 1
Distribution of Community College Funds

Coordinating Board for Higher Education
 December 9, 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 three percent statutory reserve) is \$139,540,030. 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. In October, the Governor released half of the restrictions which lowered the amount of restrictions for State Aid to \$8,220,444, for Equity to \$695,938, and for Maintenance and Repair to \$304,646, giving a total remaining restriction of \$9,221,028.

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

Community Colleges Budget after Restrictions	TAFP FY21 Budgeted less Gov Reserve	Restrictions on 7/1/20	Restrictions Released	Remaining Restrictions on 10/7/20 after partial release of Restrictions	Remaining Budgeted Authority	Expds July - September 2020
State Aid (excluding Maintenance & Repair - General Revenue	\$115,327,209	-\$16,440,887	\$8,220,443	-\$8,220,444	\$107,106,765	\$24,783,234
State Aid - Lottery Funds	\$10,175,292	\$0	\$0	\$0	\$10,175,292	\$2,543,823
Equity Distribution	\$9,769,860	-\$1,391,881	\$695,943	-\$695,938	\$9,073,922	\$2,098,143
Maintenance and Repair	\$4,267,669	-\$609,289	\$304,643	-\$304,646	\$3,963,023	\$118,928
Totals	\$139,540,030	-\$18,442,057	\$9,221,029	-\$9,221,028	\$130,319,002	\$29,544,128

RECOMMENDATION

Assigned to Consent Agenda

NO ATTACHMENTS