



CHABOT-LAS POSITAS

Community College District

FY 2022-23 Tentative Budget & May Revise

June 3, 2022



Tentative Budget Overview:

- Unrestricted fund is balanced districtwide
 - Surplus of approximately \$2.7M or about 2.1% of the expenditure budget
 - Surplus achieved through a combination of factors:
 - Significant COLA of 5.33%
 - Unfilled vacancies
 - Reliance on federal stimulus dollars where appropriate
 - Hold harmless funding
- Ending Projected Fund Balance of \$25.5M
 - Equates to a reserve level of 19.59%, well above the 8% target reserve in AP 6305
 - As we begin the FY 2021-22 closing process, this figure can and likely will shift, perhaps significantly, by the Adoption Budget



Major Assumptions:

- FTES Assumptions
 - Chabot College – 9,540 FTES
 - Las Positas College – 6,542 FTES
- Revenue Assumptions
 - COLA of 5.33% - Approximately \$6.4M in additional apportionment revenue
 - Enrollment Growth of 0%



May Revision

- Overall, the state budget is over \$300 billion, with \$227 billion in the state general fund
- The state budget has a surplus of \$49 billion
- Proposition 98 has an additional \$4.2 billion over the prior; the vast majority of this is being allocated for one-time uses



Community College System:

- Cost-of-Living-Adjustment (COLA)
 - FY 2022-23: 6.56%
 - **District Impact:** An additional \$7.9M in apportionment revenue, if enacted
- Other Notable Items
 - \$125M for Basic Allocation increases; technology driven
 - \$250M to increase the credit rate per FTES; this will help decrease the amount of hold harmless funds districts receive
 - \$750M in one-time funds in a block grant
 - \$1B+ in one-time deferred maintenance and instructional equipment funds



May Revision – Hold Harmless

- Revenue protection for districts through FY 2024-25
- A district's FY 2024-25 revenue level would become its new base, or floor, below which it could not drop.
- Beginning in FY 2025-26, districts who do not generate funding through the SCFF greater than their FY 2024-25 revenue floor, would no longer be given cumulative COLAs
 - COLA would essentially become one-time money in years in which it was given



Questions?