

Fiscal Year 2021-2022 Budget Discussion

Faculty Senate Meeting

March 5, 2021

Presented by: Dr. David Bea

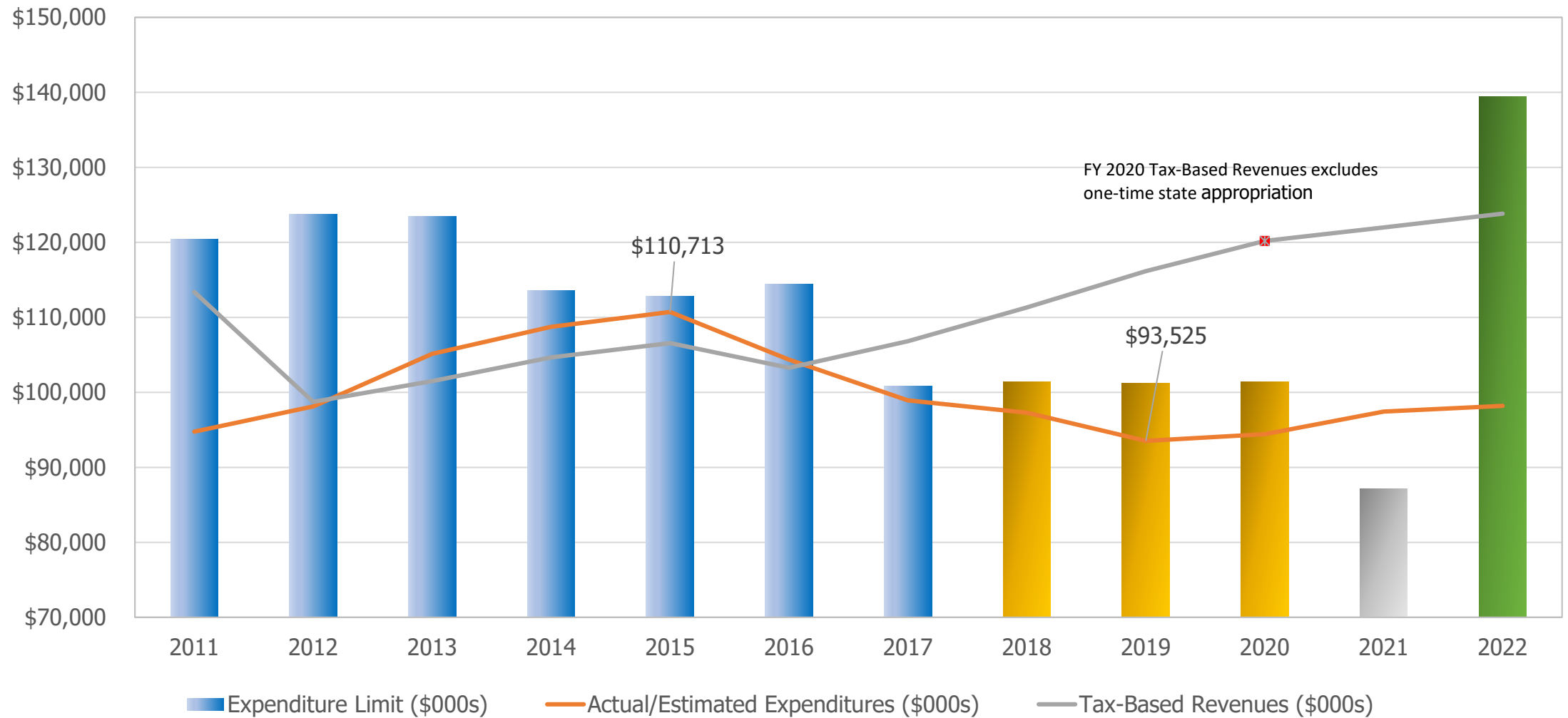


FY 2022 Budget – Ongoing Challenges

- Struggling enrollment and declining outlook
- Limited potential growth in other revenues
- Structural inefficiencies and continued resistance to reductions
 - All services at all places
 - Classroom inefficiencies (scheduling, course capacity)
- Funding College priorities with limited resources
- Reallocating resources

FY 2021 Revenue Impacts	Fall 2020	Spring 2021
Student Headcount	-17.1%	-17.3%
Student Enrollment	-18.9%	-18.5%
FTSE (Full Time Student Equivalents)	-17.5%	-18.0%
Enrolled Section (CRN) Count	-10.5%	-17.8%

Actual/Estimated Expenditures vs. Expenditure Limit



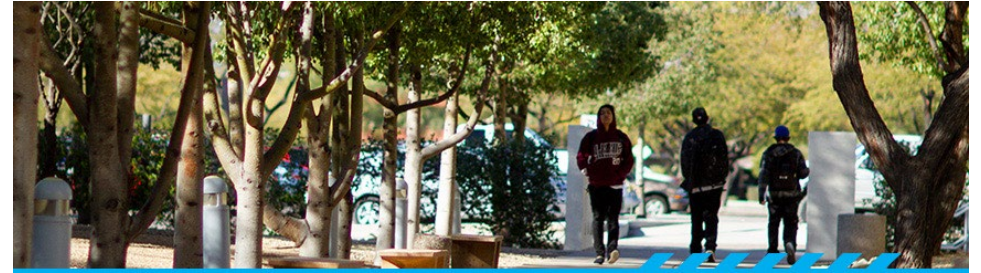
FY 2022 Budget – Estimated Annual Revenues & Expenditures

	Amount
Estimated Revenues	
Prop 207 Funds	\$2,200,000
Property Taxes	\$1,300,000
Investment Income Decrease	(\$1,000,000)
<u>Net Tuition/Fees Decreases</u>	<u>(\$7,000,000)</u>
Subtotal Revenue Decrease	(\$4,500,000)
Estimated Expenditures	
Benefits	\$2,100,000
Scholarships	\$400,000
IT/Distance Learning	\$2,250,000
Subtotal Expenditure Increase	\$4,750,000
Net Budget Impact	\$9,250,000
Personnel	
Salary Pool Increase (+0.5%)	\$550,000
Adjunct Faculty (1.0%)	\$200,000
Classification/Compensation Study	\$4,000,000
Subtotal Personnel Increase	\$4,750,000



Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA)

- Total Institutional Revenues: \$17.6M
- Proposed Expenditures:
 - Continuing CARES Act Initiatives
 - Computing Equipment & Hotspots
 - Financial Literacy Education Services
 - Test Proctoring
 - Other Considerations/Ongoing Discussions
 - Antimicrobial system/added cleaning
 - HyFlex classrooms & professional development
 - Facilities remediation/preparation for on-site service delivery
 - Additional technology
 - Direct student aid



Budget Calendar – Next Steps

- March 2021
 - Set tuition and service fees for 2021-2022
 - Review revenue estimates – new FY 2022 revenues (CRRSAA & Prop 207)
 - Review and approve contributions to Public Safety Personnel Retirement Systems fund
 - Review employee benefits (medical and pharmacy, dental, short-term disability, other insurances)
- April 2021
 - Review salary and wages
- May 2021
 - Review proposed FY 2021-2022 Budget and provide approval for publication
 - Review and approve the Capital Budget
- June 2021
 - Public Hearing and Special Meeting to adopt the Fiscal Year 2021-2022 Budget and set property tax rates and levies
 - Review and approve contractual obligations and insurances

Governing Board Direction – Student-Focused Priorities (Prop 481)

- Expand workforce training programs, ensuring students are trained:
 - On Industry standard and State-of-the-art equipment and technology
 - For high demand, real-world skills including: Data Analytics; Artificial Intelligence; Robotics and Simulators
- Increase Internships and apprenticeships
- Develop short-term credentialing programs
- Enhance support services – including mobile and web tool options
- Provide access to childcare and additional support services
- Integrate digital technology in all classrooms – provide mobile computing devices to students unable to afford them
- Increase educational offering in high-demand fields such as nursing, cybersecurity and aviation technology



Governing Board Direction – Additional Priorities

- Ongoing Obligations
 - Licenses, Contracts, Insurance, Utilities
 - Employee Benefits
 - Medical and Prescription
 - Retirement System Liability
 - Other Short Term Disability
 - Reinvestment in Plant
- Continue to Emphasize Efficiencies
 - Continue to review selling or leasing physical space
 - Implement partnership programs
 - Reallocate resources to growth program and service areas
- Prioritize faculty and staff compensation
- Respond to Pandemic Challenges





/// Keep striving.