

Grossmont-Cuyamaca Community College District

2022/2023 Adoption Budget

September 13<sup>th</sup> , 2022

Presented by Sahar Abushaban

Vice Chancellor – Business Services

# 2022/2023

## Tentative Budget Assumptions

- Based on Governor's January budget proposal
- Included 5.33% Cost of Living Adjustment (COLA)
  - \$6.5 million
- Included 1% revenue deficit
  - \$1.3 million
- Estimated Ending Balance

# 2022/2023

## Adoption Budget Assumptions

Based on final State approved budget

### **Revenue Increases – Unrestricted General Fund**

- 6.56% Cost of Living Adjustment (COLA) = \$8 million
- Base increase = \$1.5 million
- Revenue deficit = \$0

# 2022/2023

## Adoption Budget Assumptions

### **Final Ending Balance – Unrestricted General Fund**

- Contingency Reserve = \$14.4 million
- Purchase Order Carryover = \$1.5 million
- Sites ending balance = \$5.7 million
- Total Ending Balance = \$21.6 million

# 2022/2023

## Adoption Budget Assumptions

### **Expenditures Increases – Unrestricted General Fund**

- Step, Column & Longevity salary increases
- Health Benefits Increases
  - Rates increased between 2.6% to 6.5%
- CalSTRS rates: From 16.92% to 19.1%
- CalPERS rates: From 22.9% to 25.37%
- Personnel Commission cost
- Cost escalation for legal, maintenance contracts & other services

# 2022/2023 Adoption Budget Summary

## Unrestricted General Fund

Revenue:		\$142.5 million	
Expenditures:			
Salaries	\$85.3 million		
Benefits	\$39.7 million		
Total Salaries & Benefits		\$125.0 million	88%
Utilities	\$4.1 million		
Operating Expenses	\$13.4 million		
Total Operating Expenditures		\$17.5 million	12%

# 2022/2023 Adoption Budget Summary

## **Restricted General Fund**

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Revenue: **\$137.3 million**

HEERF Funds (one-time)

Categoricals:

EOPS, DSPS, CalWORKs, CARE

AB19 California College Promise

Strong Workforce, Student Equity & Achievement

Guided Pathways

Student Success Completion

Child Development

Student Retention and Outreach (one-time)

COVID-19 Recovery Block Grant (one-time)

# Resident FTES Summary

	<u>2018/19</u> Actuals	<u>2019/20</u> Actuals	<u>2020/21</u> Actuals	<u>2021/22</u> Actuals
Grossmont College	12,211	11,404	9,527	8,192
Cuyamaca College	5,486	5,364	4,770	4,362
Total FTES Earned	<u>17,697</u>	<u>16,768</u>	<u>14,297</u>	<u>12,554</u> -29%



# Supplemental Allocation Summary

	<u>2018/19</u> Actuals	<u>2019/20</u> Actuals	<u>2020/21</u> Actuals	<u>2021/22</u> Estimates
Pell Grant Recipients	8,209	8,084	6,524	5,587
AB540 Students	625	671	558	554
CPG Recipients	18,243	16,983	14,339	12,629
(Calif. Promise Grant)				
Total Headcount	<u>27,077</u>	<u>25,738</u>	<u>21,421</u>	<u>18,770</u> -31%

# Challenges

- Enrollment has been declining 4 years in a row – 29%
- Salaries & Benefits continue to be a large % of on-going revenue
- Hold Harmless funding will end in 2024/25 and will become our new base revenue
- No new revenue if SCFF calculation is less than base amount
  - Our projections shows SCFF calculation could be \$9 to 12 million below our base funding

# Challenges Continues

- Continue to develop a plan to contain and fund increased cost in future years with no new revenue anticipated after 2024/25
- Must increase our contingency reserve for fiscal stability
- Construction and material cost escalation rates
- Impacts of COVID-19 on materials and the global supply chain
- Ensuring future fiscal stability

COMMENTS/  
QUESTIONS??