



C H A B O T - L A S P O S I T A S

Community College District

FY 2024-25 Adopted Budget

September 10, 2024



California's FY 2024-25 Budget

- State Budget Overview
 - Total expenditure budget of \$298 billion, a greater than 4% decrease from prior year; budget deficit of \$45 billion mitigated by reductions, funding shifts, and delays
 - General fund expenditure budget of \$211 billion, a 6% decrease over last year
 - State reserves are being utilized to sustain programs. Reserves are estimated to be at \$22 billion in FY 2024-25 and \$13 billion in FY 2025-26. Rainy Day Fund and other reserves are being spent down.
 - Community colleges receiving \$143 million increase systemwide to fund an 1.07% COLA for the SCFF and most categorical programs



Hold Harmless – Final Year

- 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
- The budget for FY 2024-25 is being developed with a plan for continued enrollment growth in subsequent years; the ultimate goal is to have the District be funded from the SCFF calculation and no longer rely on the hold harmless provision
 - This multi-year plan is fluid and will be continually monitored to determine the gap between the revenue generated through the SCFF versus Hold Harmless funding
 - Current Hold Harmless funding at \$17.8 million; will reduce after FY 2022-23 FTES figures drop from the three-year average



Adoption Budget Overview:

- Unrestricted fund is balanced districtwide
 - Balanced budget achieved through a combination of factors:
 - Modest COLA of 1.07%
 - Unfilled vacancies
 - Reliance on one-time categorical dollars where appropriate
 - Hold harmless funding
- Ending Projected Fund Balance of \$20.9M
 - Equates to a reserve level of 13.9%, well above the 8% target reserve in AP 6305
 - As we complete the FY 2023-24 closing process, this figure can and likely will shift though not significantly



Major Assumptions:

- FTES Assumptions
 - Districtwide – 16,272 FTES
 - Chabot College – 9,755 FTES
 - Las Positas College – 6,517 FTES
- Revenue Assumptions
 - COLA of 1.07% - Approximately \$1.48M in additional apportionment revenue
 - Enrollment Growth of 0%
 - Deficit Factor of 1%
- Expenditure Assumptions
 - Step and column increases built into position control along with the negotiated salary increases
 - Health care increases built in; very small year-over-year increases



Position Control:

Unrestricted Fund

	FY 2023-24 FTE	FY 2024-25 FTE	Difference	% Difference
Chabot College	257.0	268.7	11.7	4.5%
Las Positas College	205.2	211.6	6.4	3.1%
District/M&O	138.1	139.1	1.0	0.7%
Total	600.3	619.4	19.1	3.2%

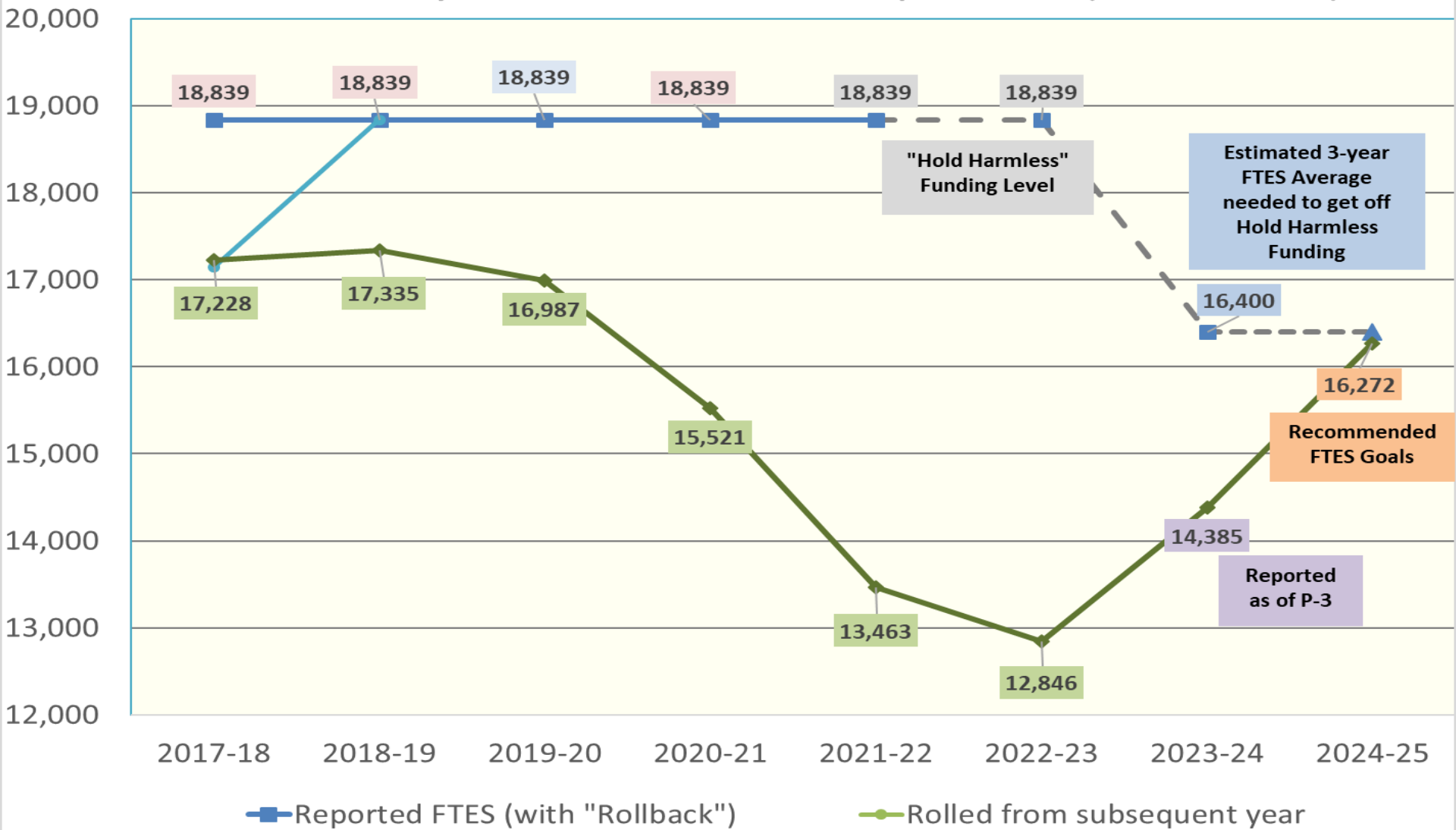
*\$11.3M in budgeted vacant positions (all sites) within the unrestricted fund

**Both colleges have migrated the Campus Safety departments off the COVID-19 Block Grant and back on the unrestricted general fund





Historic Annually Generated District FTES vs Reported FTES (with "Rollback")





Conclusion

- This budget looks to continue to build upon the positive enrollment momentum while also focusing on maximizing supplemental and success points
- The District will continue advocating for enhancement to the SCFF, particularly in the supplemental section
- College staff will continue pressing for an extension of cumulative COLAs beyond FY 2024-25
- This budget shows a commitment to serving our students and staying competitive with our peers to attract the best talent to work in our District



Questions?