



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

| *Community College District*

FY 2022-23 Tentative Budget

June 21, 2021



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%
- Expenditure Assumptions
 - Step and column increases built into position control



Position Control:

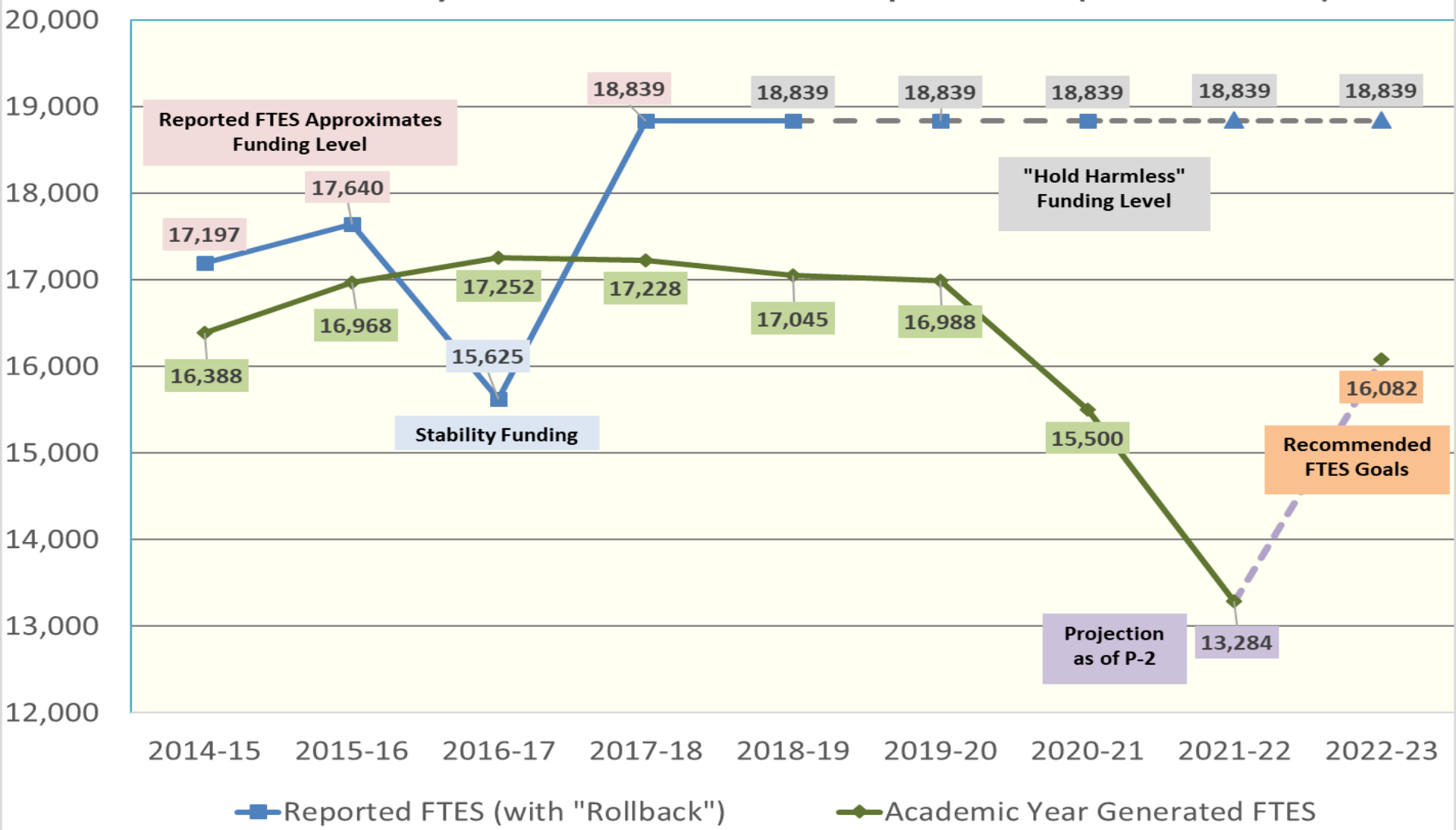
Unrestricted Fund				
	FY 2021-22 FTE	FY 2022-23 FTE	Difference	% Difference
Chabot College	246.43	269.13	22.70	-8.28%
Las Positas College	191.28	207.26	15.98	-4.79%
District/M&O	130.50	129.84	(0.66)	-4.01%
Total	568.21	606.23	38.02	6.69%

\$3.9M in budgeted vacant positions (all sites), many due to the full-time faculty funds received from the state





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





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



Significant Changes Anticipated for Adoption Budget

- Cost-of-Living-Adjustment (COLA)
 - FY 2022-23: 6.56%
 - **District Impact**: An additional \$1.5M in apportionment revenue above what is in the Tentative Budget, if enacted
- Other Notable Items
 - \$125M for Basic Allocation increases; technology driven
 - \$250M to increase the SCFF metrics; this could 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



Next Steps:

- Adoption Budget
 - Will incorporate the enacted state budget figures and will be presented to the Board prior to September 15th
 - As always, staff will continue to keep the Board apprised of any significant developments that occur between now and approval of the Adoption Budget



Questions?