

Grossmont-Cuyamaca Community College District

2025/2026 Adoption Budget

September 9<sup>th</sup>, 2025

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Vice Chancellor – Business Services

2025/2026

# California State Enacted Budget Overview

- 2025-2026 State Budget Framed by:
  - Stock market volatility
  - Potential impact of tariffs and federal cuts
  - Significant increases in state costs for certain program especially Medi-Cal
- Deficit of approximately \$12 billion for 2025/2026
  - Addressed by withdrawing from the Budget Stabilization Account and the Public School System Stabilization Account (PSSSA)
- Focuses on maintaining stability in challenging fiscal environment
- Includes no major core reductions to community college programs or services
- Includes 7.8% increase from the 2024-2025 enacted budget
- Includes \$404 million in additional ongoing adjustments to the California Community College System

2025/2026  
California Community College  
Budget

## On-Going Increases:

- \$217.4M for 2.3% Cost-of-Living increase (COLA)
- \$100M to fund enrollment growth for 2024-2025
  - No impact to GCCCD
- \$40M to fund enrollment growth for 2025-2026
  - GCCCD anticipates being eligible to receive growth funds
- \$26.7M for 2.3% Cost-of-Living increase for selected categorical programs
- \$10M for all colleges to participate in the Rising Scholars Network
  - Total cumulative funding \$35 million

## One-Time Funding:

- \$60M from Strong Workforce Program for the second year of Rebuilding Nursing Infrastructure Grant Program
  - Grossmont college is eligible to apply for the funds
- \$12M for Systemwide Common Cloud Data Platform
- \$6.6M to expand the use of e-Transcript California
- \$15M to support Credit for Prior Learning initiative plus \$5M in on-going
- \$25M to establish the California Career Passport Program to:
  - Provide individuals with a secure digital tool that displays their preparation for employment, academic records, and credit for prior learning

## One-Time Funding continued:

- \$60M to establish the Student Support Block Grant to provide students help with
  - Food, housing, transportation and other basic needs
  - Legal and other support services
  - Mental health services
  - Job placement or other employment assistants
  - Childcare or other assistance for student parents
- Each district will receive a base amount of \$150K, remaining funds distributed based on student headcount and number of students receiving fee waivers and exemptions from nonresident tuition

## One-Time Funding continued:

- \$20M to support emergency financial aid assistance grants
  - Colleges will receive funds based on their share of total California Dream Act Application who also received a Cal Grant
- \$15M to support Dreamer Resource Centers/Liaisons
  - Provide support services and emergency financial assistance to eligible students
- \$10M to support LGBTQ+ student support program
  - Third and final year of one-time funds



# 2025/2026 GCCCD Adoption Budget

# Revenue Assumptions - UGF

- Student Centered Funding Formula
  - Prior Year SCFF Calculations plus 2.3% COLA
- No State Deficit
- Interest Income
  - Estimated at \$2M
- Adjunct Office Hours State reimbursement at 90% of estimated cost
- Adjunct Health Benefits State reimbursement at 100% of estimated cost

# Expenditure Assumptions - UGF

- Salary Increases
  - Includes step/column & longevity increases
- PERS rate = 26.81%
  - 0.9% decrease from PY
- STRS rate = 19.10%
  - no increase from PY
- Health & Welfare Benefits Rate Increases:
  - Kaiser – 11.9%
  - VEBA Direct – 8.6%
  - UHC – 10%
    - \$2 million increase

2024/2025  
Unaudited Actuals  
Unrestricted General Fund

# Unrestricted General Fund Summary

	2023-2024 Actual	2024-2025 Actual	2025-2026 Adoption Budget
Beginning Balance	\$13,341,094	\$7,191,815	\$4,825,002
Plus: Revenue	\$143,751,479	\$162,771,097	\$167,053,150
Less: Expenditures	\$137,467,102	\$147,393,551	\$171,044,152
<b>Ending Balance Pre Transfer to Deferred Maintenance</b>	<b>\$18,965,249</b>	<b>\$22,314,966</b>	<b>\$834,000</b>
Transfer to Deferred Maintenance	\$11,773,434	\$17,489,964	\$834,000
<b>Ending Balance</b>	<b>\$7,191,815</b>	<b>\$4,825,002</b>	<b>\$0</b>
<b>Contingency Reserve</b>	<b>\$16,250,875</b>	<b>\$16,504,691</b>	<b>\$16,504,691</b>

# Unrestricted General Fund Revenue

	2023-2024 Actual	2024-2025 Actual	2025-2026 Adoption Budget
SCFF	\$141,450,911	\$143,355,845	\$147,990,423 90%
PY SCFF Adjustment	\$1,340,154	\$194,214	\$0
State Revenue	\$9,814,826	\$10,012,770	\$10,731,311
Local Revenue	\$8,971,597	\$8,296,084	\$5,605,648
<b>Total Revenue</b>	<b>\$161,577,488</b>	<b>\$161,858,913</b>	<b>\$164,327,382</b>
Transfers In/Out	(\$17,826,009)	\$912,184	\$2,725,768

# Unrestricted General Fund Expenditures

	2023-2024 Actual	2024-2025 Actual	2025-2026 Adoption Budget
Salaries	\$83,066,564	\$88,124,663	\$96,600,811
Benefits	\$35,750,880	\$38,531,819	\$41,720,769
Operating Expenses	\$18,649,658	\$20,737,069	\$32,722,572
<b>Total Expenditures</b>	<b>\$137,467,102</b>	<b>\$147,393,551</b>	<b>\$171,044,152</b>
Transfer to Deferred Maintenance	\$11,773,434	\$17,489,964	\$834,000

# Reserves - UGF

- BP 6250 Budget and Reserve Management
  - **Contingency Reserve** = \$16.5 million
    - Per BP 6250, reserves level will be at 2 months of total operating expenditures
  - **For FY 2025-2026**
    - ❖ One month of total operating expenditures = \$16.2 million
    - ❖ Two month of total operating expenditures = \$32.4 million



# Resident FTES Comparison

	2020/21 Actuals	2021/22 Actuals	2022/23 Actuals	2023/24 Actuals	2024/25 Actuals
Grossmont College	9,527	8,192	8,634	10,432	10,924
Cuyamaca College	4,770	4,362	4,655	5,697	5,759
Total FTES	<b><u>14,297</u></b>	<b><u>12,554</u></b>	<b><u>13,289</u></b>	<b><u>16,129</u></b>	<b><u>16,683</u></b>
Compared to PY	-15%	-12%	6%	21%	3%
Compared to Pre-Covid Level					-6%

SCFF Funding Protection

Hold Harmless VS. Stability

## Hold Harmless

- Allows Districts to maintain revenue at 2017-18 funding level increased annually by each year's COLA
- This protection ended in 2024-25
- Beginning 2025-26, the district's 2024-25 funding will become the new base funding

# Stability Protection

- Began in 2020-21
- A protection is given so districts will receive no less than the prior year SCFF funding plus current year COLA
- 2025-26 GCCCD SCFF Protected Funding:
  - 2024-25 Final SCFF Calculation = \$144.6 million
  - Multiplied by COLA of 2.3%
  - 2025-26 Protected Funding = \$147.9 million

COMMENTS/  
QUESTIONS??