

Ventura County Community College District

2024-25 (FY25) Adoption Budget



Cathy Bojorquez
Board of Trustees Meeting
September 10, 2024





Agenda

- Budget Development Timeline: Key Processes
- State Enacted Budget
- 2024-25 Adoption Budget
 - Fund 111 General Fund Unrestricted
 - Fund 113 Infrastructure Fund
 - Fund 114 General Fund Designated
 - Fund 12X General Fund Restricted
 - Fund 4XX Capital Projects
- Multi-Year Projections (MYP)
- Future Considerations





Budget Development Timeline: Key Processes

- **State Budget**

- Governor's Budget Proposal in Early January
- Governor's May Revision Proposal before May 14th
- State Budget Approved by Legislature by June 15th
- State Budget Signed by Governor by June 30th

- **District Budget Development**

- DCAS begins review of Budget Models October – January
- DCAS reviews and approves Budget Components February – April
- Board Approval of Budget Assumptions and Models – March
- DCAS reviews completed Tentative Budget - May
- Board Approval of Tentative Budget – by June 30th
- DCAS reviews Adoption Budget – August
- Board Review and Approval of Adoption Budget – by September 15th



- **Campus Budget Development**

- Program Review September – April
- Campuses follow their internal budget processes to develop the Tentative Budget January – April
- Tentative Budget Due to District Office May 7th
- Adoption Budget Development – June 16th
- Adoption Budget turned into District Office – July 31





State Enacted Budget

- State Deficit Projection of \$28 billion for 2024-25
- State Deficit Projection of over \$30 billion for 2025-26
 - Deficits addressed through fund shifts, use of reserves, reductions and improved efficiencies
- Key Components for Community Colleges
 - 1.07% COLA for the Student Centered Funding Formula rates and certain categorical programs.
 - 0.5% Growth Funding (do not anticipate for VCCCD)
 - \$1.93 million increase to Financial Aid Administration
 - Shift of \$60 million in Strong Workforce funds to expand Nursing Program capacity





2024-25 Adoption Budgeted Expenditures & Transfers – All Funds

FUND	DESCRIPTION	2024-25 ADOPTION BUDGET	PERCENT OF TOTAL BUDGET
111	General Fund - Unrestricted	238,590,377	41.3%
113	General Fund - Unrestricted Designated Infrastructure	6,471,500	1.1%
114	General Fund - Unrestricted Designated	6,147,433	1.1%
12x	General Fund - Restricted	119,822,921	20.8%
124	Parking Services Fund	3,679,054	0.6%
13x	Health Services Fund	2,804,374	0.5%
322	Special Revenue Fund (Culinary Restaurant Management)	111,333	0.0%
33x	Child Development Fund	2,181,422	0.4%
391	Special Revenue Fund (Animal Care and Training)	662,932	0.1%
4xx	Capital Projects Fund	112,618,140	19.5%
52x	Vending Operations Fund	15,815	0.0%
6xx	Internal Services Fund	11,059,500	1.9%
74xx	Financial Aid Fund	73,222,823	12.7%
Total All Funds		<u>577,387,624</u>	<u>100.0%</u>





2024-25 Adoption Budget

General Fund Unrestricted (111) Assumptions

- Based on the State Enacted Budget
- Budgeted revenue assumes funding under the Stability provision of the Student Centered Funding Formula (SCFF) less a 1% deficit factor
- COLA of 1.07%
- Step/Column/Longevity included
- Change in calculation of laboratory load rates from 67% to 75% of lecture load
- Health & welfare benefits cost increase of approximately 5%
- STRS rate 19.1% (no change from prior year)
- PERS rate 27.05% (increase from 26.68% prior year)





2024-25 Adoption Budget Components and Assumptions

Additional District Cost on Each Payroll Dollar		
Statutory Benefits	Academic	Classified
State Teachers Retirement System (STRS)	19.10%	-
Public Employees Retirement System (PERS)	-	27.05%
Social Security (OASDI)	-	6.20%
Medicare - FICA	1.45%	1.45%
State Unemployment Insurance (SUI)	0.05%	0.05%
State Workers' Compensation	1.90%	1.90%
Total	22.50%	36.65%





Historical Salary & Benefits Percentages

Year	%	
2013-14	86.10%	
2014-15	84.70%	
2015-16	85.60%	
2016-17	86.30%	
2017-18	84.00%	
2018-19	83.50%	
2019-20	83.50%	
2020-21	82.00%	COVID
2021-22	80.70%	COVID
2022-23	78.00%	[a]
2023-24	74.77%	[b]
2024-25	82.39%	Budgeted

[a] – Fiscal Year 2022-23 had significant one-time funding from the extension of the Emergency Conditions Allowance, and higher than usual interest income. These one-time expenditures caused the payroll percentage to decrease. Without these expenditures, the payroll percentage would have been approximately 81%.

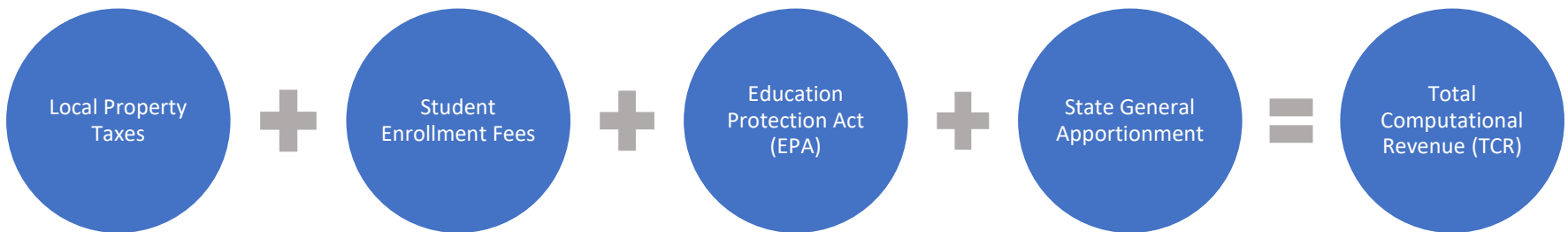
[b] - Fiscal Year 2023-24 had higher than usual interest income. These one-time expenditures caused the payroll percentage to decrease. Without these expenditures, the payroll percentage would have been approximately 80%.





Student Centered Funding Formula (SCFF) Total Computational Revenue (TCR)

- Total Computational Revenue (TCR) is the total funding amount the District will receive as calculated by the Student Centered Funding Formula. This makes up the majority of District unrestricted funding. There are other revenue sources.
- The District receives TCR funding from the sources illustrated below. An increase or decrease in one of the first three sources will be offset by a corresponding increase or decrease in State General Apportionment.





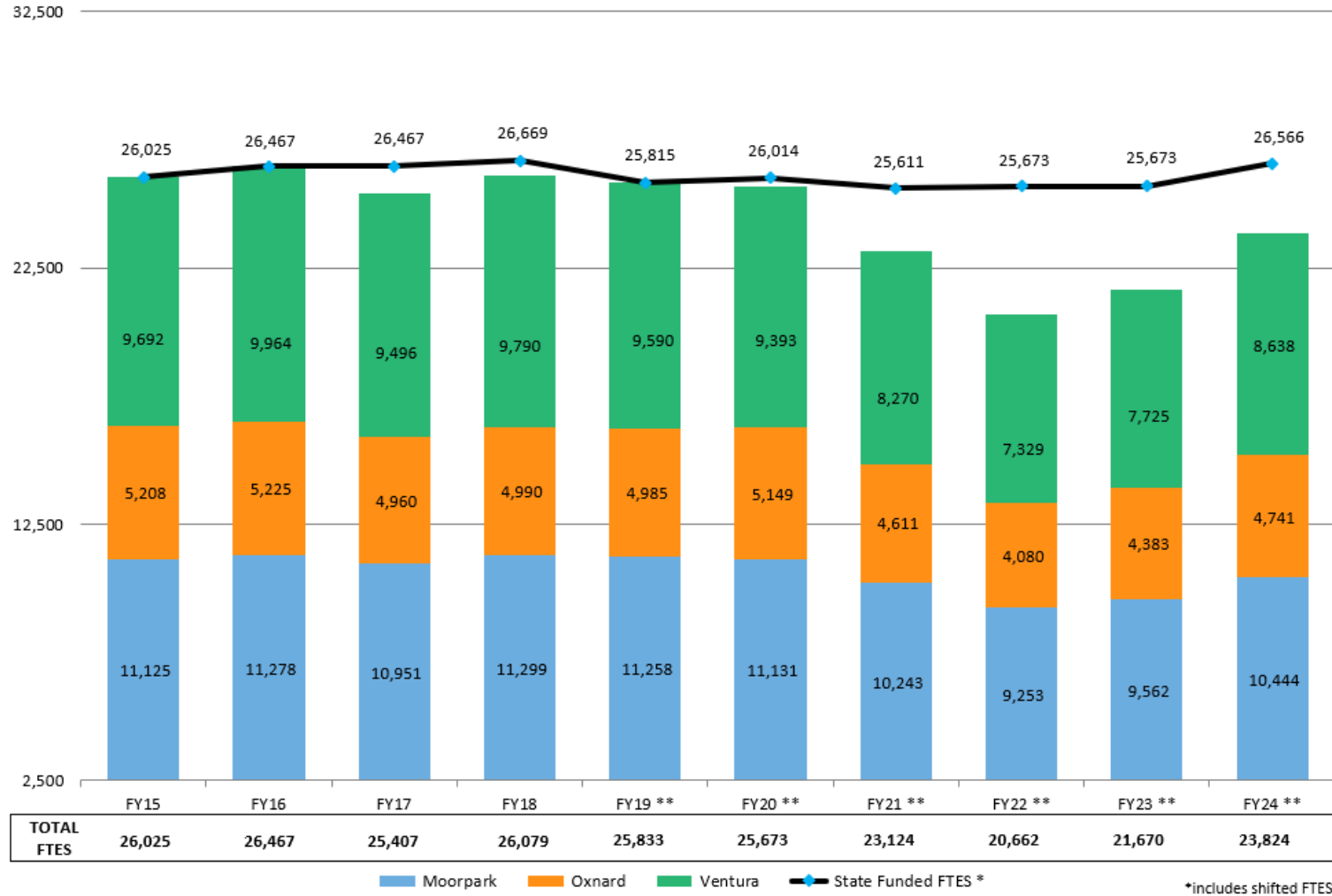
Total Computational Revenue (TCR) Calculations

- TCR A – SCFF Calculated Revenue (“on the formula”)
- TCR B – Stability protection
Prior year SCFF calculated revenue plus current year COLA
- TCR C – Hold Harmless
 - a) 2017-18 TCR plus cumulative COLAs through 2024-25
 - b) Beginning in 2025-26, the 2024-25 max TCR becomes the new funding floor





Historical District Generated Resident FTES



** - Beginning in FY19, Funded FTES is based on a three-year average of credit FTES plus the actual annual FTES generated by Special Admit, Incarcerated, and Non-Credit Students





2024-25 Adoption Budget General Fund (111) Unrestricted Revenues

ACCOUNT DESCRIPTION	2023-24 ADOPTION BUDGET	2023-24 UNAUDITED ACTUALS	2024-25 ADOPTION BUDGET	Change FY24 ADOPTION vs FY25 ADOPTION
SCFF BASE ALLOCATION	153,396,922	164,419,444	145,920,482	(7,476,440)
SCFF SUPPLEMENTAL ALLOCATION	33,846,438	34,292,372	34,659,300	812,862
SCFF STUDENT SUCCESS ALLOCATION	27,972,193	28,026,256	28,326,137	353,944
TOTAL COMPUTATIONAL REVENUE	215,215,553	226,738,072	208,905,919	(6,309,634)
CURRENT YEAR ADJUSTMENT (Stability)	4,755,141	-	16,107,362 [a]	11,352,221
CURRENT YEAR ADJUSTMENT (Deficit) [b]	(2,199,707)	-	(2,250,133)	(50,426)
ADJUSTED TOTAL COMPUTATIONAL REVENUE	217,770,987	226,738,072	222,763,148	4,992,161
FULL TIME FACULTY HIRING	3,780,043	3,786,743	3,780,043	-
PT FACULTY EQUITY COMP	584,404	579,534	599,117	14,713
LOTTERY PROCEEDS	3,821,511	5,511,590	4,368,227	546,716
NONRES TUITION - INTL	1,488,149	995,591	996,000	(492,149)
NONRES TUITION - DOM	1,203,168	1,332,123	1,332,000	128,832
TOTAL OTHER REVENUE	10,877,275	12,205,580	11,075,387	198,112
TOTAL GENERAL FUND UNRESTRICTED REV	228,648,262	238,943,652	233,838,535	5,190,273

Notes:

- [a] The District will be funded under the Stability Provision of the Student Centered Funding Formula in FY25. This provision guarantees that the District will receive its 2023-24 calculated Total Computational Revenue plus the state funded COLA for fiscal year 2024-25.
- [b] One-percent (1%) is used as the deficit factor accordingly to the district's budget allocation model.





2024-25 Adoption Budget Allocation Model

FY25 Adoption Revenue	\$ 233,838,535
Less: DWS	\$ (11,348,193)
Less: Utilities	\$ (5,480,000)
Less: DAC (7.3%)	\$ (17,070,213)
Available for distribution	\$ 199,940,129

	Moorpark	Oxnard	Ventura	Total
Total Class Schedule Delivery Allocation	\$ 32,766,061	\$ 15,825,110	\$ 27,275,915	\$ 75,867,087
Remaining to be Allocated				\$ 124,073,042

	Percent	Amount
1. Base allocation	70%	\$ 86,851,130
2. Supplemental allocation	20%	\$ 24,814,608
3. Student success allocation	10%	\$ 12,407,304
		\$ 124,073,042

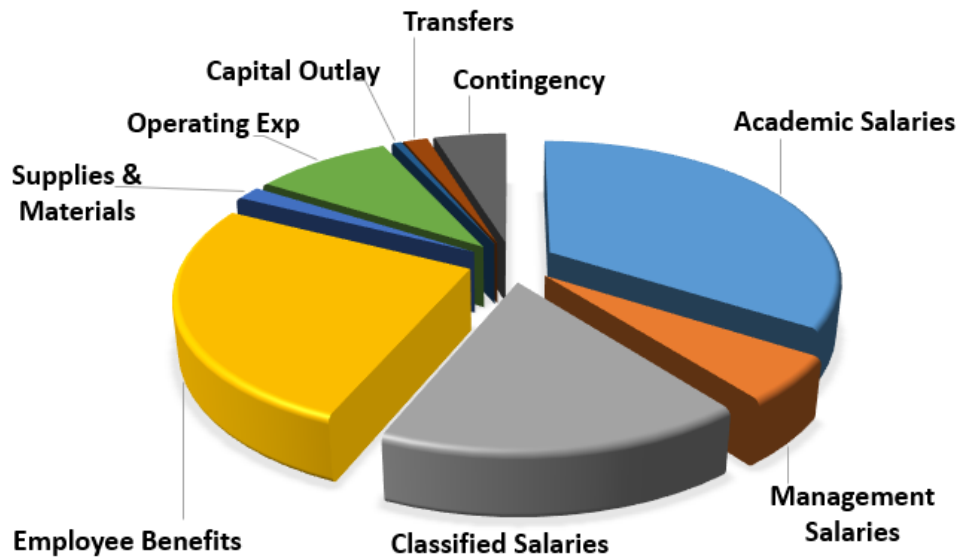
	Moorpark	Oxnard	Ventura	Total
1. Base allocation	\$ 36,728,346	\$ 19,735,755	\$ 30,387,029	\$ 86,851,130
2. Supplemental allocation	\$ 8,398,818	\$ 7,264,933	\$ 9,150,857	\$ 24,814,608
3. Student success allocation	\$ 5,121,086	\$ 2,848,447	\$ 4,437,772	\$ 12,407,304
College Allocation	\$ 83,014,311	\$ 45,674,245	\$ 71,251,573	\$ 199,940,129
New Model Phase-In Adjustment - Year 4	\$ 261,697	\$ (275,732)	\$ 14,035	\$ -
Adjusted College Allocation FY25	\$ 83,276,008	\$ 45,398,513	\$ 71,265,608	\$ 199,940,129
Campus FY24 2% Carryover*	\$ 1,655,282	\$ 888,280	\$ 1,374,454	\$ 3,918,016
Major Initiative Funding	\$ -	\$ 500,000	\$ -	\$ 500,000
Total FY25 Adoption Budget College Allocation	\$ 84,931,290	\$ 46,786,793	\$ 72,640,062	\$ 204,358,145

* Similar to the colleges, the District Office (DAC) is allowed up to a 2% carryover. The DAC Carryover from FY24 is \$333,826





2024-25 Adoption Budget Unrestricted General Fund 111 by Object



	2023-24 Adoption Budget*	Percent of Budget	2024-25 Adoption Budget*	Percent of Budget
Academic Salaries	77,738,682	33.4%	81,225,759	34.0%
Management Salaries	11,691,656	5.0%	12,733,655	5.3%
Classified Salaries	40,322,425	17.3%	40,573,151	17.0%
Employee Benefits **	61,626,487	26.5%	62,053,093	26.0%
Salary & Benefit Subtotal	191,379,250	82.1%	196,585,658	82.4%
Supplies & Materials	4,621,198	2.0%	3,819,269	1.6%
Operating Exp	20,706,014	8.9%	21,678,116	9.1%
Capital Outlay	3,209,127	1.4%	1,330,754	0.6%
Transfers	3,802,502	1.6%	3,801,624	1.6%
Contingency	9,245,199	4.0%	11,374,955	4.8%
Total Expenditures	232,963,290	100.0%	238,590,377	100.0%

* Includes site carryover funds.

** Includes contribution to Fund 693 for Retiree Health Benefits.
The total transfer for FY25 is \$7,608,309.





2024-25 Adoption Budget Unrestricted General Fund 111 by Cost Center

	MOORPARK COLLEGE		OXNARD COLLEGE		VENTURA COLLEGE		District Admin Center		Districtwide Services & Utilities	
	Adoption Budget*	Percent of Budget	Adoption Budget*	Percent of Budget	Adoption Budget*	Percent of Budget	Adoption Budget*	Percent of Budget	Adoption Budget	Percent of Budget
FACULTY SALARIES	34,920,245	41.1%	16,786,807	35.9%	29,518,707	40.6%	-	0.0%	-	0.0%
MANAGEMENT SALARIES	3,758,873	4.4%	2,782,591	5.9%	2,827,427	3.9%	3,364,764	19.3%	-	0.0%
CLASSIFIED SALARIES	14,477,560	17.0%	8,112,269	17.3%	10,931,297	15.0%	6,798,506	39.1%	253,519	1.5%
EMPLOYEE BENEFITS	22,598,131	26.6%	13,568,574	29.0%	19,657,576	27.1%	6,019,923	34.6%	208,889	1.2%
SALARY & BENEFITS SUBTOTAL	75,754,809	89.2%	41,250,241	88.2%	62,935,007	86.6%	16,183,193	93.0%	462,408	2.7%
SUPPLIES & MATERIALS	1,673,646	2.0%	763,408	1.6%	1,143,210	1.6%	182,250	1.0%	56,756	0.3%
OPERATING EXP	3,826,238	4.5%	1,764,009	3.8%	3,017,340	4.2%	560,915	3.2%	12,509,615	74.3%
CAPITAL OUTLAY	208,048	0.2%	14,200	0.0%	1,038,506	1.4%	-	0.0%	70,000	0.4%
TRANSFERS	(180,790)	-0.2%	481,000	1.0%	(19,000)	0.0%	(9,000)	-0.1%	3,529,415	21.0%
CONTINGENCY	3,649,339	4.3%	2,513,935	5.4%	4,525,000	6.2%	486,681	2.8%	200,000	1.2%
DIRECT EXPENDITURE SUBTOTAL	9,176,481	10.8%	5,536,552	11.8%	9,705,055	13.4%	1,220,846	7.0%	16,365,785	97.3%
TOTAL EXPENDITURES	\$84,931,290	100.0%	\$46,786,793	100.0%	\$72,640,062	100.0%	\$17,404,039	100.0%	\$16,828,193	100.0%

* Includes up to a 2% budget carryover per location.





General Fund Unrestricted Infrastructure Model (Fund 113)

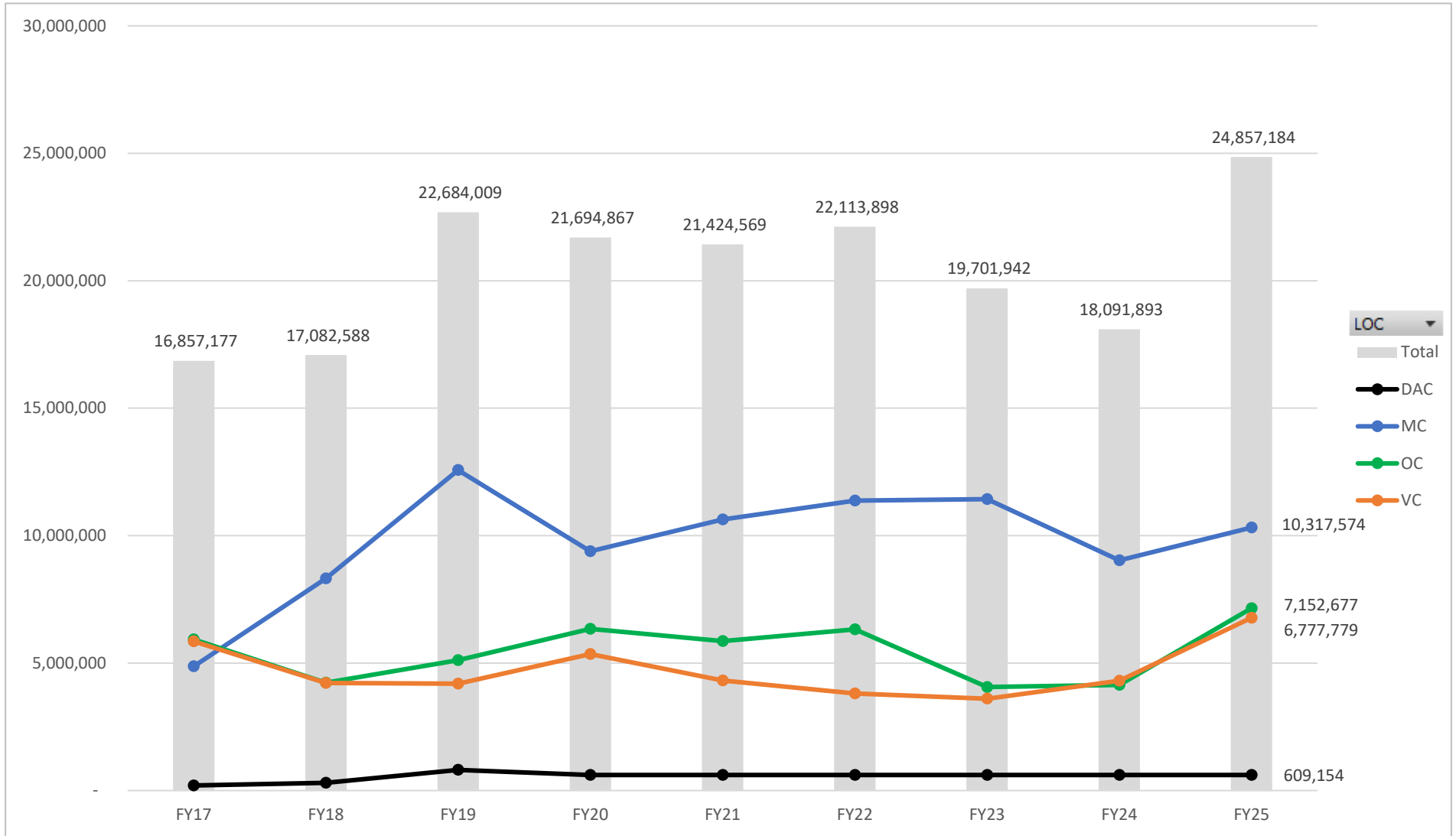
- Approved in March 2012 to address the Total Cost Of Ownership and Infrastructure needs in response to an Accreditation finding
- Variable, Unstable, and Uncertain Funding Sources
 - Enrollment Fee Local Revenue (2%)
 - Interest Income
 - Any Unbudgeted Unrestricted General Fund Revenue other than Apportionment.
 - Net Savings between budget and actual expenses from Districtwide Services and Utilities Allocations





2024-25 Adoption Budget

Unrestricted Infrastructure - Fund 113 Fund Balance





2024-25 Adoption Budget

Unrestricted Infrastructure Fund (113) Budgeted Expenditures

	Moorpark College		Oxnard College		Ventura College		District Admin Center	
	Beginning Balance	Adoption Budget*	Beginning Balance	Adoption Budget*	Beginning Balance	Adoption Budget*	Beginning Balance	Adoption Budget*
Sch Maint & Capital Furniture	3,603,141	350,000	3,467,758	617,000	3,108,709	1,050,000		
Library Materials & Databases	801,852	240,000	288,232	85,000	422,340	150,000		
Inst & Non Inst Equip	1,615,345	400,000	455,145	151,000	809,825	370,000		
Tech Hardware & Software	3,599,942	1,150,000	2,177,404	288,500	2,043,709	815,000		
Other	697,293	345,000	764,138	110,000	393,196	50,000	609,154	300,000
Total Budget	10,317,574	2,485,000	7,152,677	1,251,500	6,777,779	2,435,000	609,154	300,000

Planned Usage of Balances

- Building, grounds and parking lot upkeep
- Library operations
- Furniture and equipment replacement
- Program review equipment and technology requests





General Fund Unrestricted – Designated (Fund 114)

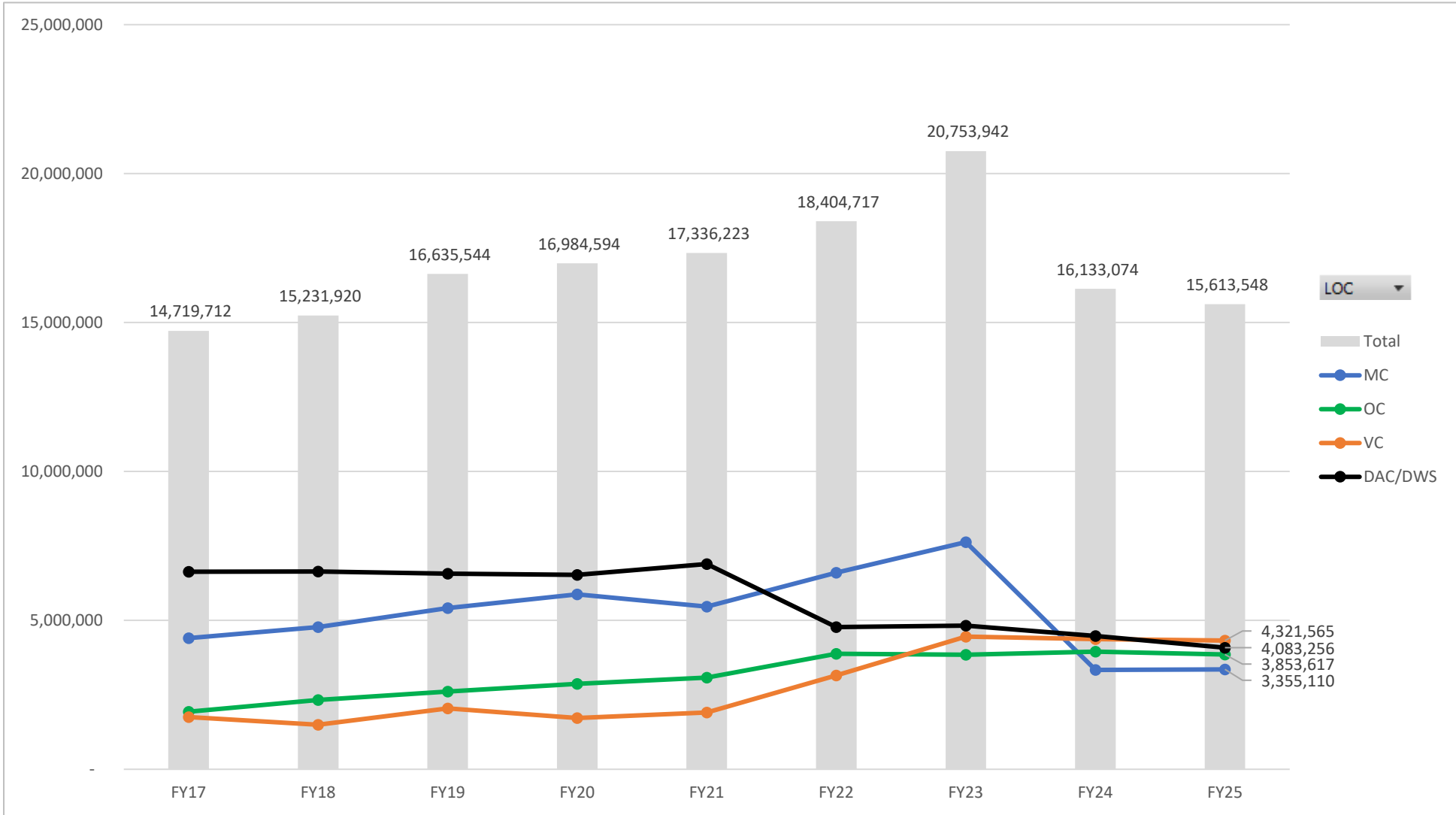
- Represents revenues & expenditures associated with contract education, entrepreneurial programs, bookstore, civic center, and other activities initiated by the colleges and intended to be primarily self-supporting.
 - Bookstore
 - Civic Center
 - Economic Workforce Development
 - Leases
 - Indirect Cost Recovery
 - International Students
- Funding designated by the Board for specific purposes.
 - Emergency Preparedness
 - Energy Efficiency
 - Major Initiative Funding – Oxnard PACE/ESL Expansion
 - General Obligation Bond Consideration





2024-25 Adoption Budget

General Fund Unrestricted – Designated Fund 114 Fund Balance





2024-25 Adoption Budget

General Fund Unrestricted – Designated (114)

	Moorpark College	Oxnard College	Ventura College	DAC/Econ Dev/Districtwide
Beginning Balance from FY24	3,355,110	3,853,617	4,321,565	4,083,256
FY25 Revenue	521,500	920,850	732,950	548,494
FY25 Budgeted Expenditures	(657,548)	(1,880,339)	(1,336,108)	(2,273,437)
Projected FY25 Ending Balance	<u>3,219,062</u>	<u>2,894,128</u>	<u>3,718,407</u>	<u>2,358,313</u>

Moorpark College

Significant programs:

- Zoo Activities – Transferred to Fund 391
- Indirect Cost Recovery
- Bookstore Lease
- International Students

Plans/Usage of balances:

- Renovation of the student campus center
- Expansion of the zoo
- Sr. Accounting Technician
- College Services Specialist to support Civic Center

Oxnard College

Significant programs:

- PACE/ESL Expansion
- Bookstore
- Dental Clinic
- Indirect Cost Recovery
- Civic Center

Plans/Usage of balances:

- Support Child Development Center operations and expansion
- FT College Services Supervisor

Ventura College

Significant programs:

- Civic Center/Leases
- Indirect Cost Recovery
- Bookstore Lease
- International Students

Plans/Usage of balances:

- Co-curricular activities
- College Services Supervisor and Office Assistant to support Civic Center
- Sr. Accounting Technician

DAC/Econ Dev/Districtwide

Significant programs:

- District Office Building
- Indirect Cost Recovery
- Emergency Preparedness
- Energy Efficiency
- Compressed Calendar Implementation

Plans/Usage of balances:

- Warehouse space
- Records retention service
- Financial Aid Data Tech Services
- Financial Aid Fiscal Services
- Software
- Technical Assistance
- Consultants





2024-25 Adoption Budget

Unrestricted General Fund - Fund Balances

	6/30/2023 ACTUALS	6/30/2024 ACTUALS	6/30/2025 BUDGETED
Board Designated [a]			
General Reserve [b]	33,644,761	38,038,660	38,973,089
Oxnard College PACE/ESL Expansion	1,000,000	500,000	-
Budget Carryover	3,815,058	4,251,842	-
Contingency Reserve [c]	3,000,000	3,000,000	3,000,000
Unallocated	976,883	7,782,312	6,847,883
Total Fund 111 Total Reserves	42,436,702	53,572,814	48,820,972
 Other Designated Fund Balances:			
Fund 113 - Infrastructure Model	18,091,893	24,857,184	25,477,184
Fund 114 - Designated Programs	16,098,419	15,613,547	12,189,909
 Grand Total - General Fund Unrestricted	76,627,014	94,043,545	86,488,065

[a] Designated reserves address economic uncertainty and one-time expenditure needs.

[b] BP 6305 designates a General Reserve representing two months of total unrestricted general fund expenditures.

[c] BP 6305 designates a minimum Contingency Reserve of \$3 million.





2024-25 Adoption Budget

FUND 12X BY SUBFUND

SUB-FUND	DESCRIPTION	MOORPARK	OXNARD	VENTURA	DAC & DWS	TOTAL
121	STATE CATEGORICAL PROGRAMS	19,192,911	15,899,930	20,087,240	1,030,106	56,210,187
125	OTHER STATE GRANTS	13,093,725	11,874,237	12,029,946	4,984,862	41,982,770
126	FEDERAL GRANTS	2,640,230	7,000,017	3,921,451	-	13,561,698
128x	RESTRICTED LOTTERY & IELM	2,458,889	618,000	3,330,510	-	6,407,398
129	OTHER RESTRICTED FUNDS	373,142	708,854	405,984	172,886	1,660,867
TOTAL GENERAL FUND RESTRICTED		37,758,897	36,101,038	39,775,132	6,187,854	119,822,921





2024-25 Adoption Budget

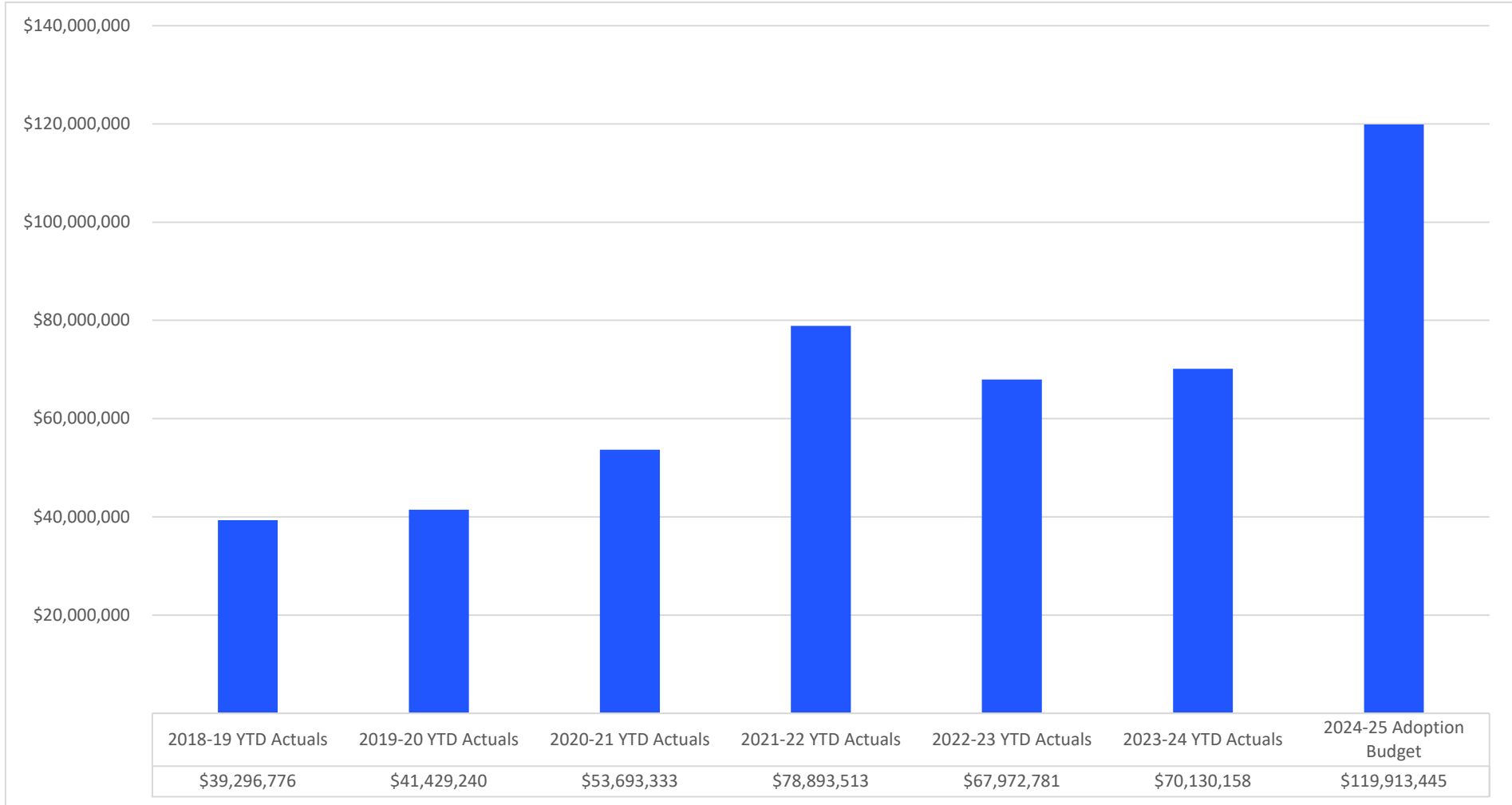
FUND 12X BY MAJOR OBJECT

	2023-24 ADOPTION BUDGET	2023-24 ACTUAL ACTIVITY	2024-25 ADOPTION BUDGET
8000 REVENUES	<u>116,301,824</u>	<u>70,813,230</u>	<u>117,685,066</u>
1000 ACADEMIC SALARIES	15,101,460	8,744,578	14,877,088
2000 CLASSIFIED & OTHER SALARIES	28,848,488	16,389,698	30,038,407
3000 EMPLOYEE BENEFITS	<u>16,207,821</u>	<u>9,934,875</u>	<u>15,969,627</u>
SALARY & BENEFIT SUBTOTAL	60,157,769	35,069,150	60,885,122
4000 SUPPLIES & MATERIALS	13,636,423	5,216,943	12,260,877
5000 OTHER OPERATING EXP	18,245,163	5,251,145	18,670,223
6000 CAPITAL OUTLAY	7,296,169	6,363,473	6,201,904
7000 OTHER OUTGO	<u>19,669,472</u>	<u>19,024,247</u>	<u>21,804,795</u>
TOTAL EXPENDITURES	<u>119,004,996</u>	<u>70,924,959</u>	<u>119,822,921</u>
Net Change Fund Balance			(2,137,855)
Beginning Fund Balance			7,249,236
Ending Fund Balance			5,111,381



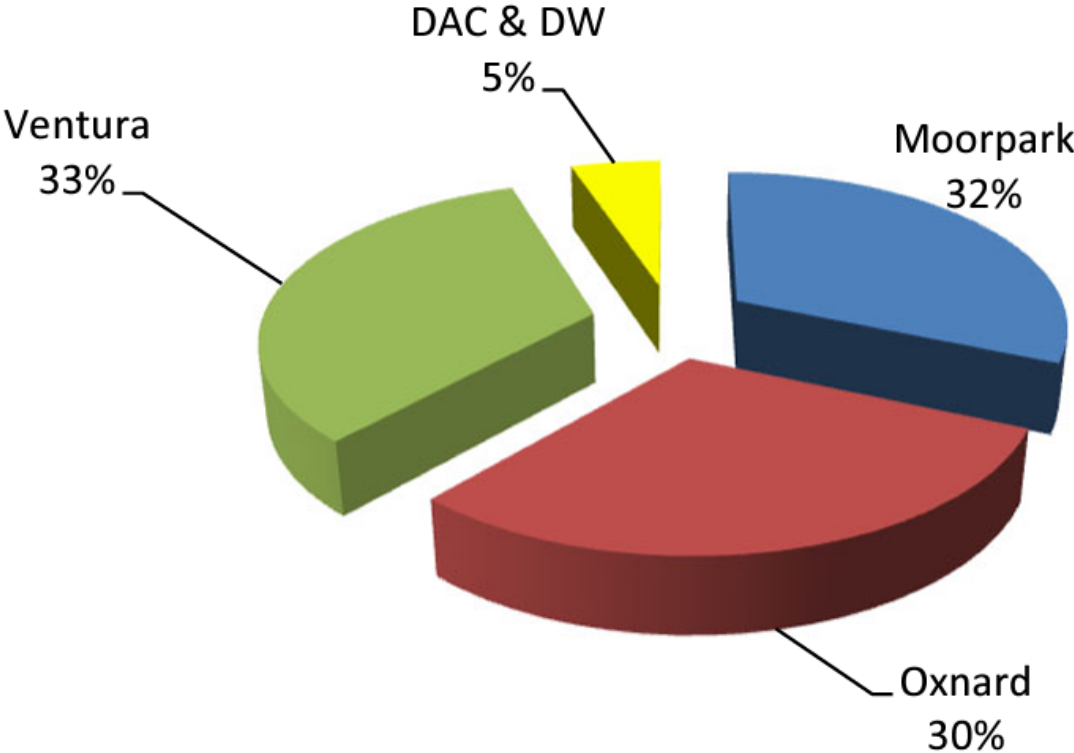


2024-25 Adoption Budget Restricted General Fund (12X) Categorical Programs & Grants



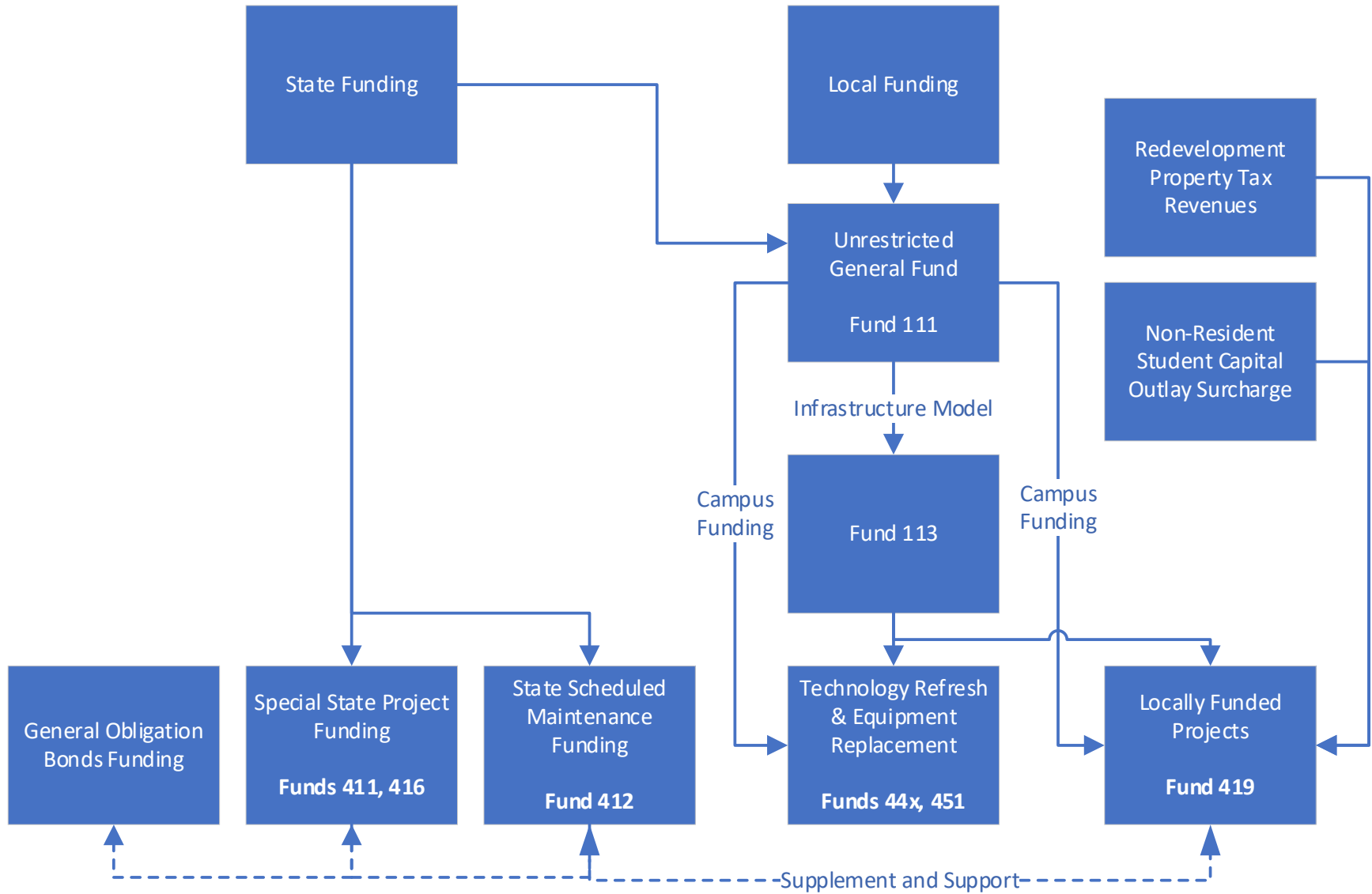
2024-25 Adoption Budget Restricted General Fund (12X)

Expenditure Budget by Site





Capital Facilities Funding





2024-25 Adoption Budget Capital Projects (Fund 4xx) Budgeted Expenditures and Fund Balance

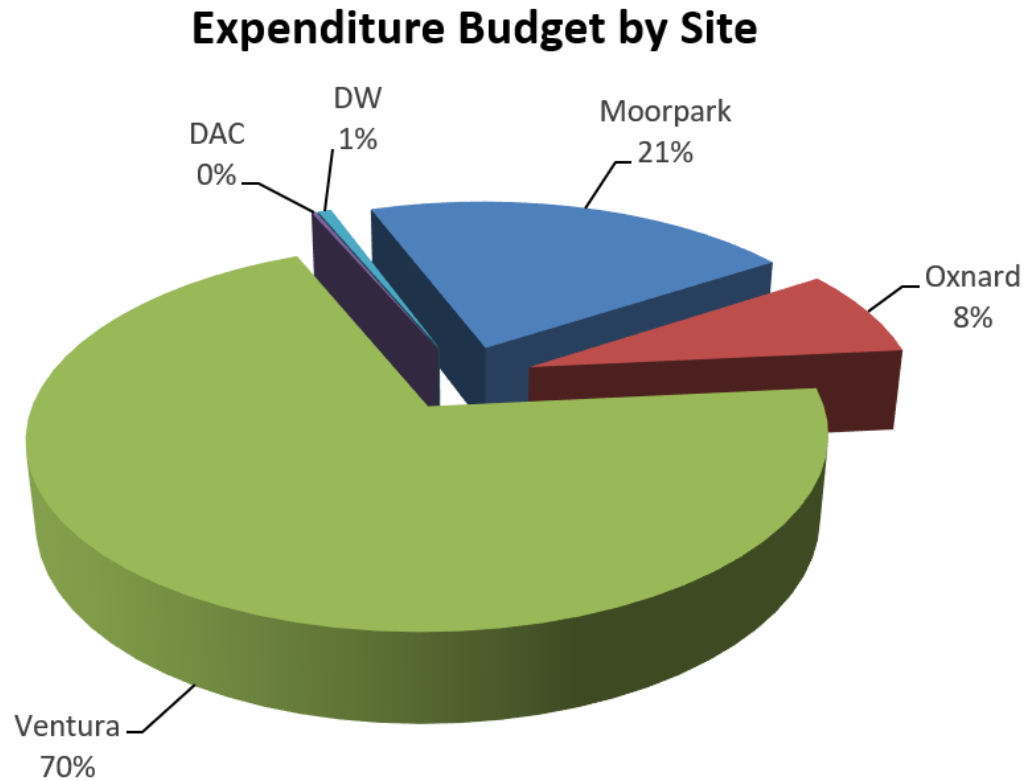
	<u>All 4XX Funds</u>
Beginning Fund Balance from FY24	96,331,605
FY25 Budgeted Revenue	83,590,980
FY25 Budgeted Expenditures	<u>112,618,140</u>
Projected FY25 Ending Fund Balance	<u>67,304,445</u>

FUND	DESCRIPTION	MC	OC	VC	DAC	DWS	TOTAL
41X	State Bond	7,507,212	-	-	-	-	7,507,212
412	State Scheduled Maintenance	5,787,602	2,330,587	6,967,231	-	-	15,085,419
4160x	State Housing Planning/Construction	4,066	26,402	62,491,356	-	-	62,521,824
415	Redevelopment Agency Funds	-	-	237,821	-	-	237,821
417	Non Res Stdnt Cptl Outlay Surcharge	-	-	-	-	-	-
419	Locally Funded Projects	8,187,328	5,720,157	8,499,645	3,184	12,000	22,422,314
44x/451	New Information Technology/ Tech Refresh & Equipment Replacement	2,500,000	585,300	750,000	260,000	748,249	4,843,549
TOTAL EXPENDITURES		23,986,208	8,662,445	78,946,053	263,184	760,249	112,618,140





2024-25 Adoption Budget Capital Projects (Fund 4xx) Budgeted Expenditures by Location





2024-25 Adoption Budget Capital Projects (Fund 4xx) Significant Planned Projects

Moorpark College

Fund	Significant Project	Designated Amount
419	Campus Center Renovation	12,947,118
419	Administration Building Seismic Retrofit and Reconstruction	11,056,876
419	Parking Maintenance	3,500,000
419	Zoo Lath House & Theatre Recovation	2,610,851
419	Administration Building Swing Space	2,500,000
441	Technology Refresh including Labs, Library and Campuswide AV Refresh &/or Improvements	2,500,000

Oxnard College

Fund	Significant Project	Designated Amount
419	Outdoor Workout Lab/Classroom	2,669,178
419	Marine Center Relocation	2,000,000
419	Stadium Lights	967,600
412	Fire Alarm System	684,946
412	HVAC	315,248
419	LA-7 Engineering Lab	130,336

Ventura College

Fund	Significant Project	Designated Amount
416	Student Housing Construction Grant	62,613,928
412	Replace Emergency Life & Safety Systems	1,868,241
419	New STEM Harbor & Classroom Building	1,750,000
412	Repair Athletic Event Center Roof & HVAC	1,210,180
419	Replace Athletic Event Center Bleachers	1,127,361
412	Replace Library & Learning Resource Center Glass Roof	1,000,000



Multi-Year Projection (MYP) Assumptions

- Based on the Enacted State Budget
- VCCCD estimated Total Computational Revenue (TRC) assumes a 1% deficit factor
- COLA of 1.07% for FY25, 2.93% for FY26, 3.08% for FY27 and 3.3% for FY28. Source: School Services
- Enrollment changes in growth scenarios for Credit FTES and Dual Enrollment only. No changes in non-credit FTES or the Supplemental and Success Metrics.
- Step/Column/Longevity included
- For growth scenarios, increases in instructional costs for additional sections
- Annual H&W benefits increase of 5%
- STRS rate remains at 19.1% for all years
- PERS estimated rates are 27.05% for FY25, 27.6% for FY26, 28.0% for FY27, and 29.2% for FY28
- Impact of Collective Bargaining agreements for FY25 through FY28 are unknown and not included in projections
- Annual property and liability insurance increase of 5%
- Annual cost of goods/IT contracts increase by \$200,000 per year
- Utility costs increase by \$200,000 for FY26, \$100,000 for FY27, and \$50,000 for FY28





MYP Total Computational Revenue (TCR) Assumptions

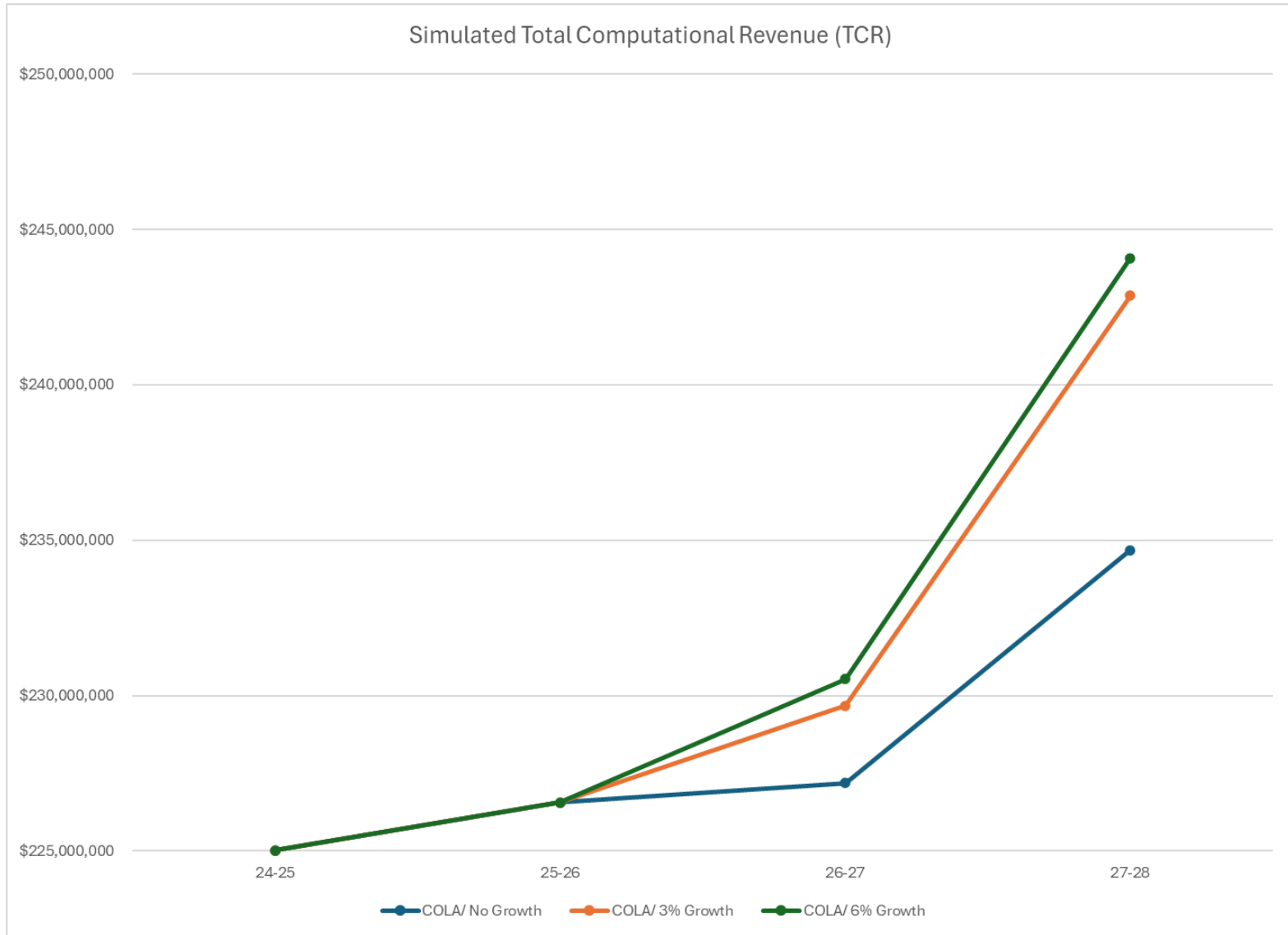
	2024-25	2025-26	2026-27	2027-28
TRC Calculation	Stability Protection	Hold Harmless	Stability Protection	Calculated Revenue
Scenario 1 - COLA/ No Growth No FTES Growth	\$225,013,281	\$226,556,094	\$227,179,167	\$234,676,079
TRC Calculation	Stability Protection	Hold Harmless	Calculated Revenue	Calculated Revenue
Scenario 2 - COLA/Growth Credit FTES: Annual 3% Increase Dual Enrollment: Annual 5% Increase	\$225,013,281	\$226,556,094	\$229,672,188	\$242,867,927
TRC Calculation	Stability Protection	Hold Harmless	Calculated Revenue	Calculated Revenue
Scenario 3 - COLA/ Higher Growth Credit FTES: Annual 6% Increase Dual Enrollment: Annual 5% Increase	\$225,013,281	\$226,556,094	\$230,537,468	\$244,077,748

- SCFF Calculated Revenue is “on the formula”
- Stability Protection = prior year calculated revenue plus current year COLA
- Hold Harmless = the 2024-25 max TCR (no COLA applied)





MYP TCR Revenue Graph





**Adoption Budget Multi-Year Projection
Scenario 1 - No Growth (Flat Enrollment)
FY25 - FY28**

		2024-25 Adoption Budget	2025-26 Estimate	2026-27 Estimate	2027-28 Estimate
1					
2					
3	General Apportionment	Stability TCR - 1% Deficit Factor	Hold Harmless TCR - 1% Deficit Factor	Stability TCR - 1% Deficit Factor	Calculated TCR - 1% Deficit Factor
4	COLA	1.07%	2.93%	3.08%	3.30%
5	Revenue				
6	Total General Apportionment	222,763,148	224,290,533	224,907,375	232,329,318
7	Other Revenues	11,075,387	11,075,387	11,075,387	11,075,387
8	TOTAL REVENUE	233,838,535	235,365,920	235,982,762	243,404,705
9					
10	Expenditures				
11	Operating Expenditures	227,215,422	229,946,422	233,089,422	236,606,422
12	Contingency	11,374,955	7,123,113	7,123,113	7,123,113
13	TOTAL EXPENDITURES	238,590,377	237,069,535	240,212,535	243,729,535
14					
15	OPERATING SURPLUS/DEFICIT	(4,751,842)	(1,703,615)	(4,229,773)	(324,830)

Notes:

- FY25 operating deficit is the planned use of prior year carryover
- Based on the Unrestricted Allocation Model, FY26 – FY28 operating surplus/deficits would be addressed by the colleges/DAC through the budget development process.





Adoption Budget Multi-Year Projection Scenario 2 - Growth FY25 - FY28

		2024-25 Adoption Budget	2025-26 Estimate	2026-27 Estimate	2027-28 Estimate
1					
2					
3	General Apportionment	Stability TCR - 1% Deficit Factor	Hold Harmless TCR - 1% Deficit Factor	Stability TCR - 1% Deficit Factor	Calculated TCR - 1% Deficit Factor
4	COLA	1.07%	2.93%	3.08%	3.30%
5	Revenue				
6	Total General Apportionment	222,763,148	224,290,533	227,375,466	240,439,248
7	Other Revenues	11,075,387	11,075,387	11,075,387	11,075,387
8	TOTAL REVENUE	233,838,535	235,365,920	238,450,853	251,514,635
9					
10	Expenditures				
11	Operating Expenditures	227,215,422	230,349,348	233,939,100	238,071,168
12	Contingency	11,374,955	7,123,113	7,123,113	7,123,113
13	TOTAL EXPENDITURES	238,590,377	237,472,461	241,062,213	245,194,281
14					
15	OPERATING SURPLUS/DEFICIT	(4,751,842)	(2,106,541)	(2,611,360)	6,320,354

Notes:

- Annual growth of 3% for Credit FTES and 5% for Dual Enrollment
- FY25 operating deficit is the planned use of prior year carryover
- Based on the Unrestricted Allocation Model, FY26 – FY28 operating surplus/deficits would be addressed by the colleges/DAC through the budget development process.





Adoption Budget Multi-Year Projection Scenario 3 - Higher Growth FY25 - FY28

1		2024-25 Adoption Budget	2025-26 Estimate	2026-27 Estimate	2027-28 Estimate
2					
3	General Apportionment	Stability TCR - 1% Deficit Factor	Calculated TCR - 1% Deficit Factor	Stability TCR - 1% Deficit Factor	Calculated TCR - 1% Deficit Factor
4	COLA	1.07%	2.93%	3.08%	3.30%
5	Revenue				
6	Total General Apportionment	222,763,148	224,290,533	228,232,093	241,636,971
7	Other Revenues	11,075,387	11,075,387	11,075,387	11,075,387
8	TOTAL REVENUE	233,838,535	235,365,920	239,307,480	252,712,358
9					
10	Expenditures				
11	Operating Expenditures	227,215,422	231,581,307	236,724,331	242,965,312
12	Contingency	11,374,955	7,123,113	7,123,113	7,123,113
13	TOTAL EXPENDITURES	238,590,377	238,704,420	243,847,444	250,088,425
14					
15	OPERATING SURPLUS/DEFICIT	(4,751,842)	(3,338,500)	(4,539,964)	2,623,933

Notes:

- Annual growth of 6% for Credit FTES and 5% for Dual Enrollment
- FY25 operating deficit is the planned use of prior year carryover
- Based on the Unrestricted Allocation Model, FY26 – FY28 operating surplus/deficits would be addressed by the colleges/DAC through the budget development process.





Future Considerations

- **Enrollment** – While the SCFF shifted a portion of CCC funding from being entirely enrollment based, it still makes up approximately 70% of funding for the District. Metrics related to student success and serving disadvantaged students accounts for the remaining 30% of funding. The District’s ability to grow enrollment, including dual enrollment, as well as increase success metrics will impact future District funding.
- **State Budget Deficit** – The State is currently addressing a budget deficit and using mostly one-time solutions to do so. Prolonged declines in State revenues will likely put downward pressure on the California Community College system and the District’s revenues.
- **Federal Policies** – The election of a new U.S. President and the impact of their administration’s policies, especially in regard to inflation and education.
- **Potential Recession** – Any recession could have an impact on future funding, and enrollment demand.
- **Facilities** – The District has aging facilities that require maintenance or replacement. The lack of State funds for scheduled maintenance or new facilities puts the burden on the District to address and identify sufficient funds for maintenance and improvements.
- **Payroll Related Costs** – PERS released in May 2024 updated employer contribution rates, with rates reaching as high as 29.2% in 2027-28. Health benefit rates continue to increase year after year. The terms of both the AFT and SEIU Collective Bargaining Agreements end June 30, 2025 and are subject to negotiations. Any results from those negotiations will impact future budgets.



Questions?

