

Allan Hancock College Consortium Carryover Plan Narrative November 2026

Important Executive Summary & Operational Accounting Note:

Preliminary budget data shows that 100% of LASCC's 2025–26 excess carryover has been applied to and spent down during Q1 of the current (2026–27) fiscal school year.

Under standard First-In, First-Out (FIFO) state grant accounting rules, prior-year carryover dollars are expended first. Because CAEP serves as the primary—and often sole—funding source available to launch the adult school's operational year, Q1 payroll, utilities, and initial program setup immediately absorbed the 2025–26 carryover balance before 2026–27 annual allocation funds were tapped.

We have uploaded an individual plan for the consortium member agency that has carryover, which has been largely due to ongoing staffing shortages and the related limitations that impacted our ability to spend and grow programming.

Member Agency Allan Hancock College concluded their excess carryover by June 30, 2025.

Member Agency Summaries:

Allan Hancock College: In accordance with state guidelines and consortium reporting, Allan Hancock College maintains fully compliant operations with an allowable 2.93% carryover balance (\$29,229), operating well under the state's 20% threshold.

Lompoc Adult School and Career Center: LASCC ended 2025–26 with a \$674,854 carryover balance (53.71% of allocation, down from 67%) due to historical rural hiring lags, capital asset lifecycle scheduling, and working capital needs. Under its active 2026–27 Written Expenditure Plan (WEP), LASCC is executing a total \$1,697,575.70 budget spend (135% of its annual allocation) to fund computer lab hardware replacements, credentialed HSD staff onboarding, driver's education pilot expansion, and permanent medical certification absorption.

2026–27 Target Goal:

LASCC's WEP plan will reduce projected year-end carryover to 18.60% (\$233,654.30) by June 30, 2027—a 65% total reduction in carryover funds—bringing the agency completely below both the state's 20.0% statutory cap and the consortium's internal 19.9% target.