

Resource Council February 22, 2024

TOPICS:

- **FY 23/24 Mid-Year Budget Performance Report (Handout)**
- **Holding Account Balances (Fund 11 & 12) (Handout)**
- **List of Grants & Categorical funds - (Fund 12)- (Handout)**
- **23/24 Budget update**
- **Budget Allocation Model Revision update**

Presenters: Dr. Michael T. Collins, VP Business Services

Esmeralda Abejar, MBA, Director, Business Services

FUND 11 FY 23/24

Mid-Year Budget Performance Report

Fund	11					
Resource	1000					
			AS of 12/31/2023			
Major Object	Sum of Adopted Budget	Sum of Revised Budget	Sum of Rev/ Exp Net of Abatements	Sum of Encumbrances	Sum of Uncommitted/ Unrealized	% Spent
1	27,902,613.00	28,022,606.00	13,417,072.77	8,646,017.83	5,959,515.40	47.88%
2	7,710,123.00	7,572,454.00	3,554,163.68	3,222,807.10	795,483.22	46.94%
3	14,600,153.00	14,636,851.00	5,806,131.11	6,851,729.52	1,978,990.37	39.67%
4	754,408.00	723,697.00	262,742.95	77,271.27	383,682.78	36.31%
5	15,873,886.00	15,215,277.00	1,385,385.38	1,395,214.27	12,434,677.35	9.11%
6	216,528.00	814,924.00	393,568.59	365,431.73	55,923.68	48.30%
Grand Total	67,057,711.00	66,985,809.00	24,819,064.48	20,558,471.72	21,608,272.80	37.05%

23/24 Mid-Year Budget Performance Report

- Part Time & Overload, Academic, *Inst. Salaries*.
 - Budget \$8,581,962.00
 - Actual \$4,522,386.53
- 13xx's accounts % spent 52.70%

Object	Object Description	Prior Year 2022-23	Current Year 2023/24	Actuals	Balance	%
		Actual	Revised Budget	YTD 12/31/2023		Used
1330	INSTRUCTORS, PART TIME FALL	2,615,082.48	2,653,447.00	2,638,159.45	15,287.55	99.42%
1331	<i>INSTRUCTORS, PART TIME SUMMER (ODD YR)</i>	829.44	625,557.00	-	625,557.00	0.00%
1332	INSTRUCTORS, PART TIME WINTER	627,382.55	624,899.00	-	624,899.00	0.00%
1333	INSTRUCTORS, PART TIME SPRING	2,491,962.87	2,204,085.00	8,979.62	2,195,105.38	0.41%
1334	<i>INSTRUCTORS, PART TIME SUMMER (EVEN YR)</i>	827,465.85	55,275.00	484,926.34	(429,651.34)	877.30%
1335	INSTRUCTORS, FULL TIME OVERLOAD FALL	706,492.28	512,052.00	878,347.77	(366,295.77)	171.53%
1336	<i>INSTRUCTORS, FULL TIME OVERLOAD SUMMER (EVEN YR)</i>	770,803.32	40,120.00	446,355.22	(406,235.22)	1112.55%
1337	INSTRUCTORS, FULL TIME OVERLOAD WINTER	679,062.66	657,491.00	-	657,491.00	0.00%
1338	INSTRUCTORS, FULL TIME OVERLOAD SPRING	684,294.45	463,863.00	24,386.56	439,476.44	5.26%
1339	<i>INSTRUCTORS, FULL TIME OVERLOAD SUMMER (ODD YR)</i>	-	434,381.00	283.50	434,097.50	0.07%
1360	INSTRUCTORS, SUBSTITUTES	86,908.95	-	22,785.29	(22,785.29)	
1370	INSTRUCTORS, EXTRA DUTY	25,880.00	89,304.00	11,315.20	77,988.80	12.67%
1371	INSTRUCTORS, LARGE LECTURE STIPENDS	9,287.58	221,488.00	6,847.58	214,640.42	3.09%
13xx	PT & Overload, Academic, Inst Salary	9,525,452.43	8,581,962.00	4,522,386.53	4,059,575.47	52.70%

23/24 Mid-Year Budget Performance Report

- Part Time & Overload, Academic, ***Non-Inst. Salaries.***
 - Budget \$813,396.00
 - Actual \$399,021.91
- 14xx's accounts % spent 49.06%

Object	Object Description	Prior Year 2022-23	Current Year 2023/24	Actuals	Balance	%
		Actual	Revised Budget	YTD 12/31/2023		Used
1439	ACADEMIC - PT COUNSELORS / LIBRARIANS / COORDINATOR	186,228.80	592,653.00	279,428.00	313,225.00	47.15%
1460	LONG TERM SUBSTITUTES FOR COUNSELORS / LIBRARIANS /	-	-	-	-	
1469	SHORT TERM (DAILY) SUBSTITUTE COUNSELORS / LIBRARIAN	31,908.92	10,018.00	19,622.16	(9,604.16)	195.87%
1470	NONINSTRUCTIONAL SALARIES, OTHER EXTRA DUTY	214.77	-	(214.77)	214.77	
1479	EXTRA DUTY STIPENDS	158,173.93	127,969.00	85,037.46	42,931.54	66.45%
1490	ACADEMIC SPECIAL PROJECTS	46,480.04	82,756.00	15,149.06	67,606.94	18.31%
14xx	PT & Overload, Academic, Non-Inst Salary	423,006.46	813,396.00	399,021.91	414,374.09	49.06%

FUND 11-Holding Accounts

Norco College Holding Accounts

12.31.23

SPP/Resc.	One Time, Annual, On Going	Carry Over?	Fund	Resc.	Description	FY 23/24 Adopted Budget	FY 23/24 Revised Budget	FY 23/24 Rev/Exp Net of Abatements	FY 23/24 Encumbrances	Uncommitted / Unrealized
991	OT	N	11	1000	Savings from Permanent Gen.Fund Staff Positions	-	-	-	-	-
993	OT	N	11	1000	sabbatical Holding account	84,400	84,400	-	-	84,400
566	A	Y	11	1000	Annual Commissions rec'd from B&N	97,346	97,346	2,450	-	94,896
560	OT	Y	11	1000	College Fund Balance 1% Contingency	510,558	510,558	-	-	510,558
567	OT	Y	11	1000	One-time District set aside allocation	5,516,477	5,516,477	-	-	5,516,477
728	OT	Y	11	1000	One-time Funding - Rolled over Year to Year until gone	7,430	7,430	6,713	717	-
563	A	Y	11	1000	Annual Commissions rec'd from Follett	439,973	439,973	-	-	439,973
733	OT	Y	11	1000	One-time Funding - Rolled over Year to Year until gone	76,528	76,528	358	2,642	73,528
729	A	Y	11	1000	Based on a Percentage of Non-Resident Fees rec'd	1,280,073	1,280,073	369,001	250,243	660,829
738	OT	Y	11	1000	One-Time Allocation from Dist. Reserves in FY 17/18	186,948	186,948	227,073	41,689	(81,813)
716	OT	Y	11	1000	One-Time Allocation in FY 18/19 for borrowed back FTES	347,683	347,683	214,413	2,032	131,238
568	OT	Y	11	1000	Facilities Fees Revenue	256,202	256,202	15,562	126,776	113,863
997	OG	Y	11	1000	To/From Permanently Funded Positions	528,243	417,670	-	-	417,670
999	OT	Y	11	1000	Adjusting Account to Address Permanent Increases in College Contracts- obj code 5110	7,615	7,615	-	-	7,615
797	OT	Y	11	1000	Indirect Cost Recovery (at 83%)	3,056,228	3,094,899	218,673	470,505	2,405,721
					Fund 11- Unrestricted	12,395,704.00	12,323,802.00	1,054,242.09	894,604.45	10,374,955.46
075	A	Y	12	1190	Restricted to Instructional Equipment	108,986	108,986	32,368	26,757	49,861
186	A	Y	12	1190	Veterans Resource Center - FY 19/20	37,668	37,668	30,127	-	7,541
735	A	Y	12	1190	Restricted to Instructional & Library Materials including Instructional Software	1,177,549	1,177,549	198,661	125,557	853,332
1180	A	Y	12	1180	Redevelopment Agency (RDA)	137,746	137,746	3,513	-	134,233
709	A	Y	12	1190	Restricted to Capital Purchases	29,220	29,220	55	-	29,165
191	OT	Y	12	1190	State Appropriation - Stokoe	4,821,967	4,821,967	1,062,537	925,177	2,834,253
					Fund 12 Restricted	6,313,136	6,313,136	1,327,261	1,077,491	3,908,385

Grants and Categorical Funds

SUMMARY OF GRANTS AND CATEGORICAL FUNDS FY 2023/24 AS 12.31.2023

	Sum of Adopted Budget 23/24	Sum of Revised Budget 23/24	Sum of Actuals as of 12.31.23	Sum of Encumbrances 12.31.23	Sum of Uncommitted Balance as of 12.31.23
Federal - Allocation - Non-Competitive - Non-Renewable	173,000.00	173,000.00	66,205.40	132,024.67	(25,230.07)
SPP 179 - HEERF III AMERICAN RESCUE PLAN	173,000.00	173,000.00	66,205.40	132,024.67	(25,230.07)
Federal - Allocation - Non-Competitive - Renewable	359,774.00	359,774.00	135,404.75	-	224,369.25
SPP 300 - FWS OFF CAMPUS (COMMUNITY SERVICE)	35,977.00	35,977.00	5,132.52	-	30,844.48
SPP 304 - FWS ON CAMPUS (INSTRUCTIONAL/NON-INSTRUC)	323,797.00	323,797.00	129,115.29	-	194,681.71
SPP 305 - FWS ON CAMPUS CALWORKS (75%) / FWS (25%)	-	-	1,156.94	-	(1,156.94)
Federal - Competitive - One Time	1,237,486.00	1,275,432.00	262,744.53	260,703.72	751,983.75
SPP 108 - PATHWAYS TO SUCCESS: CREATING OPPORTUNITIES IN THE ARTS AND HUMANITIES	30,626.00	68,572.00	14,642.28	-	53,929.72
SPP 227 - CA Space Grant - Fund D	8,611.00	8,611.00	7,952.76	87.67	570.57
SPP 271 - NATIONAL CENTER FOR SUPPLY CHAIN AUTOMATION	177,200.00	177,200.00	6,458.92	-	170,741.08
SPP 276 - PACES: PATHWAYS TO ACCESS, COMPLETION, EQUITY AND SUCCESS	920,479.00	920,479.00	217,376.17	252,616.05	450,486.78
SPP 321 - UCR HEALTH PROFESSIONS PATHWAYS	20,000.00	20,000.00	-	-	20,000.00
SPP 329 - NSF IMPROVING UNDERGRADUATE STEM EDUCATION GRANT	80,570.00	80,570.00	16,314.40	8,000.00	56,255.60
Federal - Competitive-Renewal	3,131,350.00	3,434,059.00	823,673.17	752,647.32	1,857,738.51
SPP 078 - NORCO- DISABLED STUDENT SUPPORT SERVICES PROGRAM	321,963.00	321,963.00	96,119.09	74,386.99	151,456.92
SPP 090 - NORCO- STUDENT SUPPORT SERVICES PROGRAM	391,526.00	391,526.00	105,538.82	82,953.79	203,033.39
SPP 091 - NORCO- STUDENT SUPPORT SERVICES STEM PROGRAM	370,624.00	370,624.00	85,797.47	63,486.89	221,339.64
SPP 203 - CENTER OF EXCELLENCE FOR VETERAN STUDENT SUCCESS	282,299.00	282,299.00	83,501.49	82,565.39	116,232.12
SPP 282 - UPWARD BOUND MATH AND SCIENCE	-	299,038.00	-	-	299,038.00
SPP 284 - UPWARD BOUND - NORTE VISTA HIGH SCHOOL 22/27	636,770.00	636,770.00	141,267.21	141,234.12	354,268.67
SPP 285 - UPWARD BOUND - CENTENNIAL HIGH SCHOOL 22/27	458,485.00	458,485.00	163,023.91	166,329.89	129,131.20
SPP 286 - UPWARD BOUND - CORONA HIGH SCHOOL 22/27	399,407.00	399,407.00	55,926.87	50,547.06	292,933.07
SPP 366 - TANF (TEMPORARY ASSTCE TO NEEDY FAMILIES)	42,942.00	42,942.00	6,427.47	8,253.33	28,261.20
SPP 370 - PERKINS - TITLE I-C	222,274.00	225,945.00	85,377.97	81,299.20	59,267.83
SPP 730 - VETERANS EDUCATION	5,060.00	5,060.00	692.87	1,590.66	2,776.47
Local-Competitive Grant -One Time	62,500.00	62,500.00	10,000.00	9,887.40	42,612.60
SPP 134 - CACT-SEMINARS	2,722.00	2,722.00	-	-	2,722.00
SPP 228 - REACH GRANT	25,000.00	25,000.00	-	-	25,000.00
SPP 238 - ADULT LERNER FOCUSED SEM GRANT	22,278.00	22,278.00	-	9,887.40	12,390.60
SPP 248 - LUMINA FOUNDATION	12,500.00	12,500.00	10,000.00	-	2,500.00
Private - Competitive Grant-One Time	1,684.00	1,684.00	-	-	1,684.00
SPP 195 - NORCO COLLEGE INDUSTRY AND INCLUSION	1,684.00	1,684.00	-	-	1,684.00
State - Categorical - Allocation - Non- Grant Funded- One Time	4,847,165.00	4,847,164.00	776,787.11	218,792.77	3,851,584.12
SPP 048 - ETHNIC STUDIES	48,695.00	48,695.00	-	-	48,695.00
SPP 082 - AB 1705 EQUITABLE PLACEMENT, SUPPORT AND COMPLETION	423,443.00	423,443.00	31,843.80	42,507.87	349,091.33
SPP 104 - ZERO TEXTBOOK COST PROGRAM	182,153.00	182,153.00	3,456.07	-	178,696.93
SPP 140 - STUDENT FOOD & HOUSING SUPPORT (BASIC NEEDS) - PHASE 2	17,960.00	17,960.00	64,433.10	47,729.86	(94,202.96)
SPP 166 - FOSTER YOUTH INNOVATION IN HIGHER EDUCATION GRANT	62,714.00	62,714.00	829.25	6,903.42	54,981.33
SPP 184 - COLLEGE AND CAREER ACCESS PATHWAYS	46,301.00	46,301.00	-	-	46,301.00
SPP 187 - WORKFORCE DEVELOPMENT PRG - FY 19/20	500,000.00	500,000.00	-	-	500,000.00
SPP 220 - REGIONAL EQUITY AND RECOVERY PARTNERSHIP	59,693.00	59,692.00	2,500.00	-	57,192.00
SPP 268 - COVID BLOCK GRANT	3,424,197.00	3,424,197.00	605,645.99	88,490.42	2,730,060.59
SPP 380 - STRONG WORKFORCE PROGRAM LOCAL 21/22	36,511.00	36,511.00	36,511.16	-	(0.16)
SPP 382 - AB-86 ADULT EDUCATION BLOCK GRANT	45,498.00	45,498.00	31,567.74	33,161.20	(19,230.94)
State - Categorical - Allocation - Non- Grant Funded- Ongoing	14,199,479.00	15,341,267.00	4,683,465.93	4,482,466.48	6,175,334.59
SPP 008 - STUDENT EQUITY AND ACHIEVEMENT	3,139,913.00	3,139,913.00	1,570,001.16	1,393,490.38	176,421.46
SPP 032 - VETERAN RESOURCE CENTER - ONGOING	160,334.00	160,334.00	63,009.13	30,263.34	67,061.53
SPP 038 - ASIAN AMERICAN, NATIVE HAWAIIAN & PACIFIC ISLANDER STUDENT ACHIEVEMENT	150,697.00	280,297.00	954.42	-	279,342.58
SPP 044 - RETENTION & ENROLLMENT OUTREACH	623,683.00	623,683.00	227,394.00	155,158.54	241,130.46
SPP 045 - NEXTUP (CAFYES)	429,988.00	429,988.00	129,891.71	103,897.43	196,198.86

Grants and Categorical Funds

SUMMARY OF GRANTS AND CATEGORICAL FUNDS FY 2023/24 AS 12.31.2023

SPP 051 - CALIFORNIA COLLEGE PROMISE (AB 19)	705,609.00	705,609.00	41,490.28	22,533.46	641,585.26
SPP 060 - EOPS	1,251,640.00	1,251,640.00	406,818.53	314,699.57	530,121.90
SPP 061 - EOPS CARE	165,239.00	165,239.00	18,497.41	1,696.43	145,045.16
SPP 067 - SFAA - CAPACITY (old term Augmentation)	355,527.00	355,527.00	172,387.29	108,807.78	74,331.93
SPP 069 - SFAA - BASE (old term BFAP)	82,611.00	82,611.00	38,405.91	41,311.12	2,893.97
SPP 075 - INSTRUCTIONAL EQUIPMENT	108,986.00	108,986.00	32,367.93	26,757.05	49,861.02
SPP 110 - MESA-MATHEMATICS, ENGINEERING, AND SCIENCE ACHIEVEMENT PROGRAM	795,679.00	795,679.00	73,033.49	78,682.93	643,962.58
SPP 114 - BASIC NEEDS CENTERS	539,129.00	539,129.00	169,485.20	198,237.07	171,406.73
SPP 141 - FINANCIAL AID TECHNOLOGY	69,796.00	69,796.00	26,805.18	-	42,990.82
SPP 143 - GUIDED PATHWAYS 22/26	316,344.00	316,344.00	71,609.29	42,271.85	202,462.86
SPP 150 - MENTAL HEALTH SUPPORT	292,886.00	292,886.00	113,290.89	131,055.05	48,540.06
SPP 155 - DREAMER RESOURCE LIAISON SUPPORT	92,151.00	92,151.00	37,340.36	41,328.40	13,482.24
SPP 180 - DSP&S	1,407,543.00	1,322,990.00	578,039.01	663,913.04	81,037.95
SPP 186 - VETERANS RESOURCE CENTER - FY 19/20	37,668.00	37,668.00	30,127.21	-	7,540.79
SPP 249 - UMOJA COMMUNITY EDUCATION FOUNDATION	-	274,896.00	-	-	274,896.00
SPP 294 - Strong Workforce Program Local 22/23	951,603.00	951,603.00	358,381.16	502,280.84	90,941.00
SPP 295 - STRONG WORKFORCE PROGRAM REGIONAL 22/23	512,929.00	512,929.00	60,861.80	59,394.12	392,673.08
SPP 353 - CALIFORNIA APPRENTICESHIP INITIATIVE - FY 21/22	405,729.00	405,729.00	39,411.91	203,768.02	162,549.07
SPP 367 - CAL WORKS	285,044.00	285,044.00	117,962.05	133,488.81	33,593.14
SPP 381 - STRONG WORKFORCE PROGRAM REGIONAL 21/22	111,982.00	111,982.00	107,184.83	83,024.07	(78,226.90)
SPP 709 - NON-RESIDENT CAPITAL OUTLAY SURCHARGE FEE	29,220.00	29,220.00	55.20	-	29,164.80
SPP 735 - LOTTERY	1,177,549.00	1,177,549.00	198,660.58	146,407.18	832,481.24
SPP 324 - STRONG WORKFORCE PROGRAM LOCAL 23/24	-	821,845.00	-	-	821,845.00
State - Non-Categorical - Competitive - Grant Funded - One Time	519,911.00	1,543,786.00	190,217.62	91,985.90	1,261,582.48
SPP 033 - FOSTER YOUTH DUAL ENROLLMENT PROJECT	25,870.00	25,870.00	2,851.17	-	23,018.83
SPP 121 - MIDDLE COLLEGE HIGH SCHOOL - NORCO	93,677.00	93,677.00	74,288.21	41,641.53	(22,252.74)
SPP 213 - RISING SCHOLARS NETWORK	222,703.00	222,703.00	64,535.26	23,524.38	134,643.36
SPP 218 - LGBTQ+	60,679.00	60,679.00	1,439.62	5,558.84	53,680.54
SPP 232 - CALIFORNIA COLLEGE PATHWAYS FUND GRANT	7,639.00	7,639.00	7,639.24	-	(0.24)
SPP 244 - HRTP (TO STUDY AND DEVELOP PROGRAMS IN THE HEALTHCARE SECTOR FOR NC)	35,000.00	35,000.00	-	-	35,000.00
SPP 247 - EEIC TSNE UPLIFT PROJECT	73,131.00	73,131.00	20,168.74	21,261.15	31,701.11
SPP 251 - INSTITUTIONAL EFFECTIVENESS PARTNERSHIP INITIATIVE - SANTA CLARITA CCD	1,212.00	1,212.00	-	-	1,212.00
SPP 270 - COLLEGE FELLOWS	-	71,747.00	19,295.38	-	52,451.62
SPP 323 - RISING SCHOLARS JUVENILE JUSTICE	-	607,954.00	-	-	607,954.00
SPP 326 - LAUNCH APPRENTICESHIP - INNOVATION	-	344,174.00	-	-	344,174.00
State - Non-Categorical - Competitive - Grant Funded - Ongoing	1,686,654.00	1,686,654.00	12,232.70	-	1,674,421.30
SPP 196 - LAEP - GENERAL ADMIN AND ACTUAL REVENUE	1,686,654.00	1,686,654.00	-	-	1,686,654.00
SPP 197 - LAEP - STUDENT EMPLOYMENT TYPE 1 (ON CAMPUS)	-	-	12,778.22	-	(12,778.22)
SPP 226 - INVENTION AND INCLUSIVE INNOVATION (i3) INITIATIVE	-	-	(545.52)	-	545.52
State-Appropriation	7,445,683.00	10,445,683.00	1,740,891.47	3,918,438.91	4,786,352.62
SPP 094 - MILITARY ARTICULATION PLATFORM SUMMIT AND FUNDING (MAPS)- 2	1,623,716.00	1,623,716.00	676,709.71	365,827.80	581,178.49
SPP 191 - EARLY CHILDHOOD EDUCATION CENTER	4,821,967.00	4,821,967.00	1,062,537.43	3,552,611.11	206,818.46
SPP 192 - NEW WORKFORCE DEVELOPMENT CENTER	1,000,000.00	1,000,000.00	-	-	1,000,000.00
SPP 194 - MILITARY ARTICULATION PLATFORM SUMMIT AND FUNDING (MAPS)	-	-	1,644.33	-	(1,644.33)
SPP 394 - MILITARY ARTICULATION PLATFORM SUMMIT AND FUNDING (MAPS)- 3	-	3,000,000.00	-	-	3,000,000.00
Grand Total	33,664,686.00	39,171,003.00	8,701,622.68	9,866,947.17	20,602,433.15

COVID Recovery Block Grant

Allocation to NC = 3,487,499.00

22/23 Expenses = -63,302.00

Carryover to 23/24 = \$3,424,197

Expenses & encumbrances -749,012.46

Available balance = 2,675,184.86

FY 2024-25 Governor's Budget Update

State Budget

\$38 Billion Budget Problem

- Substantial Revenue Reduction due to FY 2022-23 Stock Market decline
- Delay in Income Tax Collections

Budget Solutions

- \$13.1 Billion—Reserve Drawdown
- \$8.5 Billion – Spending Reductions
- \$5.7 Billion – Increased Tax Revenues and Internal Borrowing
- \$5.1 Billion – Delayed Spending
- \$3.4 Billion – Funding Shifts
- \$2.1 Billion – Deferrals

Projected Future Operating Deficit

- \$37 Billion - FY 2025-26
- \$30 Billion – FY 2026-27
- \$28 Billion – FY 2027-28

- 68 billion (LAO projections) deficit? Or is it 38 billion (Governor's projections)?
 - No one is really sure we are in election season!
 - 2022-23 property tax deficit is real...just disagree on amount.
- No major core reductions to programs or services in the proposal
 - a. .76% COLA!
 - b. Enrollment growth of .5%
- New funding floor goes into place 2025-26,
 - a. FTES floor is reset using the 2024-25 FTES enrollment numbers.
 - b. Norco is working hard to get back to pre-pandemic enrollment!

Proposition 98- Minimum Guarantee

FY 2022-23 approved budget set the K-14 minimum guarantee at \$106.9 billion...now revised to \$98.3 billion.

- FY 2023-24 approved budget set the K-14 minimum guarantee at \$108.8 billion...now revised to \$105.6 billion.
- FY 2024-25 - Governor estimates the guarantee at \$109.1 billion. – Community College share of Proposition 98 – 10.93%



Proposition 98 Cont.

- \$10.8 Billion – Total decrease over FY 2022-23 (10.98%).
- \$14.8 Billion – Lower constitutionally required spending.
 - \$8.0 Billion – Reduced funding to constitutional level without impacting existing K-14 education budgets. Statutory changes are being proposed, to include supplemental payments totaling \$8 billion over 5 years.
 - \$5.7 Billion – Reserve withholdings.
 - \$1.1 Billion - Baseline spending reduction.

FY 2024-25 Governor's Budget Proposal

Unrestricted Ongoing Revenue

Community College System

Increased Unrestricted Ongoing Revenue

Apportionment*

- Growth (.50%),
- COLA (.76%),

\$29.6 m

\$69.1 m

Total Apportionment/Unrestricted Ongoing Revenues

\$98.7 m

- Unrestricted one-time revenue

\$ -

Total Unrestricted Revenues

\$ 98.7 m

FY 2024-25 Governor’s Budget Proposal

<u>Restricted Ongoing Revenues</u>	<u>Community College System</u>
COLA for Categorical programs**	\$9.3 m
One-Time Revenues	
-Expand Nursing Program Capacity	\$60.0 m
Other Restricted Revenue	
-Physical Plant & Instructional Equipment	-
-Proposition 51 – State GO Bond (1 Continuing Project)*	<u>\$29.3 m</u>
Total Restricted Revenue	\$98.6 m

*Additional Projects may be added to the May Revise.

** Categorical Programs that the Governor’s Budget Proposal included to receive COLA are: DSP&S, EPO&S, CARE, CalWorks, Adult Education, and Apprenticeship. Large programs such as Student Equity & Achievement and Student Success Completion Grant were not included to receive COLA.

FY 2024-25 Governor's Budget Proposal

Pension Relief - - The Governor's FY 2024-25 Budget Proposal does not provide for additional pension relief for community college districts. The CalSTRS rate is not scheduled to change from the current rate of 19.10% but the **CalPERS rate is scheduled to increase from 26.68% to 27.80%**

Hold Harmless Protection – No changes were proposed to the expiration of “Hold Harmless” protection at the end of FY 2024-25.

Student Housing Grant Program - The Governor's Budget Proposal includes funding for UC and CSU Student Housing Project Lease Revenue Bonds issued by those systems. It also includes a statement that the “Department of Finance will pursue a trailer bill for a Statewide Lease Revenue Bond Program” for Community Colleges by the May Revise. The Governor's Budget Proposal redirects \$61.5 million designated for annual rent subsidies for Affordable Student Housing to Affordable Student Housing Projects.

The Revised Budget Allocation Model was developed to allocate resources around the following core principles:

- **Fair** – Resource allocation decisions will be informed by objective, predictable, verifiable, and easily accessible data and will be made in an impartial and consistent manner.
- **Equitable** – Resources will be distributed in an manner that adequately supports the full array of programs offered at each college while ensuring compliance with statutory and regulatory requirements; efficient and strategic use of resources is expected, and inefficiencies will not be subsidized or supported.
- **Transparent** – Resource allocation decisions will be made in an open and consultative manner with representative stakeholder groups and that it is simple, easy to administer and communicate as possible.

“TO DO” Tasks in 2023-24

- **Develop a treatment for “District Operations” costs – BAM Phase IV- Committee met 2/8/2024**
- **NC is working on implementing the district BAM at the College level – Focus on efficiency and cost savings where we can find them.**
- Analyze/implement budget development improvements that allow for planning. In progress
- Analyze strategic programs/considerations that impact the cost of an FTES. In Progress
- Further consider the “Comprehensive College” allocation. In progress
- ~~Establish the “Exchange Rate” (mean or median) for discipline categories. Task Completed, Median rate established.~~
- ~~Model revenue flow through the revised BAM– determine true impacts to the college. Task completed~~
- ~~Analyze and justify “Unique” disciplines –Task completed in 2022/23.~~

Thank you!