



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

| *Community College District*

FY 2023-24 May Revision

June 2, 2023



May Revision

- Overall, the state budget is over \$306 billion, with \$224 billion in the state general fund
- The state is projecting a deficit of \$31.5 billion, slightly higher than the projection in January
- Proposition 98 estimated to be \$107 billion, slightly lower than the projection in January
- K-14 largely insulated from the budget deficit



Community College System:

- Cost-of-Living-Adjustment (COLA)
 - FY 2023-24: 8.22%
 - **District Impact**: An additional \$10.5M in apportionment revenue, if enacted
 - COLA is also expected to be passed through to most categorical programs; notably absent is the SEA program and Strong Workforce Program
- Proposed reductions in one-time funds
 - Retention and Enrollment; reduced from \$200M to \$100M
 - Reduce prior year (FY 2022-23) deferred maintenance by \$452M
 - Reduce prior year COVID-19 Recovery Block Grant by \$345M; this is particularly problematic and puts about \$5M at risk for the District
 - Student housing funding spread out over an additional year to provide some savings in FY 2023-24



Community College System

- Significant advocacy occurring on the reductions in one-time allocations
 - The state senate recently passed a proposal to combine the marketing/retention funds, deferred maintenance, and COVID-19 block grant into a single restricted source that could be flexed for any of the allowable activities within **any** of the three categories
 - Also, proposals to create deferrals for these programs is on the table; this would not reduce the allocations only slow the payments from the State



Proposed SCFF Metrics

Allocations	2022-23 Rates	Proposed 2023-24 Rates	Change from 2022-23 (Amount)	Change from 2022-23 (Percent)
Base Credit*	\$4,840	\$5,238	\$398	8.22%
Incarcerated Credit*	6,788	7,346	558	8.22%
Special Admit Credit*	6,788	7,346	558	8.22%
CDCP	6,788	7,346	558	8.22%
Noncredit	4,082	4,417	336	8.22%
Supplemental Point Value	1,145	1,239	94	8.22%
Student Success Main Point Value	675	730	55	8.22%
Student Success Equity Point Value	170	184	14	8.22%



Proposed SCFF Metrics and estimated COLAs

Allocations	2022-23 Totals	Proposed 2023-24 Totals	Change from 2022-23 (Amount)	Change from 2022-23 (Percent)
Multi College District				
Small College	5,950,421	6,439,546	489,125	8.22%
Medium College	6,942,161	7,512,806	570,646	8.22%
Large College	7,933,899	8,586,065	652,166	8.22%
Designated Rural College	1,892,601	2,048,173	155,572	8.22%
State Approved Centers	1,983,474	2,146,516	163,042	8.22%

SCFF PLANNING FACTORS					
Factor	2022-23	2023-24 ¹	2024-25	2025-26	2026-27
Department of Finance Statutory COLA	6.56%	8.22%	3.94%	3.29%	3.19%
Planning COLA	6.56%	8.22%	3.94%	3.29%	3.19%
Growth Funding	0.50%	0.50%	TBD	TBD	TBD
SCFF Basic Allocation Increase	\$200 m	—	TBD	TBD	TBD
SCFF Base Funding Increase	\$400 m	—	TBD	TBD	TBD



Questions?