

## Board of Trustees Regular/Committee Meeting (IV.D)

Meeting	February 2, 2021
Agenda Item	Resources (IV.D)
Subject	Resources Presentation for FY 2021-22 Governor's Budget Proposal
College/District	District
Funding	N/A
Recommended Action	Information Only

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### Background Narrative:

Staff will present information for the Board's review on the FY 2021-22 Governor's Budget Proposal released on January 8, 2021.

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RCCD

RIVERSIDE COMMUNITY  
COLLEGE DISTRICT



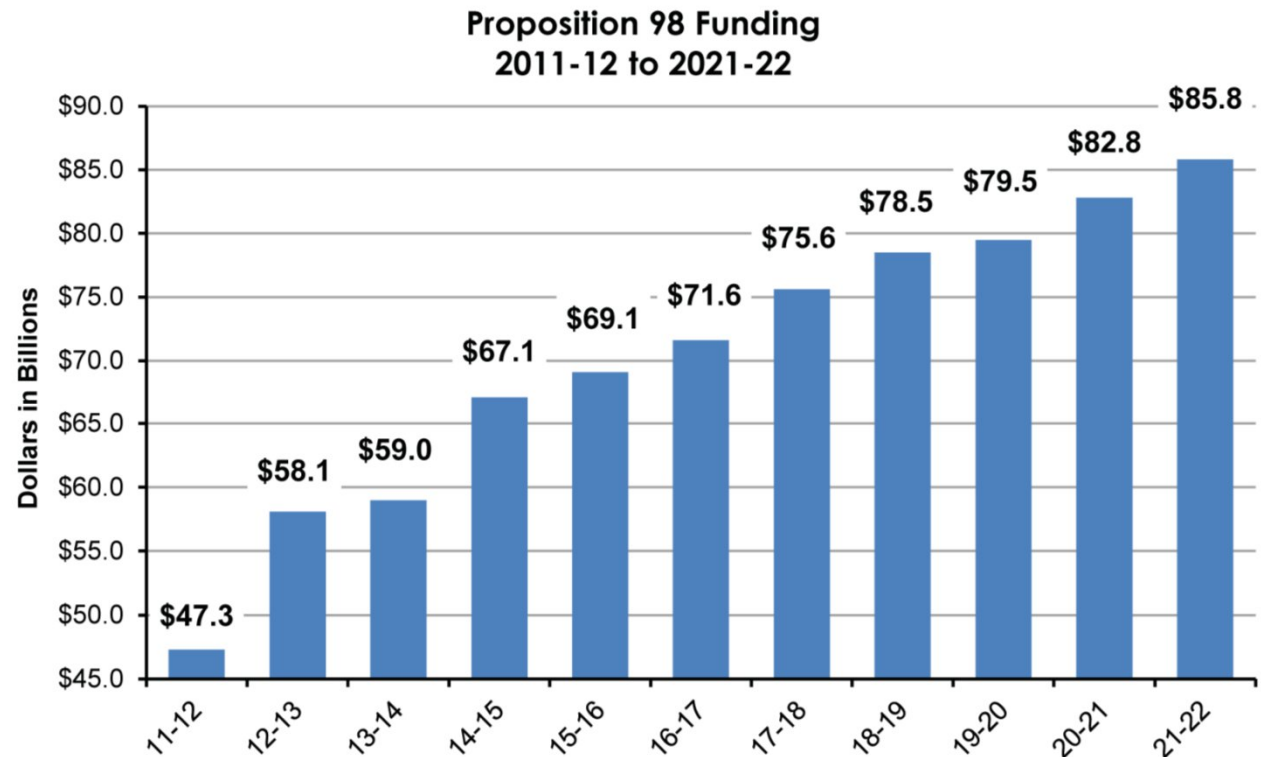
# FY 2021-22 Governor's Budget Proposal

February 2, 2021



# Proposition 98 Minimum Guarantee

- FY 2020-21 approved budget set the K-14 minimum guarantee at \$70.9 billion...now revised to \$82.8 billion.
- FY 2021-22 - Governor estimates the guarantee at \$85.8 billion, excluding \$2.3 billion one-time supplemental funding.
  - A year over year increase of 3.62%
  - \$203.9 million in ongoing funding adjustments and \$490.0 million in one-time policy adjustments for Community Colleges
  - Community College share of Proposition 98 – 10.93%
  - 81.39% increase since 2011-12





# FY 2021-2022 Governor's Budget Proposal

Base Changes  
(In Millions)

<u>Unrestricted Ongoing Revenues</u>	<u>Community College System</u>
<u>Apportionment*</u>	
Growth (.50%)	\$ 23.1
COLA (1.50%)	111.1
Full-Time Faculty Hiring	-
Total Apportionment/Unrestricted Ongoing Revenues	<u>\$ 134.2</u>
<u>Unrestricted One-Time Revenues</u>	<u>\$ -</u>
Total Unrestricted Revenues	<u><u>\$ 134.2</u></u>

\*These funding increases will be reflected in the rates for the Base, Supplemental, and Student Success allocations under the Student Centered Funding Formula.



# FY 2021-2022 Governor's Budget Proposal

Base Changes  
(In Millions)

<u>Restricted Ongoing Revenues</u>	<u>Community College System</u>
COLA for Categorical Programs	\$ 6.1
Access to Online Technology and Mental Health Services	30.0
Online Education Infrastructure and Ecosystem	10.6
Apprenticeship Initiative - Expansion	15.0
Broadband Access (CENIC)	8.0
Total Restricted Ongoing Revenues	<u>\$ 69.7</u>



# FY 2021-2022 Governor's Budget Proposal

Base Changes  
(In Millions)

<u>Restricted One-Time Revenues</u>	<u>Community College System</u>
Emergency Financial Assistance for Students	\$ 250.0
Students Basic Needs (Food, Housing, Etc.)	100.0
Retention and Enrollment Strategies	20.0
Workbased Learning	20.0
Faculty Professional Development	20.0
Zero-Textbook Cost	15.0
Instructional Materials for Dual Enrollment Students	2.5
AB 1460 Implementation and Anti-Racism Initiatives	0.6
Total Restricted One-Time Revenues	<u>\$ 428.1</u>
Total Restricted Revenues	<u><u>\$ 497.8</u></u>



# FY 2021-2022 Governor's Budget Proposal

Base Changes  
(In Millions)

<u>Other</u>	<u>Community College System</u>
Deferred Maintenance and Instructional Equipment Proposition 51 - State GO Bond (17 Continuing Projects and 1 New Project)	\$ -
Total "Other" Restricted Revenues	<u>355.8</u> <u>\$ 355.8</u>

Riverside Community College District

Capital Facilities Projects (FPP's Scheduled for Funding in FY 2021-22 Budget)

- Norco College - Center for Human Performance and Kinesiology\*

\*Funding for this project is contingent upon approval of Hardship Exemption for local match of \$7 million.



# FY 2021-2022 Governor's Budget Proposal

Pension Relief - The 2020 Budget Act redirected funds previously designated for a long-term buy down of pension liabilities, and instead used them to reduce employer pension contributions in FY 2020-21 and FY 2021-22 by approximately 2% each year. The Governor's Budget Proposal continues implementation of the FY 2021-22 employer contribution reduction. The CalSTRS rate declines from 17.1% to 15.92% and the steep CalPERS rate increase are slowed to 23.0% from 24.9%.

Online Course Maintenance of Effort - The proposed budget requires districts to maintain a number of online courses in FY 2021-22 that is 10% higher than the number offered in FY 2018-19.

Apportionment Deferrals - The proposed budget pays down \$1.13 billion of the \$1.45 billion apportionment deferrals imposed in the 2020 Budget Act, leaving \$326.5 million in apportionment deferrals for FY 2021-22. The proposed budget also calls for accelerated repayment of the FY 2020-21 deferrals from July 2021 through November 2021 to July/August 2021.





# FY 2021-2022 Governor's Budget Proposal

Student Financial Aid - The budget proposal includes a provision that all high school seniors be required to complete the FASFA and increases the number of competitive CalGrant awards by 9,000 to bring the total to 50,000.

Early Action Package - The Governor's Budget proposes an advanced spending plan for early Spring 2021 to support the health and economic recovery of Californians, providing targeted funds for community college affected populations including:

- One-time investment of \$100 million in Emergency Student Financial Assistance grants
- One-time resources of \$20 million for retention and re-enrollment strategies, including engaging with former students who may have withdrawn or perspective students who are hesitant to enroll due to the impacts of COVID-19