



2022-23 Governor's January Budget Proposal Update

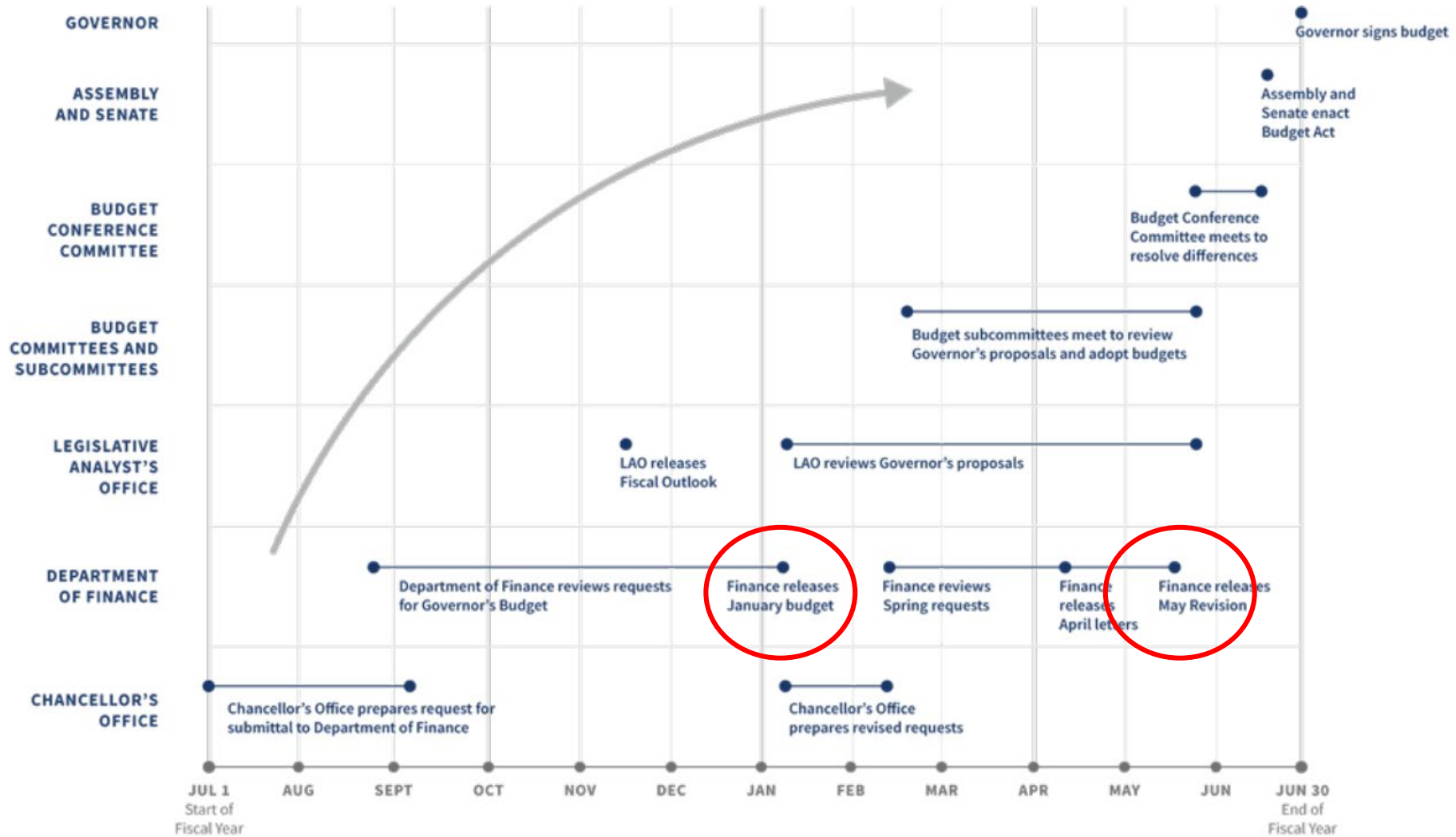
Planning and Budget Council Meeting
February 02, 2022

Agenda

- Sequence of the Annual Budget Process
- Economic and Budget Conditions
- Budget Changes



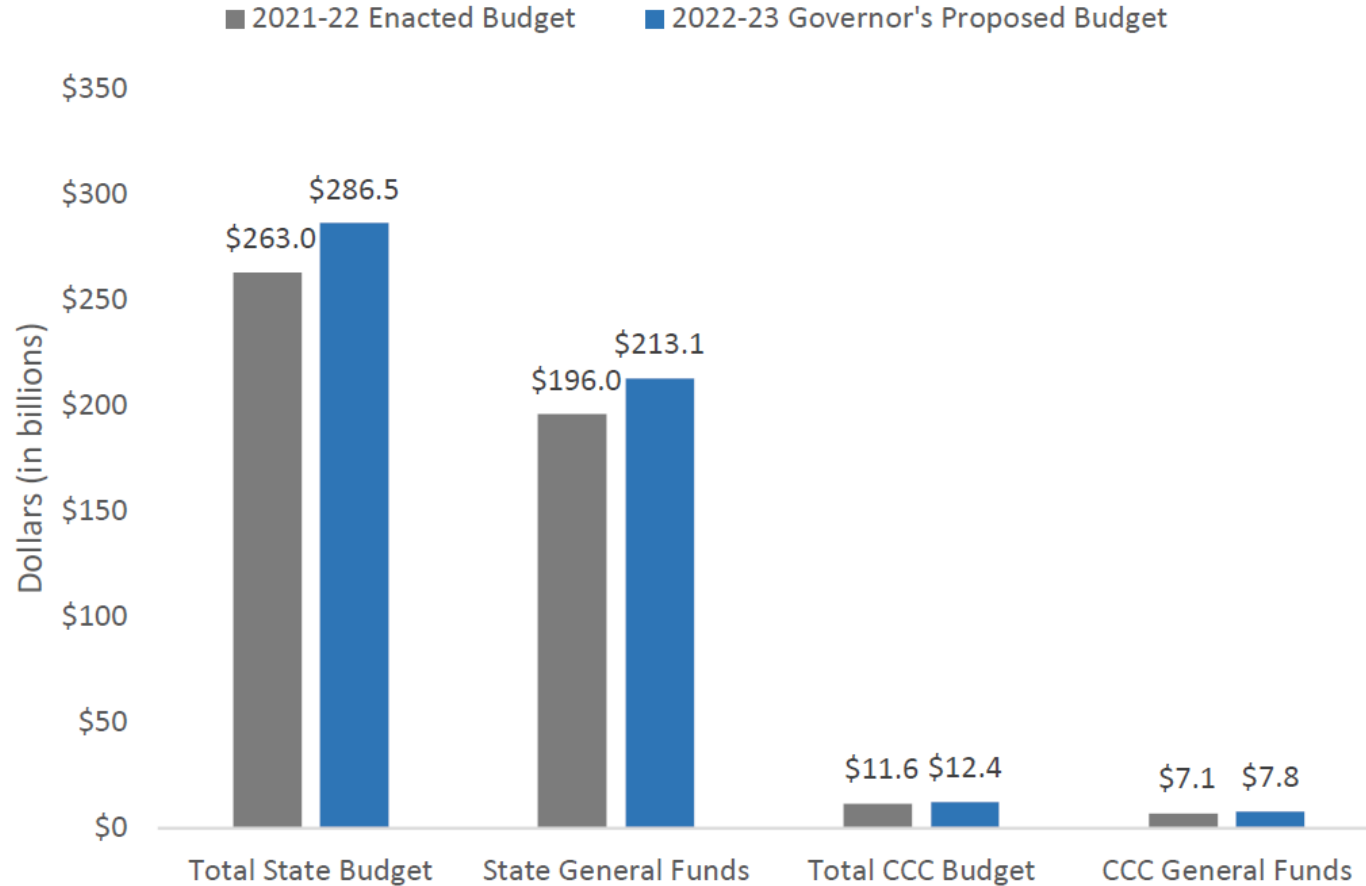
Sequence of the Annual Budget Process



Economic and Budget Conditions are Positive

- Strong growth in retail sales and stock prices
- The Governor's Budget is based on a projected surplus of \$45.7 billion
- The Federal Government actions contributed to the state savings
- COVID-19 pandemic remains a risk to the forecast

Summary of Key Budget Changes



- The overall State Budget would be higher than 2021-22, increasing by about 9% or \$23.5 billion.
- The overall California Community Colleges (CCC) Budget would be higher than 2021-22, increasing by about 7% or \$840 million.

Additional Ongoing Funding \$842 million

- \$409.4M to fund a 5.33% cost-of-living-adjustment (COLA) for the Student Centered Funding Formula while permanently extending the hold harmless provision. – the District is not eligible for this funding as a community-supported (basic aid) district.
- \$51.3M to fund a 5.33% COLA for certain categorical programs - the District will receive COLA for CalWORKs, DSPS, EOPS, and the Mandated Cost Block Grant.
- \$200M for part-time faculty health insurance claims – the District estimates to receive \$.2M
- \$10M increase to support the administration of financial aid – the District estimates to receive \$.1M
- \$24.9 to fund .5% enrollment growth.
- \$100M to augment Student Success Completion Grants
- \$25M to modernize technology and to protect sensitive data (see below for one-time additional allocation)
- \$10M increase for the NextUp program from 20 districts to 30 districts
- \$1.1M to expand the African American Male Education Network and Development (A2MEND) student charters
- \$10M to implement equal employment opportunity best practices

Additional One-Time Funding \$983 million

- \$387.6M to address deferred maintenance and energy efficiency projects – the District estimates to receive \$5.8M
- \$150M to support retention and enrollment strategies by engaging and connecting with former students who may have withdrawn due to the pandemic; with current and prospective students who are hesitant to remain or to enroll while expecting districts to offer at least 50% of courses in-person for the 2022-23 academic year provided that this approach is consistent with student demand and public health guidelines
- \$130M to support health-care focused vocational pathways in Adult Ed over three years
- \$105M to implement a common course numbering system
- \$75M to modernize technology and to protect sensitive data (for a total of \$100M per the afore-mentioned on-going allocation)
- \$65M to implement transfer reforms per AB 928
- \$25M to implement program pathways mapping technology
- \$20M for emergency financial assistance grants to AB540 students
- \$20M to implement a pathways grant program to incentivize public-private partnerships to prepare students for high-skilled fields in education, STEM, and healthcare
- \$5M to support the Teacher Credentialing Partnership program
- \$.2M to study best practices associated with the Umoja program



Q & A

Thank you