

2021-22 PRELIMINARY BUDGET

SPARC

JANUARY 28, 2021



SAN MATEO COUNTY
COMMUNITY
COLLEGE DISTRICT

State Budget



- ▶ Proposed 2021-22 Budget Major Themes
 - ▶ Offering relief to low-income residents from the impact of COVID-19
 - ▶ Focuses on economic recovery through grants to small businesses, tax credits and other incentives for job creation
 - ▶ Facilitate re-opening schools for in-person learning, with a focus on younger students

State Budget-Community Colleges



- ▶ \$250m one-time in emergency student financial assistance grants
- ▶ \$20m one-time for retention and re-enrollment strategies
- ▶ 1.5% COLA – general apportionment (SCFF) and select categorical programs
 - ▶ Districts to draft actionable plans to close Equity Gap as a condition for receiving the COLA
- ▶ Pay back about 75% of the 20-21 Deferrals
- ▶ \$30m ongoing to increase access to online technology and mental health services
- ▶ .5% Enrollment Growth (SCFF)
- ▶ \$15m ongoing to expand CA Apprenticeship Initiative
- ▶ \$10.6m ongoing to invest in online education ecosystem and infrastructure
- ▶ \$100m one-time for students' basic needs related to food and housing insecurity

State Budget-Community Colleges



- ▶ \$20m one-time to expand work-based learning
- ▶ \$20m one-time increase for faculty professional development
- ▶ \$15m one-time to expand Zero-Textbook Cost Pathways
- ▶ \$2.5m one-time to provide instructional materials for dual enrollment students
- ▶ \$600K one-time for anti-racism initiatives
- ▶ PERS and STRS employer buydown:

Rates	2019-20	2020-21	2021-22	2022-23	2023-24
CalSTRS	17.10%	16.15%	15.92%	18.00%	18.00%
CalPERS	19.72%	20.70%	23.00%	26.30%	27.30%

- ▶ Online Learning: requires higher proportion of online courses (10% higher than offered in 2018-19)
- ▶ No Scheduled Maintenance Funds

Higher Education Stimulus Package - Community Colleges



- ▶ \$900 billion COVID-19 Relief Bill
- ▶ Applies a new allocation formula which considers FTES and headcount-an adjustment supported by California Community Colleges
 - ▶ \$20.2b Higher Education Emergency Relief Fund
 - ▶ California Community Colleges \$1.2b
 - ▶ SMCCCD Allocation:

Site	Minimum Amount of Student Grants	% of Estimated Minimum Amount of Student Grants	Estimated Minimum Amount for Institutional Portion	% of Estimated Minimum Amount for Institutional Portion	Simulated Total Allocation
Cañada College	\$54,272	19%	\$2,387,950	81%	\$2,937,222
College of San Mateo	\$1,021,430	22%	\$3,550,172	78%	\$4,571,602
Skyline College	\$1,245,790	21%	\$4,607,149	79%	\$5,852,939
Total District	\$2,816,492	22%	\$10,545,271	79%	\$13,361,763

Higher Education Stimulus Package - Community Colleges



- ▶ Allowable Uses
 - ▶ Defraying expenses associated with COVID-19 (including lost revenue, reimbursement for expenses already incurred, technology costs associated with a transition to distance education, faculty and staff training, and payroll)
 - ▶ Carrying our student support activities authorized by HEA that address needs related to coronavirus
 - ▶ Providing financial aid grants to students (including students exclusively enrolled in distance education)
 - ▶ Like the CARES Act, the provision of this stimulus bill do not restrict colleges' ability to provide aid to students based on their immigration status

Preliminary Budget Assumptions (as of January 31, 2021)



- ▶ Property tax increase: 3.54%
- ▶ Enrollment: Resident FTES 13,990 (2.62% projected increase from 2020-21)
 - ▶ Resident Tuition: \$46/unit - no increase
 - ▶ Prop 55 (EPA): Ongoing \$100/FTES
 - ▶ Lottery: \$150/FTES
 - ▶ Mandated Cost Block Grant: \$30.16/FTES
- ▶ Non-resident Tuition: TBD
- ▶ Inflation: 1.57% based on CA CPI
- ▶ State FTES Access/Growth: 0.5%
- ▶ State COLA: 1.5%

2021-22 Preliminary Budget Allocations



- ▶ Please refer to San Mateo County Community College District's Revenue and Expenditure Assumptions on Fund 1 for details.

2021-22 Initiatives (pending board discussions)



- ▶ Promise Scholars Program
 - ▶ (continuing to serving 2,000 students)
- ▶ \$800K Equity Institute
- ▶ \$1M Food Insecurity Initiative
- ▶ COVID-19 mitigation
 - ▶ \$1.1M COVID-19 Contingency (set-aside)
 - ▶ HEERF II Funding

Looking Ahead



▶ **2022-23 Challenges:**

- ▶ Property taxes /California economy
- ▶ Non-resident tuition enrollment / revenue
- ▶ Resident enrollment
- ▶ Insurance
- ▶ Parking Fund, Auxiliary Operations support
- ▶ Covid-19 mitigation (local and state/federal funds)
- ▶ Personnel costs



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QUESTIONS?

Thank You!