

COLLEGE COUNCIL 20/21 BUDGET UPDATE

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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

CATEGORICALS

Categorical/Restricted Funding
Adopted Budgets

