

GOVERNOR'S JANUARY PROPOSAL

2021-2022 State Budget



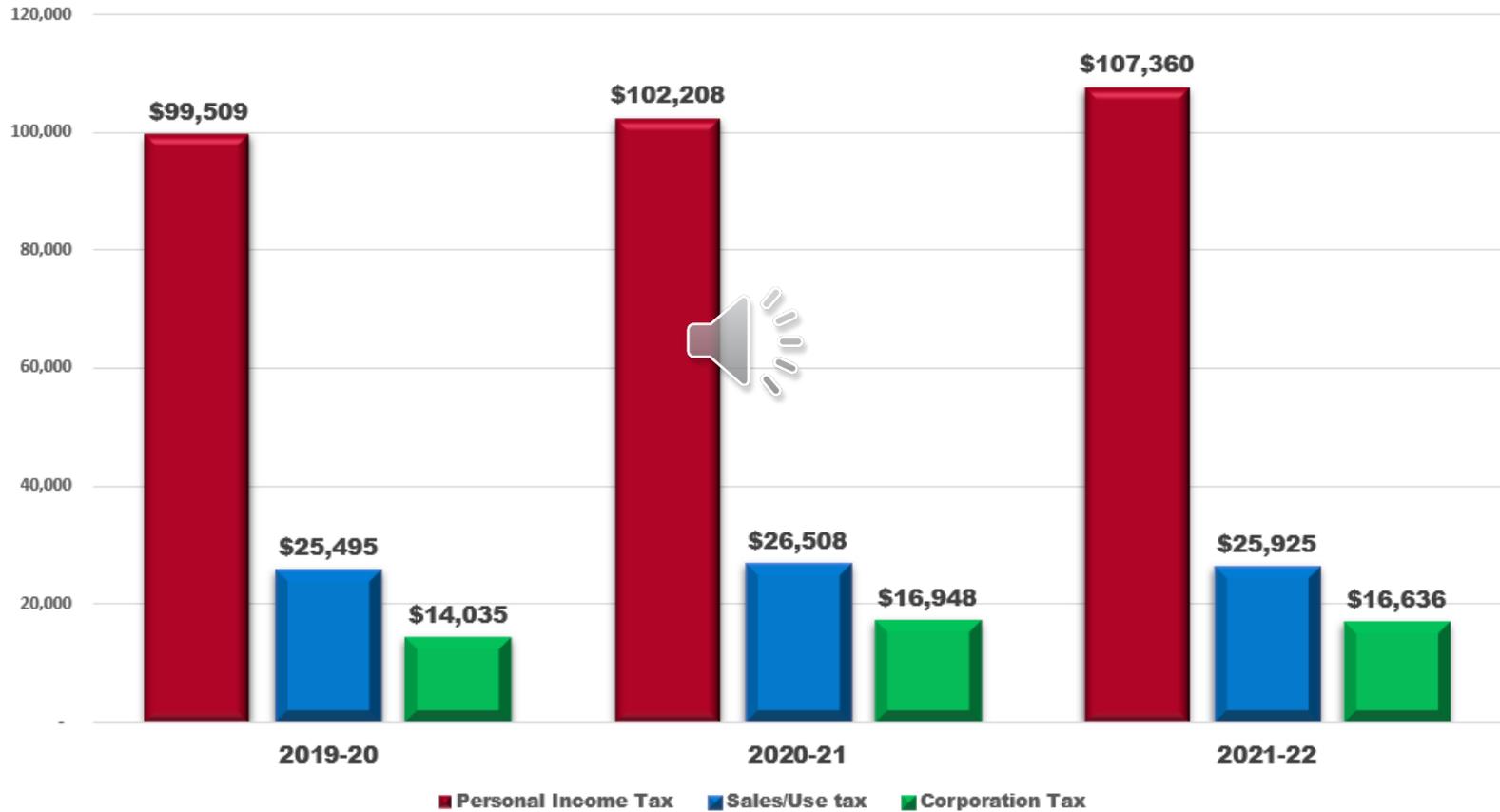
2021-2022 STATE BUDGET UPDATE

- The 2020-21 State Budget went from a planned \$5.6B surplus to a \$54.3B deficit within two months as a result of the pandemic
- LAO's Fiscal Outlook shows revenue growth surpassing the original expectations
- Economic recovery resulted in stronger than estimated revenue from the "Big Three" taxes for 2021-2022 (Revenues are estimated at \$4.2 billion more than 2020-2021 and \$2.8 billion than prior year's Governor's Proposal)
- Augmented by Federal Stimulus 2.0
- Prioritizes urgent needs in the context of COVID19, focusing on student basic needs, reducing equity gaps, stabilizing critical programs and services, and accelerating economic recovery and job creation
- Outlook improved but uncertain (Despite higher revenues, state faces \$6B operating deficit)



ESTIMATE FOR THE BIG-THREE TAXES

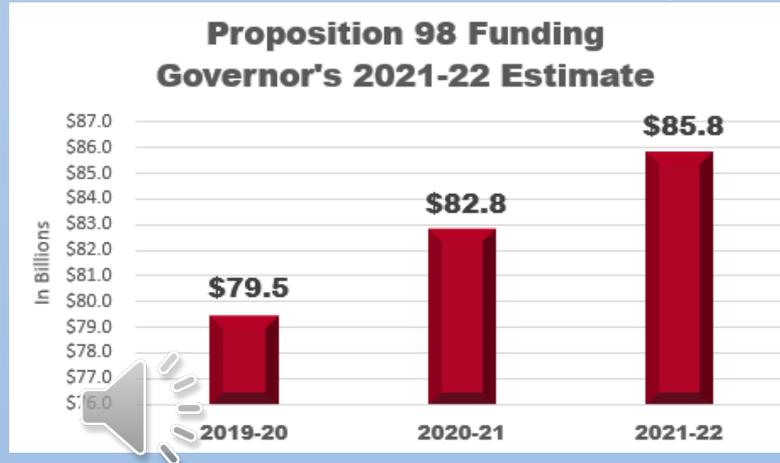
Big Three Taxes
(in Millions)



2021-2022 STATE BUDGET UPDATE



- **Proposition 98 for K-14 Increases to \$85.8 Billion**



- **California Community Colleges Only**
 - Around \$600 million in funding for one-time and ongoing programs and initiatives
- Repays \$1.13B of Deferrals (2/3 of \$1.45B), carrying over a remaining deferral of \$326.5M in 2021-2022
- “True-Up” of SCFF 2019-20 through 2021-22

2021-22 CCCs BUDGET HIGHLIGHTS

SCFF APPORTIONMENT AND ENROLLMENT

- SCFF Hold Harmless in effect through 2023-24
- \$111.1M COLA of 1.5% (Approx. \$1.7M for Palomar*)
- \$23M FTES Growth

COLLEGE AFFORDABILITY AND STUDENT ENGAGEMENT

- \$250M **One-time** Student Emergency Assistance Grants; Proposal for all HS Seniors to be required to complete the FAFSA
- \$100M **One-time** for basic needs related to food & housing insecurity
- \$20M **One-time** for a System-wide effort to provide PD for faculty
- \$20M **One-time** for student retention and re-enrollment strategies
- \$2.5M **One-time** to provide instructional materials for Dual Enrollment
- \$30M Ongoing for Mental Health Services & Student Technology Access
- \$10.6M Ongoing for Distance Learning (Online Education Infrastructure)

OTHER PROGRAMS

- \$355.8M increased Prop 51 Bond funds (\$353.6M in construction phase)
- \$6M for 1.5% COLA for Categorical Programs (DSPS, EOPS, etc.)
- \$15M Ongoing for CAI, One-time \$10M for Work-Based Learning

2021-22 CCCs BUDGET HIGHLIGHTS

“CALL TO ACTION”

- \$600,000 **One-time** for CCCCO to coordinate antiracism efforts in the curriculum
- Focus on alignment of Ethnic Studies requirement for CSU (AB1460)



CONDITION FOR RECEIVING THE COLA

- Districts to draft actionable plans to close **equity** gaps
- Few details, more information may be included in trailer bill language

OTHER ACTIONS

- Requires higher proportion of online courses (10% higher than offered in 2018-19)

2021-2022 CCCs BUDGET HIGHLIGHTS

HEERF 2.0 CORONAVIRUS RESPONSE AND RELIEF SUPPLEMENTAL APPROPRIATIONS (CRRSA)

- \$82 billion for Education; \$22.7 billion for California HEERF; At least \$1 billion to CCCs; **\$17M for Palomar College**
- “Hold Harmless” for Student Aid – No less than \$3.8M CARES
- Defray pandemic related expenses, including:
 - Loss revenue
 - Technology Costs
 - PD Trainings
 - Reimbursement of District incurred expenses
 - Student support activities addressing pandemic related needs
 - Financial Aid grants to students for tuition, food, housing, health care, child care



STATE REQUIREMENTS FOR APPROVAL OF LOCAL BUDGETS

District is required to:

- Adopt a Tentative Budget by July 1
- Hold a Public Hearing and Adopt a Final Budget by September 15
- Complete Annual Budget and Financial Report by September 30
- Submit the CCFS-311 Report to the CCCCO by October 10



Carmen Coniglio

Senior Director, Fiscal Services

www.palomar.edu/fiscal_services



THANK YOU

PALOMARPOWERED



Palomar Community College District
 COVID-19 Resources
 Activity Thru: 11/1/2020 thru 1/31/2021

	Federal Block Grant	State Block Grant	CARES-HEERF I -Institutional	CARES-MSI	CARES-HEERF II -Institutional	CARES HEERF II Student Portion	HEERF II Total:
Grant Allocations:	\$877,342.00	\$1,076,948.00	\$3,851,431.00	\$521,329.00	13,280,194.00	3,851,431.00	17,131,625.00
Approved Proposals:	\$877,342.00	\$0.00	\$3,601,191.00	\$176,856.00	\$0.00	825,375.00	
Remaining Allocations:	\$0.00	\$1,076,948.00	\$250,240.00	\$344,473.00	\$13,280,194.00	\$3,026,056.00	
Period of performance	12/30/2020	6/30/2022	4/23/2021	7/9/2021	1/13/2022		

COVID-19 Proposals - Key Categories

	1112017 - Federal Block Grant		1112019 - CARES Institutional		1112018 - MSI
	FY20	FY21	FY20	FY21	FY21
Technology	-	17,688.92	-	120,125.00	
Student Kits, Supplies and Materials	-	-	-	479,155.34	
Training and OT Preparing for Remote Instruction	-	-	-	4,000.00	
Lost Revenues & Student Refunds					47,310.00
Total	-	17,688.92	-	603,280.34	47,310.00
		2%		83%	6%
				Total	668,279.26
				All Proposals 11/1 /20 thru 1/31/21	730,282.00

Noteworthy Proposals:

Proposal Description	Amount	Funding Source
Technology Tools for Students	315,000.00	HEERF I CARES Institutional
eProcesses -to Replace Face to Face Encounter	120,125.00	HEERF I CARES Institutional

	# of Students	Disb'd AMT	Allocation:	CARES Allocation
HEERF	5,134	3,849,931.00	3,851,431.00	HEERF I
HEERF II	1,169	825,375.00	3,851,431.00	HEERF II
Total	6,303	4,675,306.00		