

**LOS RIOS**  
**COMMUNITY COLLEGE DISTRICT'S**  
**TENTATIVE BUDGET**

June 8, 2021

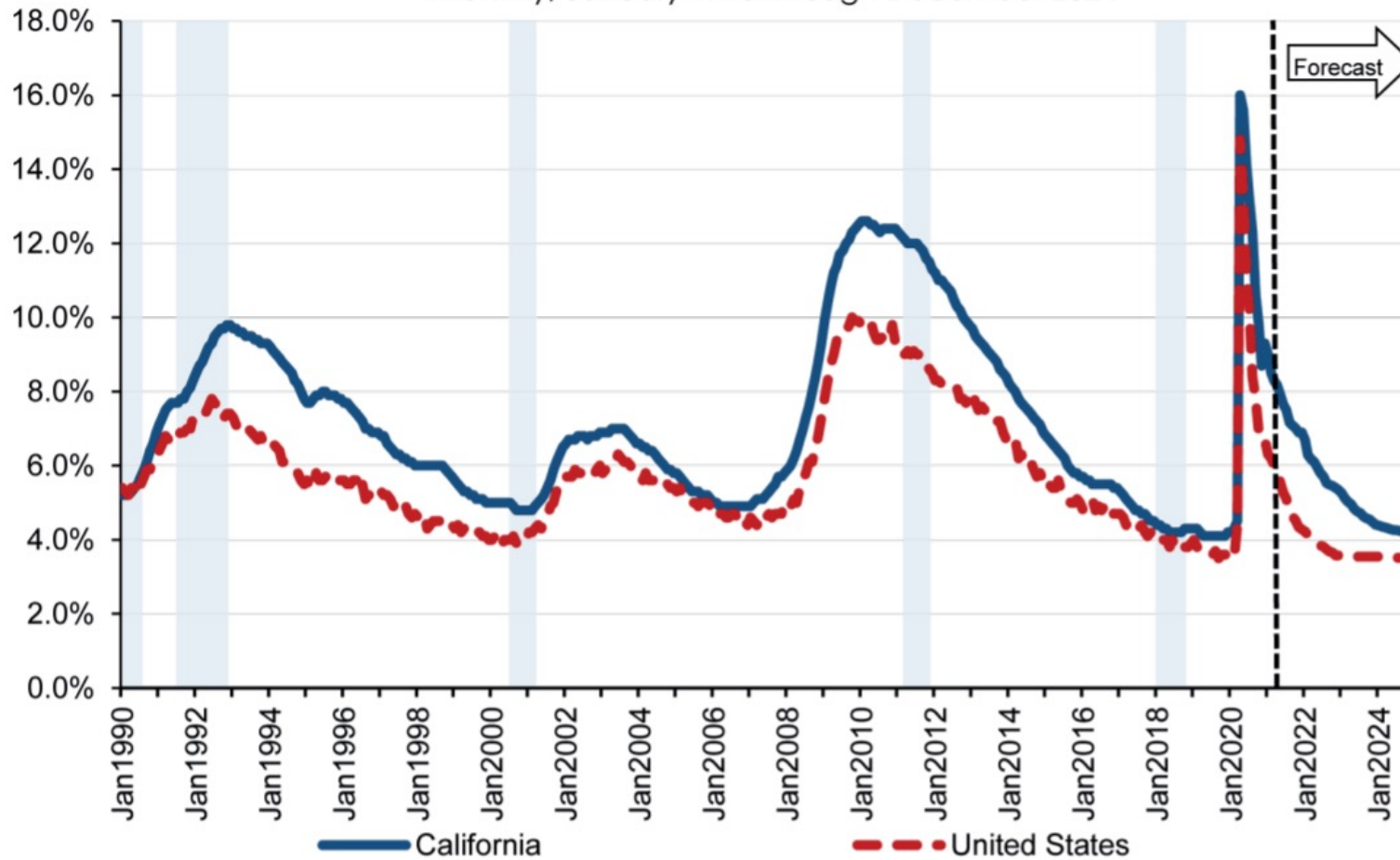
# 2021-22 MAY REVISION

Two main takeaways:

- Improved economic and revenue projections
- Substantial investments in one-time-only programming
- Primarily focused on student needs and technology

# UNEMPLOYMENT RATES

**U.S. and California Unemployment Rates**  
Monthly, January 1990 through December 2024



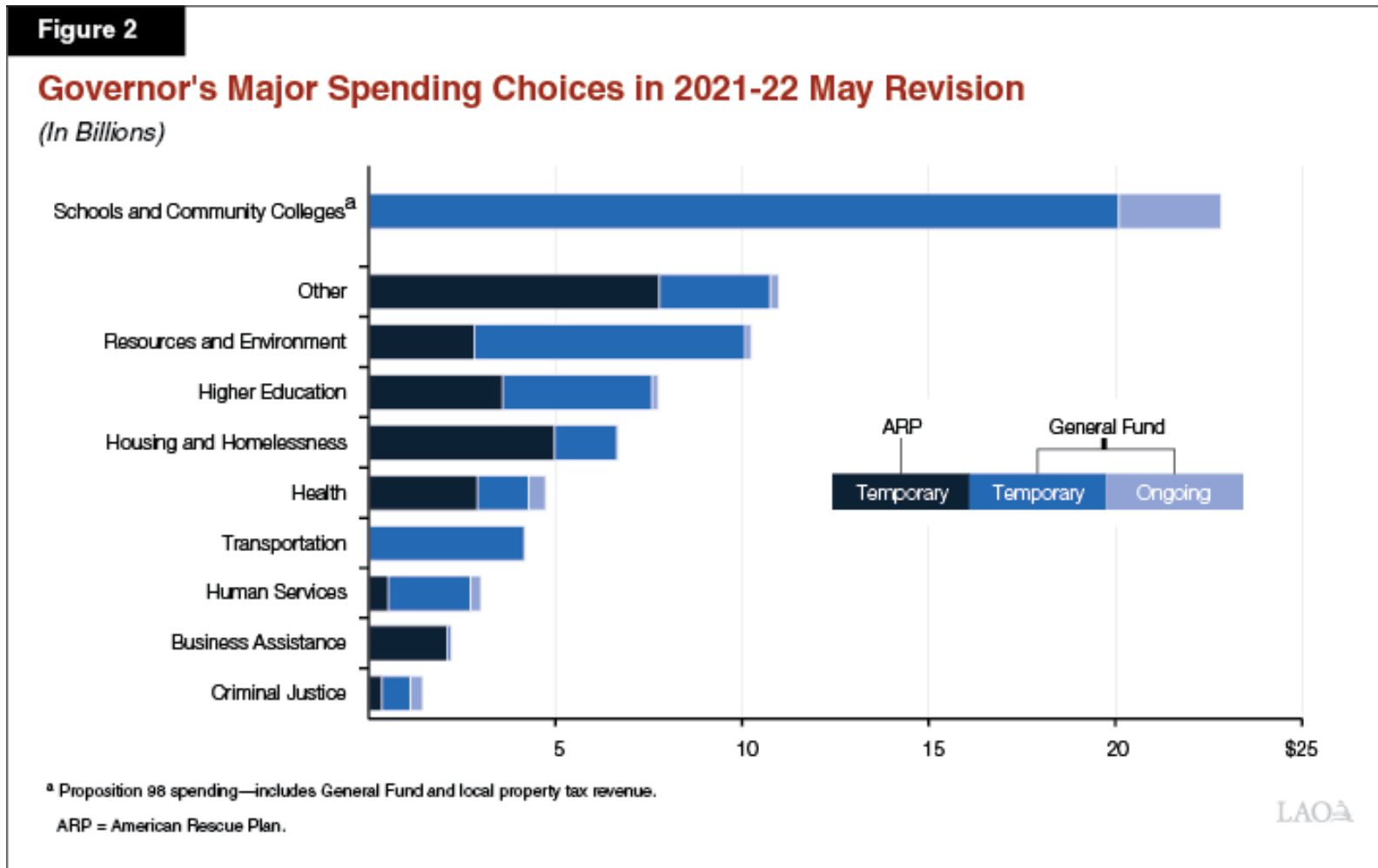
# “BIG 3” REVENUES

	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
Personal Income Tax	\$99.6	\$124.2	\$123.3	\$128.5	\$131.2	\$133.6
Sales and Use Tax	\$25.5	\$27.9	\$29.0	\$29.1	\$29.8	\$30.5
Corporation Tax	\$14.0	\$20.1	\$18.1	\$17.4	\$16.8	\$17.2
Total	<b>\$139.1</b>	<b>\$172.2</b>	<b>\$170.4</b>	<b>\$175.0</b>	<b>\$177.8</b>	<b>\$181.3</b>
Growth	-0.3%	23.8%	-1.1%	2.7%	1.6%	2.0%

# PROPOSITION 98

	2019-20	2020-21	2021-22
<b>Governor's Budget</b>			
General Fund	\$54,470	\$56,942	\$60,835 <sup>a</sup>
Local property tax	25,073	25,887	27,270
<b>Totals</b>	<b>\$79,544</b>	<b>\$82,828</b>	<b>\$88,105</b>
<b>May Revision</b>			
General Fund	\$54,483	\$67,077	\$66,374
Local property tax	24,846	25,745	27,365
<b>Totals</b>	<b>\$79,329</b>	<b>\$92,822</b>	<b>\$93,738</b>
<b>Change</b>			
General Fund	\$12	\$10,135	\$5,538
Local property tax	-227	-142	95
<b>Totals</b>	<b>-\$215</b>	<b>\$9,993</b>	<b>\$5,633</b>

# NATURE OF FUNDING



# ONGOING AUGMENTATIONS

- 4.05% COLA provided to SCFF and certain categorical programs
- Clear focus on technology and student needs

Adjustments	Governor's Budget	May Revision	Change From Governor's Budget
<b>TECHNICAL ADJUSTMENTS</b>			
Student Centered Funding Formula (SCFF) other base adjustments (aside from COLA and Growth)	97.6	0.6	(97.0)
<b>Subtotal Technical Adjustments</b>	<b>97.6</b>	<b>0.6</b>	<b>(97.0)</b>
<b>POLICY ADJUSTMENTS</b>			
<b>Ongoing</b>			
Provide COLA for SCFF (1.5%/4.05%)	111.1	296.5	185.4
Increase access to online technology as well as mental health services	30.0	30.0	-
Fund 0.5% enrollment growth for SCFF	23.1	23.6	0.5
Expand California Apprenticeship Initiative	15.0	15.0	-
Invest in online education ecosystem and infrastructure	10.6	10.6	-
Provide COLA for certain categorical programs (1.5%/1.7%/4.05% for Apprenticeship)	6.1	8.4	2.3
Cover increased costs for broadband access provided by CENIC	8.0	8.0	-
Expand vocational training for ESL students	-	50.0	50.0
Support integrated basic needs centers	-	30.0	30.0
Expand program pathways technology	-	10.0	10.0
Implement library services platform	-	4.0	4.0
<b>Subtotal Ongoing Policy Adjustments</b>	<b>203.9</b>	<b>486.1</b>	<b>282.2</b>

# ONE-TIME-ONLY AUGMENTATIONS

- Basic needs and emergency grants
- Retention and enrollment strategies (outreach)
- Zero-Textbook Cost pathways
- Deferred maintenance

Adjustments	Governor's Budget	May Revision	Change From Governor's Budget
<b>One-Time</b>			
Provide emergency financial assistance grants for students	250.0	250.0	-
Address students' basic needs related to food and housing insecurity	100.0	100.0	-
Support retention and enrollment strategiesb	20.0	120.0	100.0
Expand work-based learning	20.0	30.0	10.0
Increase faculty professional development	20.0	20.0	-
Expand Zero-Textbook Cost pathways	15.0	115.0	100.0
Provide instructional materials for dual enrollment students	2.5	2.5	-
AB 1460 implementation and anti-racism initiatives	0.6	0.6	-
Address deferred maintenance	-	314.0	314.0
Support continued implementation of Guided Pathways	-	150.0	150.0
Expand dual enrollment through College and Career Access Pathways partnerships	-	75.0	75.0
Transition back to in- person education	-	50.0	50.0
Implement Equal Employment Opportunity best practices	-	20.0	20.0
Support High Road Training Partnerships and High Road Construction Careers	-	20.0	20.0
Expand Regional Equity and Recovery Partnerships for work-based learning	-	10.0	10.0
Accelerate competency based education	-	10.0	10.0
Implement common course numbering	-	10.0	10.0
Modernize the California Community College Registry	-	1.0	1.0
<b>Subtotal One-Time Policy Adjustments</b>	<b>428.1</b>	<b>1,298.1</b>	<b>870.0</b>



# ENROLLMENT TRENDS

<b>Fiscal Year</b>	<b>Achieved</b>	<b>Percentage Change</b>	<b>Reported<sup>(2)</sup></b>	<b>Percentage Change</b>
2008-09	59,516	--	58,901	--
2009-10	59,965	0.8%	59,965	1.8%
2010-11	56,499	(5.8)	56,499	(5.8)
2011-12	52,466	(7.1)	52,466	(7.1)
2012-13	50,499	(3.7)	50,499	(3.7)
2013-14	49,936	(1.1)	50,209	(0.6)
2014-15	49,853	(0.2)	52,171	3.9
2015-16	50,311	0.9	47,779	(8.4)
2016-17	49,173	(2.3)	52,640	10.2
2017-18	47,847	(2.7)	44,313	(15.8)
2018-19	47,954	0.2	51,167	15.5
2019-20	47,529	(0.9)	44,316	(13.4)
2020-21 <sup>(3)</sup>	42,385	(10.8)	47,726	7.7

(1) Resident enrollment.

(2) Includes summer shift.

(3) Projection x Level.

# X,Y,Z BUDGETS FOR LOS RIOS

All three budgets at the “hold harmless” level of \$335 million

- Same level of funding provided in 2019-20

X Budget assumes flat enrollment decline

- Assumes no further decline and no increase in demand for the year

Y Budget assumes a 2.5% enrollment restoration/growth

- Assumes a modest improvement in demand for the upcoming demand

Z Budget assumes a 5% enrollment restoration/growth

- Assumes a substantial improvement in demand for the upcoming year

Los Rios will operate at the X Budget level until additional revenues materialize

# 2021-22 BUDGET PLANNING

Partial restoration of previous reduction to the fall and spring instructional schedule

- Stimulus funding used to offset prior reductions

Some approved hiring across faculty, classified, and management ranks

- Key classifications necessary for a return to campus
- Restricted funded positions fully approved

Significantly scaled back operational budgets

- Stimulus funding used to offset prior reductions in many areas

# FISCAL HEALTH

Prudent General Fund balance in-line with best practices

Additional flexible capital outlay reserves

Pre-funded pension contribution rate increases

Fully funded retiree benefits plan

Fully funded employee leaves

Fully funded self insurance program

“Low Risk” in the Fiscal Crisis Management Team’s Fiscal Health Risk Assessment

# FUTURE CONSIDERATIONS

What does demand look like as the state continues its re-opening plan?

- We are hopeful a more normal environment will improve early

What funding priorities will be considered as part of the final budget?

- Further increase to COLA, PT faculty supports, FT faculty positions, support services, etc.

How will the state handle the various considerations in Proposition 98?

- State appropriations limit, supplemental payment, and “rebenching” for TK expansion all have impacts



# QUESTIONS