

FY23 Fiscal Outlook

Board of Trustees
Montgomery College
October 18, 2021



FY23 Budget Assumptions:

- MC 2025 Strategic Plan established our institutional goals; the annual budget determines resource allocation
- FY23 Strategic Priorities and budget alignment
- Resource allocation will be limited as the College adjusts to changing dynamics in enrollment and delivery of services
- Strategic workforce planning may inform resource allocation
- Expectations for adjustments to current employee compensation

Montgomery County

- Support for maintenance of effort (MOE)
- Changes to the structure of the County Council—increase in districts from five to seven in 2022; eleven council seats in total
- Impact of term limits—three current council members are term limited
- Mixed economic signals in recovery of certain employment sectors and wage earners
- Ongoing impacts of COVID-19 and resulting fiscal impacts

State of Maryland

- New gubernatorial leadership
- Government assistance from multiple stimulus programs (stimulus checks, child tax credits, unemployment insurance) have had a positive impact on revenue projections
- State economic recovery—moderate recovery of employment and wages is evident
- State will fund CADE formula-two-year look back, enrollment of FY21 impacts funding for FY23

Enrollment Trends-Credit Bearing

- Fewer students taking fewer credit bearing classes

Credit	Headcount	Credit Hours	Average Student Load
Fall 2016	23,916	217,078	9.08
Fall 2017	22,875	205,906	9.00
Fall 2018	21,720	196,800	9.06
Fall 2019	21,260	191,610	9.01
Fall 2020	20,037	179,160	8.94
Fall 2021	17,285	152,987	8.85

Enrollment Trends-WDCE

- Declining enrollments in Workforce Development programs

WDCE	Full Time Equivalent
FY 2016	2860.76
FY 2017	2881.38
FY 2018	2928.60
FY 2019	2992.92
FY 2020	2851.76
FY 2021	2265.45

Revenue Source Percentages for Current Fund-Principal Tax Supported Fund

Revenue Sources Contribution by Percentages			
Revenue Sources	FY20 Approved	FY21 Approved	FY22 Approved
County	55%	54%	55%
Student Tuition & Fees	29%	29%	26%
State Aid	14%	16%	16%
All Others	2%	2%	2%

BUDGET DEVELOPMENT TIMELINE



Thank you

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COLLEGE