COLLEGE COUNCIL
20/21 BUDGET UPDATE
SEPTEMBER 23, 2020

PRESENTED BY
MIKE GIACOMINI, VICE PRESIDENT, FINANCE AND ADMINISTRATIVE SERVICES
TERESA MCALLISTER, BUDGET COMMITTEE FACULTY CO-CHAIR
Topics of Discussion

• State of the College
• What to Expect in FY2020-21
• State of California – budget talk
• BC Budget Premise
• Categoricals
College Council Budget Update

Mike Giacomini
Vice President, Finance and Administrative Services

Teresa Mcallister
Budget Committee Faculty Co-Chair
What the State is Saying

• Currently not very much information regarding the potential impacts of recession on State revenues
• Governor indicated potential $35 billion decrease in State funding in 2020-21
• Governor further indicated that could grow to as much as $85 billion over time
• Subsequent Budgets since January has gotten more favorable for Community College due to the help from State legislators
• CA Department of Finance has indicated moving toward base budget, which translates to 2019-20 funding with no adjustments or new programs
• CA wildfires are burning through the rainy day fund at an unprecedented rate
College Budget Premise

• District has allocated to Colleges a tentative unrestricted fund allocation based upon 2019-20 base (P1 revenues)
• District Office and Colleges have implemented a hiring freeze but allowing for the filling of critical operational
• Other expenditures savings are accruing in other operational cost budgets (ie; travel, utilities, etc), could provide some one time offset to any 2019-20 budget reductions from the State.
• Step/Column increases 2.5%
• No COLA increase
• PERS, STRS, and Workers Compensation increases
• Keep budgets flat and asked to provide a balanced budget
• Look for opportunities to save
Categorical/Restricted Funding
Adopted Budgets

- 2015-16: $11,931,995, 41.63% Growth
- 2016-17: $16,899,264, 50.20% Growth
- 2017-18: $25,381,913, 23.80% Growth
- 2018-19: $31,422,902, 13.43% Growth
- 2019-20: $35,641,782

Total Categorical/Restricted Funding: $126,489,947