

SUBJECT: 2019/20 TENTATIVE BUDGETS

SYNOPSIS:

Board of Trustees consideration of the adoption of the 2019/20 Tentative Budgets.

A public hearing on the proposed 2019/20 Adopted Budgets will be held at the regular Board of Trustees meeting in September.

RECOMMENDATION:

The Superintendent/President recommends the adoption of the 2019/20 Tentative Budgets for the Mendocino-Lake Community College District General Fund, Debt Service Fund, Child Care Fund, Capital Projects Fund, Special Reserve Fund, Health Fund, Student Representation Fee Fund, Student Center Fund, and Student Financial Aid Award Projections, as shown in Attachments A through I.

ANALYSIS:

All California Community College Districts are required to adopt Tentative Budgets for the coming fiscal year and transmit them to the County Superintendent of Schools prior to July 1 of the current year. The Tentative Budgets reflect the best estimates of coming year revenues and expenditures known at the time of submission. Since the State of California typically does not adopt its budget until after June 15, significant changes in projected revenues and expenditures can be anticipated for the September Adopted Budget.

BEGINNING BALANCE

The projected 2019/20 Unrestricted General Fund beginning balance is \$5,918,004 based on the 2018/19 budgeted ending balance. Currently over \$226,000 of prospective expenditures are encumbered. Actual expenditure levels cannot be determined until the current year's books are closed and those encumbrances are resolved.

REVENUE:

The General Fund revenue included herein is based on the most recent 2019/20 fiscal year budget information received from the Governor's Budget, the Governor's May Revise, the Chancellor's Office, the Community College League of California, the Legislative Analyst's Office, and School Services of California.

Apportionment Base/Restoration/Stability

This proposed Adopted Budget assumes that the District will earn apportionment based upon the new Student Centered Funding Formula (SCFF). The SCFF for 2019/20 is based on the following: 70% of apportionment on FTES, 20% on enrollment of low-income students, and 10% on successful student outcomes. The new funding formula will be completely phased in by 2021/22 fiscal year and the hold harmless period will end at that time. There are changes proposed to the SCFF that would delay the phase in of the success measures and extend the hold harmless timeline.

Total general apportionment is budgeted at \$23,793,304. This includes an increase of \$751,000 due to a COLA on 2019/20 general apportionment of 3.26%.

This budget includes no deficit factor on general apportionment. A deficit factor on apportionment is a result of the difference between what the State assumes all 72 colleges will receive for property taxes and enrollment fees and what colleges actually receive.

COLA Revenue

COLA on general apportionment is statutorily determined by the United States Department of Commerce based upon the Implicit Price Deflator for State and Local Governments. It is likely the District will receive a 3.26% COLA on general apportionment for 2019/20. This budget includes an increase of \$751,000 due to this COLA on revenue.

Growth Revenue

The Governor's May Revise included 0.55% funding for enrollment growth. This budget does not include growth funding as the college is realizing a decline in enrollment.

EXPENDITURES:

Salaries, Wages, and Benefits

Projected 2019/20 costs for all currently authorized positions are reflected in this budget, including step and longevity increments for which current staff are eligible. The cost of these increments is approximately \$250,000. Salaries and wages are budgeted according to the terms of the current collective bargaining agreements. The District is currently negotiating with all of the constituent groups for 2019/20. This proposed budget does not include expenditures which may result from future collective bargaining settlements.

The 2018/19 agreement with SEIU included a provision that if the 2018/19 unrestricted general fund was balanced (actual revenues exceeded actual expenditures and transfers) at June 30, 2019 than a COLA of 2.71% would be applied on the salary schedule effective September 1, 2019. The cost of this increase is included in this budget.

The General Fund Budget includes a payment to the Health Fund equal to \$1,600 per plan participant per month or \$19,200 per year. This is an increase from the rate for 2018/19 which was \$1,400/\$16,800. The rate is being increased based on actual claim costs coming in over budget in 2018/19. This rate increases the budgeted costs for health benefits by \$480,000. This rate may be adjusted during the year as actual health costs become known.

This budget includes a PERS (Public Employee Retirement System) District contribution rate of 20.733%, an increase from the 2018/19 rate of 18.062% which will result in a cost increase of \$133,000.

The budget includes a 2018/19 STRS (State Teachers Retirement System) District contribution rate of 18.1% an increase from 16.28% in 2018/19 which will result in a cost increase of \$148,000. However, the Governor's May Revise proposes to reduce the STRS contribution rate of 18.1% to 16.71% which would lower the cost increase to \$34,000.

Supplies and Services

Departmental supplies and services budgets reflect the same level as prior years.

Capital Outlay

The unrestricted funding for capital outlay within the General Fund is comprised of \$50,000 for computers scheduled for replacement on the refresh cycle and \$10,000 for computers for new hires.

CATEGORICAL PROGRAMS

The proposed June Tentative Budget includes 50 categorical programs, totaling approximately \$8.8 million. This is a lower level than 2018/19 due to lower carryover amounts. Also contributing to the lower amount is that the HEP and CAMP grants are expiring as of June 30, 2019 and it is unknown if they will receive a five-year renewal. Categorical revenues are projected based on tentative information from various state and federal agencies.

ACTUARIAL LIABILITIES FOR RETIREE HEALTH BENEFITS (OPEB)

The college provides post-employment health care coverage for eligible retired employees and their dependents in accordance with negotiated contracts with the various bargaining units. The college is required by GASB 75 to plan for Other Post Employment Benefit (OPEB) liabilities and disclose the Total OPEB Liability (TOL) in its financial statements. The college contracts with an actuary to estimate the future liability of these benefits. The most recent study conducted November 2018 determined the TOL to be \$5,856,986. In December 2013, PBC reviewed a plan to address the OPEB liability and set aside funds from the Health Benefits Fund in years when that fund ends with a surplus. The PBC reviewed the plan on June 5, 2017. The amount projected to be transferred from the Health Benefits Fund to the Special Reserve Fund in 2018/19 is \$353,890. This would leave a fund balance of \$750,000 in the Health Benefits Fund and results in a GASB 75 OPEB reserve of \$1,869,108, which is 31% of the total TOL. A similar transfer will be considered in 2019/20 should actual health claims come in under the budgeted amount of \$1,600 per employee per month.

BOARD BUDGET PARAMETERS:

General Fund Budget Parameters

Unrestricted Ending Balance

The targeted ending fund balance in the General Fund shall be 15% of total unrestricted expenditures. At no time shall the ending balance go below a minimum of 5%. - **MET**

Balanced Budget

The General Fund shall have a balanced budget with total ongoing expenditures and transfers not exceeding total ongoing revenues.

NOT MET – The Unrestricted General Fund budget is out of balance by \$587,000 of which \$295,000 is due to one-time transactions. Therefore, this budget has an ongoing structural deficit of \$292,000.

One-time revenues and reserves shall not be used to fund ongoing expenditures but may be considered for current year expenditures that do not create obligations in future years.

NOT MET – The Unrestricted General Fund budget is out of balance by

\$587,000 of which \$295,000 is due to one-time transactions. Therefore, this budget has an ongoing structural deficit of \$292,000.

Health Fund Budget Parameter

Health Fund

The Health Benefit contribution rate shall be set for the next fiscal year so that total annual contributions equal or exceed projected total health care costs as determined by an analysis of historical trends. – **MET**

ENDING BALANCE

The projected 2019/20 General Fund ending fund balance is \$5,330,820 million or 20.47% of expenditures and transfers. The Board has directed administration to set aside the amount estimated to cover future STRS/PERS pension cost increases. This amount totals \$527,000 for the time period from 2020/21 to 2022/23. With this amount set aside in the General Fund, the unrestricted reserve is lowered to \$4,803,820 or 18.44% of expenditures and transfers. Typically, District expenditures are known with greater accuracy than revenues at this time. The 2019/20 beginning balance will also be more precisely projected by the time the Adopted Budget is presented as most financial transactions for 2018/19 will have been reconciled by that time. In the likely event of timely passage of the State Budget, more accurate revenue information will be available in time for inclusion in the September Adopted Budget.

SUMMARY

In summary, there are many revenue and expenditure assumptions included in this budget that will likely change based upon enrollment and the final budget enacted by the State. 2015/16 through 2018/19 were very good budget years for community colleges. 2019/20 and beyond are very uncertain due to the major changes to the formula by which colleges are funded.

Unknowns that may impact the budget which, when clarified, may be included in the Adopted Budget:

- Deficit factor on apportionment
- Changes to the Student Centered Funding Formula
- State offset of college STRS contribution rate

The Chancellor's Office, Department of Finance, Legislative Analyst's Office and the Governor continue to advise colleges to remain cautious in making on-going expenditure decisions. The current economic expansion has extended well beyond the average number of years of historical economic up turns. All agencies implore colleges to plan for the increases to pension costs and position themselves for the next downturn.

OTHER FUND BUDGETS:

The Debt Service Fund Budget (Attachment B), was included for the first time in 2009/10 to reflect the debt service payments on the Solar project. A portion of the project was funded by municipal lease bonds and the debt service will be offset by the energy savings from the solar field and PG&E rebates. The transfer from the general fund will level off at \$400,000 until the solar field is paid off in 2021. At that time the debt service fund will no longer be necessary and the \$400,000 will be available for other purposes.

The Child Care Fund Budget (Attachment C), reflects a program similar to the 2018/19 program. The estimated increased costs for salary step and column advancements are included in this budget. The proposed budget reflects a general fund subsidy of \$132,876.

The Capital Projects Fund Budget (Attachment D), includes projected revenues and expenditures as well as reserves set aside for future capital projects.

The Special Reserve Fund Budget (Attachment E), includes reserves for accrued vacations, load banking, GASB 75 requirements, and self-insurance (active/retiree health plans, property, liability, and workers' compensation). Accrued vacation and load banking are each reserved at 25% of the total value of vacation and load banking accruals respectively, based on the most recent audited figures.

The Health Fund Budget (Attachment F), identifies those monies set aside for payment of health benefits during the 2019/20 fiscal year. This fund was established when the District made a decision to self-insure these benefits. Revenue and expenditures are budgeted at \$1,600 per plan participant per month (\$19,200 annually) for 2019/20.

The Student Representation Fee Fund Budget (Attachment G), reflects the \$1 per semester that each student pays to support student government here at the College.

The Student Center Fund Budget (Attachment H), reflects the \$1 per unit per semester to a maximum of \$5 that each student pays for equipment and improvements to student areas in the Lowery Student Center and student areas at the Lake Center, North County Center, and Coast Center.

The Student Financial Aid Award Projections Budget (Attachment I), reflects a program similar to the 2018/19 program.

MOTION/ACTION:

RESOLVED, That the Board of Trustees of the Mendocino-Lake Community College District does hereby adopt the proposed 2019/20 Tentative Budgets as presented and shown on Attachments A-1 through I:

Attachment A-1	General Fund Unrestricted Tentative Budget
Attachment A-2	General Fund Restricted Tentative Budget
Attachment B	Debt Service Fund Tentative Budget
Attachment C	Child Care Fund Tentative Budget
Attachment D	Capital Projects Fund Tentative Budget
Attachment E	Special Reserve Fund Tentative Budget
Attachment F	Health Benefits Fund Tentative Budget
Attachment G	Student Representation Fee Fund Tentative Budget
Attachment H	Student Center Fund Tentative Budget
Attachment I	Student Financial Aid Award Tentative Projections

**MENDOCINO-LAKE COMMUNITY COLLEGE DISTRICT
UNRESTRICTED GENERAL FUND
2019/20**

	2018/19 REVISED BUDGET FUND 11		2019/20 TENTATIVE BUDGET FUND 11	
	<u> </u>		<u> </u>	
BEGINNING FUND BALANCE	\$ 6,559,593		\$ 5,918,004	
REVENUE:				
A. Federal	23,500		23,500	
B. State	14,051,806		14,887,226	
C. Local	10,654,131		10,550,470	
TOTAL REVENUE	<u>\$ 24,729,437</u>		<u>\$ 25,461,196</u>	
EXPENDITURES:				
A. Certificated Salaries and Wages	\$ 10,498,579		\$ 10,462,653	
Classified Salaries and Wages	<u>5,001,531</u>		<u>5,083,681</u>	
Subtotal Salaries and Wages	15,500,110		15,546,334	
Fringe Benefits	<u>5,851,495</u>		<u>6,636,861</u>	
Total Personnel Costs	21,351,605		22,183,195	
B. Supplies	703,211		636,848	
C. Contractual Services	2,622,617		2,597,957	
D. Capital Outlay	176,146		71,943	
E. Transfers				
To Child Care Fund	127,344		152,876	
To Debt Service Fund	<u>390,103</u>		<u>405,561</u>	
	517,447		558,437	
TOTAL EXPENDITURES AND TRANSFERS	<u>\$ 25,371,026</u>		<u>\$ 26,048,380</u>	
FUND BALANCE:				
A. Designated (PERS/STRS)	699,000		527,000	
B. Undesignated	<u>5,219,004</u>	20.57%	<u>4,803,820</u>	18.44%
TOTAL ENDING FUND BALANCE	5,918,004	23.33%	5,330,820	20.47%
CHANGE IN RESERVES	<u>\$ (641,589)</u>		<u>\$ (587,184)</u>	

**MENDOCINO-LAKE COMMUNITY COLLEGE DISTRICT
RESTRICTED GENERAL FUND
2019/20**

	2018/19 REVISED BUDGET FUND 12	2019/20 TENTATIVE BUDGET FUND 12
	<u> </u>	<u> </u>
BEGINNING FUND BALANCE	\$ 234,889	\$ 210,446
<u>REVENUE:</u>		
A. Federal	2,345,743	938,136
B. State	9,348,761	7,837,109
C. Local	118,000	97,000
TOTAL REVENUE	<u>\$ 11,812,504</u>	<u>\$ 8,872,245</u>
<u>EXPENDITURES:</u>		
A. Certificated Salaries and Wages	\$ 1,684,609	\$ 1,197,748
Classified Salaries and Wages	1,929,244	1,451,707
Subtotal Salaries and Wages	<u>3,613,853</u>	<u>2,649,455</u>
Fringe Benefits	1,243,249	961,881
Total Personnel Costs	<u>4,857,102</u>	<u>3,611,336</u>
B. Supplies	745,082	576,538
C. Contractual Services	3,190,004	1,222,299
D. Capital Outlay	1,524,316	1,232,554
E. Transfers to Student Financial Aid Fund and Other Payments To/For Students	<u>1,520,443</u>	<u>2,251,354</u>
TOTAL EXPENDITURES AND TRANSFERS	<u>\$ 11,836,947</u>	<u>\$ 8,894,081</u>
ENDING FUND BALANCE	\$ 210,446	\$ 188,610
CHANGE IN RESERVES	<u>\$ (24,443)</u>	<u>\$ (21,836)</u>

**MENDOCINO-LAKE COMMUNITY COLLEGE DISTRICT
DEBT SERVICE FUND
2019/20**

	2018/19 REVISED BUDGET FUND 29	2019/20 TENTATIVE BUDGET FUND 29
BEGINNING FUND BALANCE	\$ -	\$ -
<u>REVENUE:</u>		
A. Interest	(2,000)	(2,000)
B. Transfer from General Fund - Solar	390,103	405,561
TOTAL FUNDS AVAILABLE	<u>\$ 388,103</u>	<u>\$ 403,561</u>
<u>EXPENDITURES:</u>		
A. Solar debt service payments	\$ 388,103	\$ 403,561
RESERVES	-	-
TOTAL EXPENDITURES AND RESERVES	<u>\$ 468,748</u>	<u>\$ 403,561</u>

**MENDOCINO-LAKE COMMUNITY COLLEGE DISTRICT
CHILD CARE FUND
2019/20**

	<u>2018/19 REVISED BUDGET FUND 33</u>	<u>2019/20 TENTATIVE BUDGET FUND 33</u>
<u>REVENUE:</u>		
Federal		
A. Food Program	\$ 33,000	\$ 30,000
State		
B. CA State Preschool Program	240,724	228,604
C. Food Program	1,750	1,500
D. General Contract	180,889	195,889
Local		
E. Parent Fees - Non-Certified/Full Fee	110,000	110,000
F. Other Local Income	-	-
Transfers		
G. General Fund Subsidy	107,344	132,876
H. Employee Child Care Benefit	20,000	20,000
 TOTAL REVENUE	 <u>\$ 693,707</u>	 <u>\$ 718,869</u>
 <u>EXPENDITURES:</u>		
A. Personnel Costs		
1. Salary and Wages		
Classified Regular	\$ 233,482	\$ 235,552
Classified Hourly	<u>185,161</u>	<u>186,985</u>
	418,643	422,537
2. Benefits	<u>157,045</u>	<u>178,293</u>
Total Personnel Costs	575,688	600,830
B. Supplies	94,895	96,415
C. Contractual Services	<u>23,124</u>	<u>21,624</u>
 TOTAL EXPENDITURES	 <u>\$ 693,707</u>	 <u>\$ 718,869</u>

**MENDOCINO-LAKE COMMUNITY COLLEGE DISTRICT
CAPITAL PROJECTS FUND
2019/20**

	2018/19 REVISED BUDGET FUND 41	2019/20 TENTATIVE BUDGET FUND 41
BEGINNING FUND BALANCE		
Unrestricted	\$ 927,846	\$ 736,559
TOTAL BEGINNING FUND BALANCE	<u>927,846</u>	<u>736,559</u>
<u>REVENUE:</u>		
A. Interest	15,000	15,000
B. Proposition 39 Energy Projects	4,483	-
C. Physical Plant Block Grant	94,387	-
D. Redevelopment Agency On-going	150,000	150,000
E. NCCCSIA Return of Equity	-	-
F. NCCCSIA Safety Credit	15,000	15,000
TOTAL REVENUES	<u>278,870</u>	<u>180,000</u>
TOTAL FUNDS AVAILABLE	<u>\$ 1,206,716</u>	<u>\$ 916,559</u>
<u>EXPENDITURES AND TRANSFERS:</u>		
A. Energy System Upgrades	\$ 4,483	\$ -
B. Physical Plant Block Grant	94,387	-
C. Campus Signs	41,287	34,487
D. Disabled Access Improvements	50,000	50,000
F. Traffic Light	300,000	270,000
G. Safety Improvements	75,000	30,000
H. Housing Study	50,000	-
I. Facilities Master Planning	25,000	25,000
J. Other Capital Projects	100,000	100,000
TOTAL EXPENDITURES	<u>740,157</u>	<u>509,487</u>
RESERVES	466,559	407,072
TOTAL EXPENDITURES AND RESERVES	<u>\$ 1,206,716</u>	<u>\$ 916,559</u>

**MENDOCINO-LAKE COMMUNITY COLLEGE DISTRICT
SPECIAL RESERVE FUND
2019/20**

	2018/19 REVISED BUDGET FUND 61	2019/20 TENTATIVE BUDGET FUND 61
	<hr/>	<hr/>
BEGINNING FUND BALANCE	\$ 2,370,838	\$ 2,675,728
<u>REVENUE:</u>		
A. Interest	36,000	36,000
B. Transfer from Health Fund	768,890	-
TOTAL FUNDS AVAILABLE	<u>\$ 3,175,728</u>	<u>\$ 2,711,728</u>
<u>EXPENDITURES AND TRANSFERS:</u>		
A. Transfer to General Fund	<hr/> -	<hr/> -
<u>RESERVES:</u>		
A. Accrued Vacation Reserve	\$ 171,562	\$ 171,562
B. Load Banking Reserve	115,089	115,089
C. Health Fund Reserve	275,000	275,000
D. Incurred But Not Recorded (IBNR) Health Benefits	180,000	180,000
E. GASB 75 Reserve	2,269,108 *	1,869,108 *
F. Self Insurance Reserve	164,969	100,969
TOTAL RESERVES	<u>3,175,728</u>	<u>2,711,728</u>
TOTAL EXPENDITURES AND RESERVES	<u>\$ 3,175,728</u>	<u>\$ 2,711,728</u>

*Total GASB 75 liability per actuarial study dated November 26, 2018 is \$5,856,986.

**MENDOCINO-LAKE COMMUNITY COLLEGE DISTRICT
HEALTH FUND
2019/20**

	2018/19 REVISED BUDGET FUND 62	2019/20 TENTATIVE BUDGET FUND 62
BEGINNING FUND BALANCE	\$ 1,518,890	\$ 750,000
 <u>REVENUE:</u>		
A. Contribution from Other Funds	3,283,000	3,840,000
B. Employee Contributions	30,000	30,000
C. Interest	16,000	16,000
TOTAL REVENUE	<u>3,329,000</u>	<u>3,886,000</u>
 TOTAL FUNDS AVAILABLE	 <u><u>\$ 4,847,890</u></u>	 <u><u>\$ 4,636,000</u></u>
 <u>EXPENDITURES:</u>		
A. Health Care Services	\$ 3,329,000	\$ 3,886,000
B. Transfer to Special Reserve Fund	768,890	-
TOTAL EXPENDITURES	<u>4,097,890</u>	<u>3,886,000</u>
 RESERVE	 <u>750,000</u>	 <u>750,000</u>
 TOTAL EXPENDITURES AND RESERVES	 <u><u>\$ 4,847,890</u></u>	 <u><u>\$ 4,636,000</u></u>

**MENDOCINO-LAKE COMMUNITY COLLEGE DISTRICT
STUDENT REPRESENTATION FEE FUND
2019/20**

	2018/19 REVISED BUDGET FUND 72	2019/20 TENTATIVE BUDGET FUND 72
BEGINNING FUND BALANCE	\$ 32,375	\$ 33,925
<u>REVENUE:</u>		
A. Student Representation Fees	10,000	10,000
B. Interest	400	400
TOTAL REVENUE	<u>10,400</u>	<u>10,400</u>
TOTAL FUNDS AVAILABLE	<u>\$ 42,775</u>	<u>\$ 44,325</u>
<u>EXPENDITURES:</u>		
A. Services (Travel)	\$ 8,850	\$ 10,400
TOTAL EXPENDITURES	<u>8,850</u>	<u>10,400</u>
RESERVES	<u>33,925</u>	<u>33,925</u>
TOTAL EXPENDITURES AND RESERVES	<u>\$ 42,775</u>	<u>\$ 44,325</u>

**MENDOCINO-LAKE COMMUNITY COLLEGE DISTRICT
STUDENT CENTER FUND
2019/20**

	2018/19 REVISED BUDGET FUND 73	2019/20 TENTATIVE BUDGET FUND 73
BEGINNING FUND BALANCE	\$ 327,691	\$ 310,372
<u>REVENUE:</u>		
A. Student Center Fees	31,000	31,000
B. Interest	4,000	4,000
TOTAL REVENUE	<u>35,000</u>	<u>35,000</u>
TOTAL FUNDS AVAILABLE	<u>\$ 362,691</u>	<u>\$ 345,372</u>
<u>EXPENDITURES:</u>		
A. Student Salary & Benefits	\$ 15,238	\$ 31,000
B. Supplies	6,700	7,000
C. Services	5,750	5,500
D. Equipment	24,631	-
TOTAL EXPENDITURES	<u>52,319</u>	<u>43,500</u>
RESERVES	<u>310,372</u>	<u>301,872</u>
TOTAL EXPENDITURES AND RESERVES	<u>\$ 362,691</u>	<u>\$ 345,372</u>

**MENDOCINO-LAKE COMMUNITY COLLEGE DISTRICT
STUDENT FINANCIAL AID AWARD PROJECTIONS
2019/20**

	<u>2018/19 ESTIMATED AWARDS</u>	<u>2019/20 ESTIMATED AWARDS</u>
<u>SOURCE OF FUNDS:</u>		
FEDERAL SOURCES		
A. PELL GRANT	\$ 4,500,000	\$ 4,500,000
B. FSEOG	114,400	105,000
C. BUREAU OF INDIAN AFFAIRS	4,500	4,500
D. DIRECT LOANS	640,355	640,355
E. AMERICORPS	15,000	15,000
F. FEDERAL WORK STUDY	62,000	62,000
TOTAL FEDERAL SOURCES	<u>5,336,255</u>	<u>5,326,855</u>
STATE SOURCES		
A. CAL GRANT	420,000	420,000
B. EOPS GRANT	148,000	148,000
C. CHAFEE GRANT	40,000	40,000
D. FULL-TIME STUDENT SUCCESS GRANT	14,542	-
E. COMMUNITY COLLEGE COMPLETION GRANT	78,000	-
F. STUDENT SUCCESS COMPLETION	294,686	341,124
G. NONRESIDENT DREAMER EMERGENCY AID	7,353	-
TOTAL STATE SOURCES	<u>1,002,581</u>	<u>949,124</u>
LOCAL SOURCES		
A. SCHOLARSHIPS	297,717	250,000
TOTAL FUNDS	<u>\$ 6,636,553</u>	<u>\$ 6,525,979</u>
<u>DISBURSEMENTS:</u>		
A. STUDENT FINANCIAL AID	<u>\$ 6,636,553</u>	<u>\$ 6,525,979</u>