



SAN DIEGO
Community College District

FY 2024-25
ADOPTED
BUDGET

BOARD OF TRUSTEES PRESENTATION
SEPTEMBER 12, 2024

VICE CHANCELLOR, FINANCE AND BUSINESS SERVICES
DANIEL J. TROY



CALIFORNIA COMMUNITY COLLEGE BUDGET PRIMER

Student Centered Funding Formula (SCFF)

- Basic Allocation – fixed amount based on number and size of colleges and centers
- Fulltime Equivalent Student (FTES) Allocation – revenue earned based on three-year average FTES
- Supplemental Allocation – revenue earned based on headcount of Assembly Bill (AB) 540, Pell, California College Promise Grant (CCPG)
- *Success Allocation – revenue earned based on three-year average headcount in various outcome categories (e.g., degrees, certificates, transfers)*

CALIFORNIA COMMUNITY COLLEGE BUDGET PRIMER

Student Centered Funding Formula (SCFF)

- Stability – one-year protection based on prior year SCFF calculation adjusted by current cost of living adjustment (COLA)
- Hold Harmless Protection – minimum SCFF funding is a district's 2017-2018 apportionment as adjusted by funded COLAs

Districts are funded on the *greatest* of their actual SCFF calculation, Hold Harmless, or Stability figure.

CALIFORNIA COMMUNITY COLLEGE BUDGET PRIMER

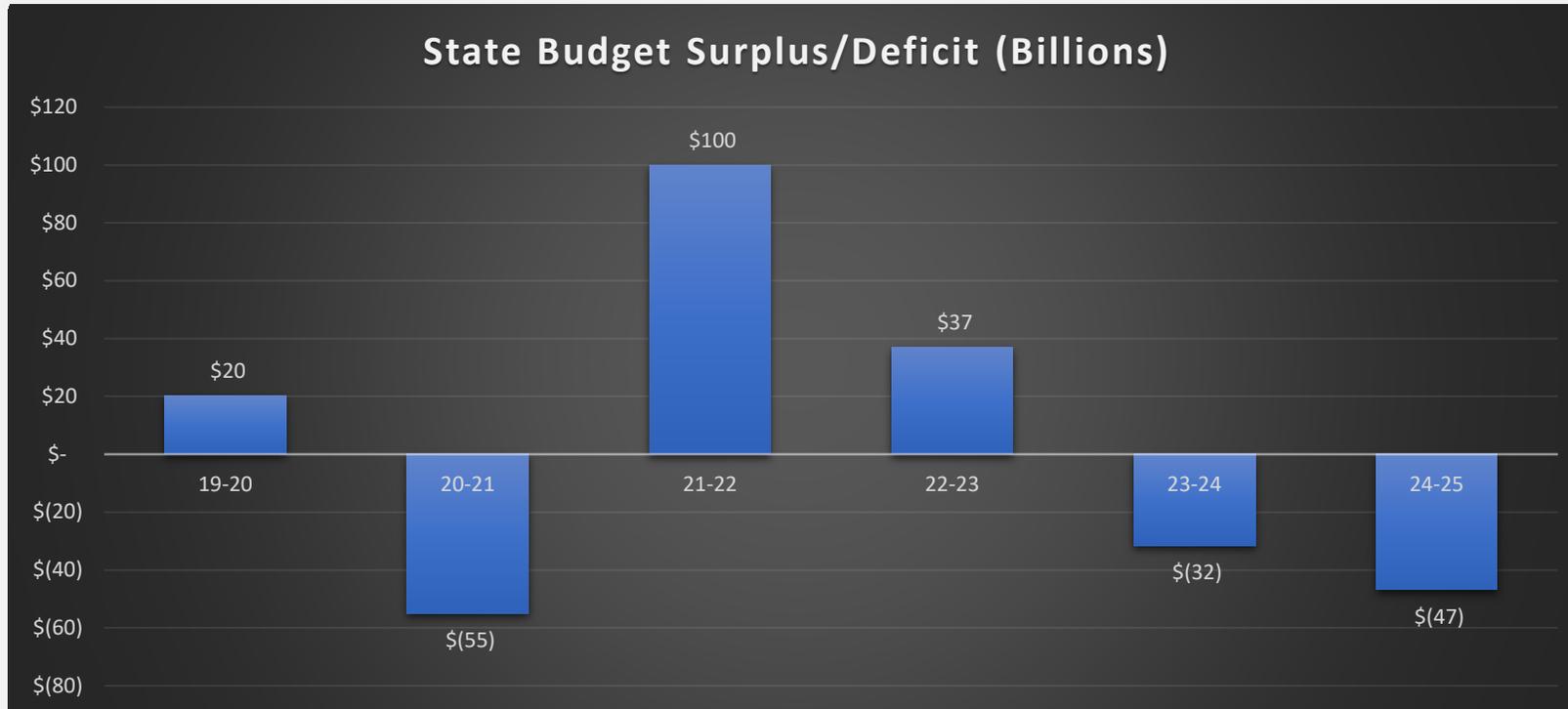
SCFF Revenue Funding Sources

- Local property taxes – most stable source of revenue
- Student Enrollment Fees – fluctuate based on enrollment and proportion of students required to pay fees
- Education Protection Account (Prop 30/55) – least stable, reliant on upper income earners
- State General Fund Allocation – highly variable, Proposition 98 revenues distributed to 64 districts in which local property taxes do not fully fund SCFF TCR

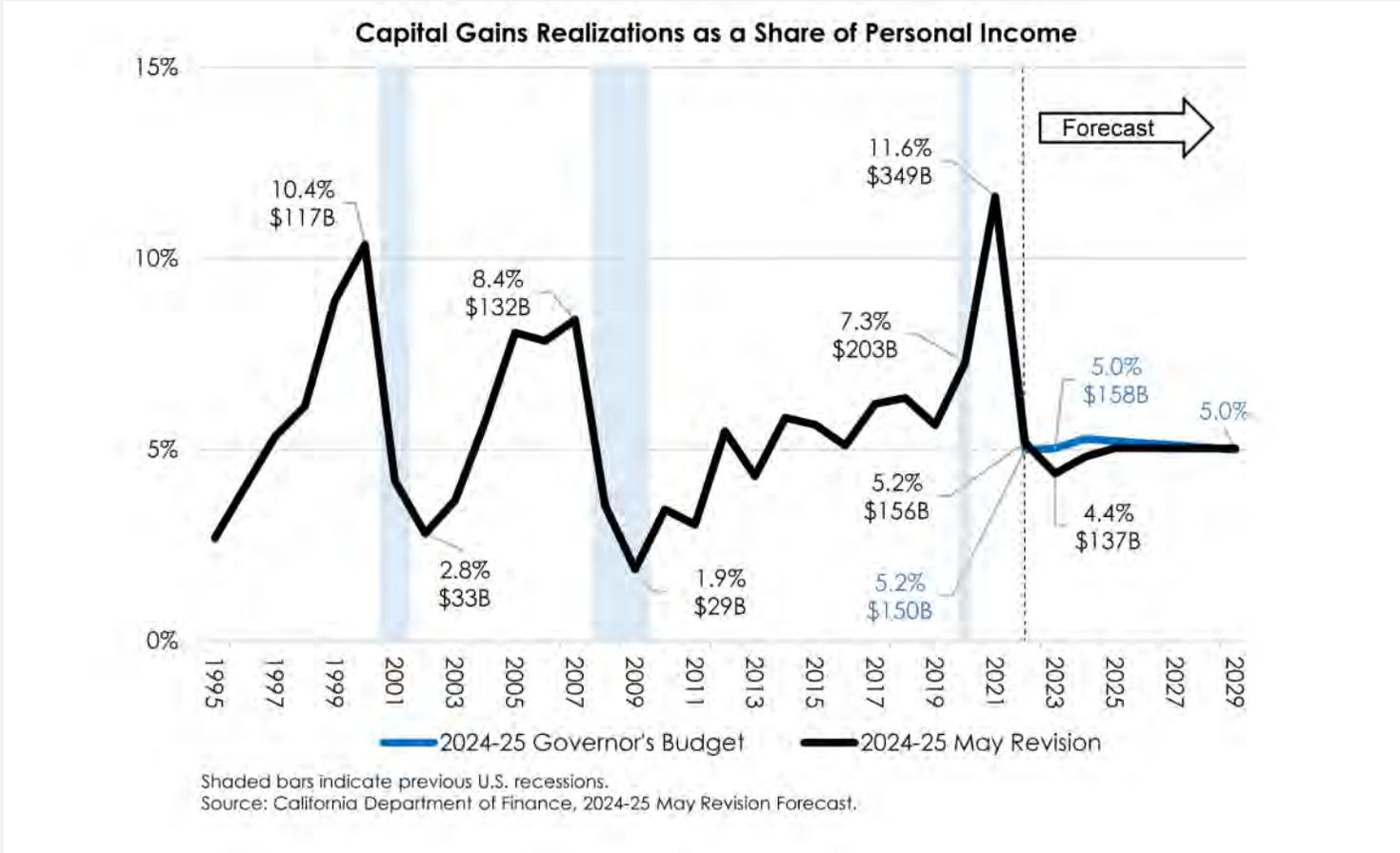
SCFF REVENUE SOURCES

• FY 2024-25 SDCCD SCFF Revenue	
• Advance Apportionment	\$326,708,666
• Local property taxes	\$170,484,638
• Student Enrollment Fees	\$12,825,222
• EPA	\$41,599,905
• <u>State General Fund Allocation</u>	<u>\$93,941,055</u>
• Funding Available	\$318,850,820
• SDCCD Deficit -	\$7,857,846

CALIFORNIA STATE BUDGET VOLATILITY



CAPITAL GAINS



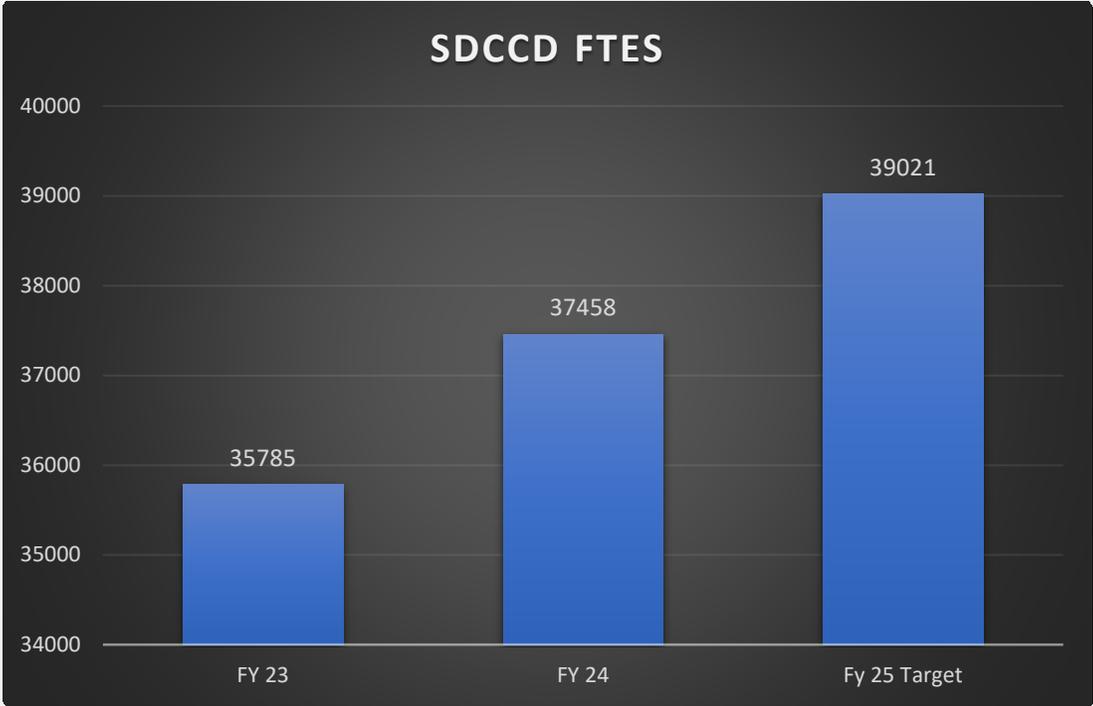
FY 2024-25 ENACTED STATE BUDGET SUMMARY AND COMPARISON TO FY 2023-24
(IN MILLIONS)



2024 Budget Act
General Fund Budget Summary
(Dollars in Millions)

	2023-24	2024-25	% increase/ (decrease)
Total Expenditures	\$ 223,075	\$ 211,504	-5.19%

SDCCD PROGRESS



SCFF RESULTS

	Hold Harmless	SCFF Calculation	Stability
2022-23	\$ 292,173,885	\$ 290,025,598	\$ 268,204,753
2023-24	\$ 316,190,578	\$ 323,249,892	\$ 313,865,702
2024-25 (Adv)	\$ 319,573,816	\$ 320,432,539	\$ 326,708,665

CALIFORNIA GOVERNOR'S PRIORITIES FOR FY 2024-25

- Focus on stability in the context of a significant budget deficit
- No major core reductions to programs or services
- Draws on reserves and savings to balance the budget
- Maintaining funding for key education priorities:
 - Higher education compacts with the University of California (UC) and California State University (CSU) – albeit with one-time unallocated base funding cuts
 - \$18M for two projects to support Vision 2030 priorities



FY 2024-25 ADOPTED STATE BUDGET: PROPOSED INVESTMENTS IN CCC SYSTEM

ONE-TIME FUNDS

Nursing Program \$60M

FAFSA Completion \$20M

E-Transcripts \$12M

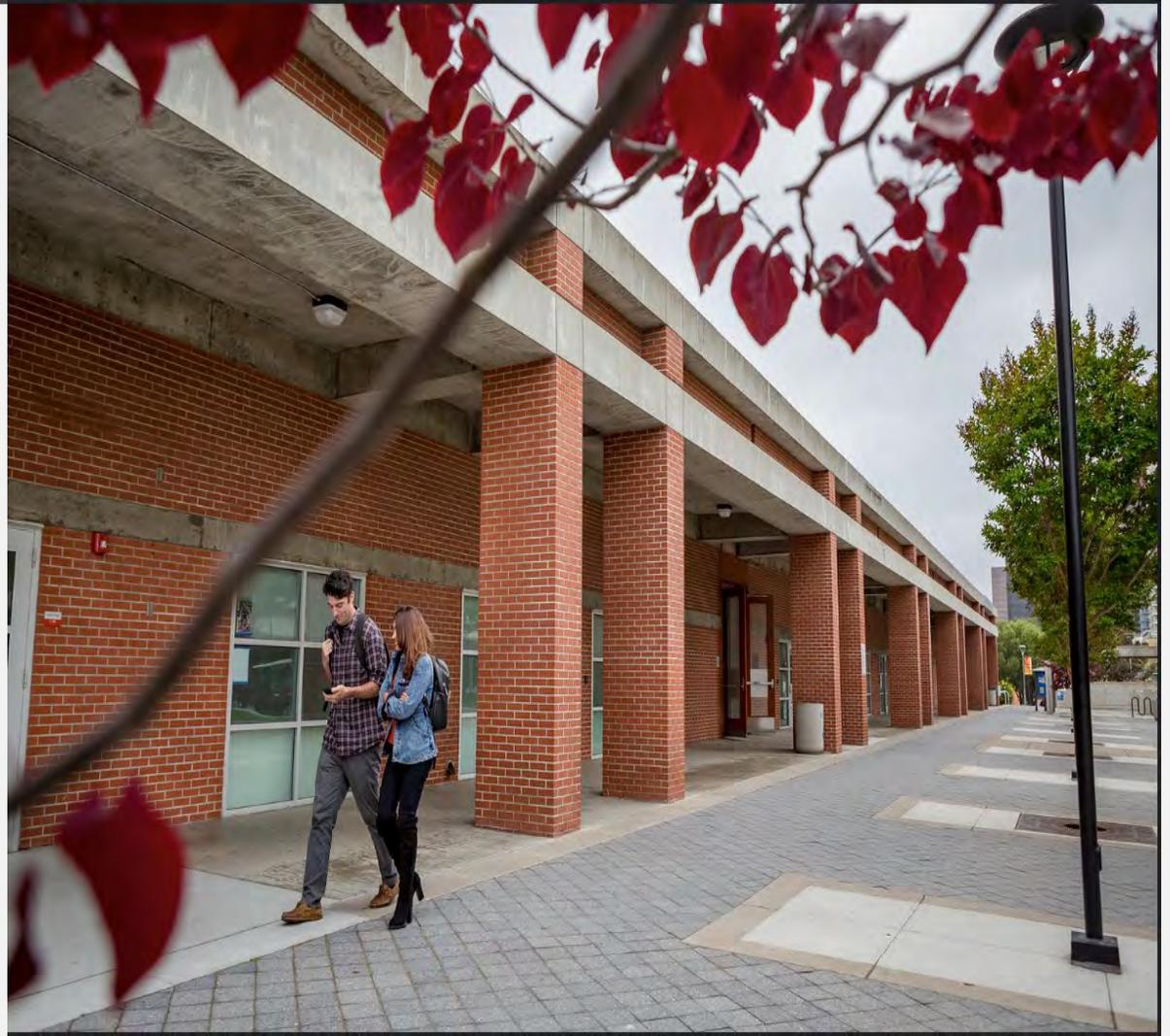
ON-GOING FUNDS

1.07% COLA \$100.2M

1.07% COLA Categorical Programs \$13.1M

0.5% Growth \$28M

\$243.7M deferred to July 2025



FY 2024-25 ADOPTED BUDGET BUILDING ASSUMPTIONS - OPPORTUNITIES

- The District enters last year before funding 'floor' in 'Stability'
 - Stability = prior year SCFFTCR plus COLA
- Emergency Conditions Allowance (ECA)
 - District retains some benefit due to 3-year average funding
- 1.07% COLA = \$3.4 million for SDCCCD
- FTES Target of 39,021



FY 2024-25 ADOPTED BUDGET BUILDING ASSUMPTIONS - CHALLENGES

- PERS contribution rates increase to 27.05% (up from 26.68% in FY 2023-24)
- Medical contributions estimated to increase almost 7%
- State revenue volatility – deferrals, deficits...
- Unfunded FTES – 326 unfunded in FY 24

GENERAL FUND UNRESTRICTED

TOTAL UNRESTRICTED GENERAL FUND REVENUE TREND



General Fund, Unrestricted Revenue Trend

	FY 2020-21	FY 2021-22	FY 2022-23	FY 2023-24	FY 2024-25
	Actuals	Actuals	Actuals	Projected	Adopted
	Per 311	Per 311	Per 311	Actuals	Budget

STUDENT CENTERED FUNDING FORMULA

Base (Basic + FTES)	\$ 184,285,419	\$ 191,431,044	\$ 225,488,613	\$ 255,831,151	\$ 253,337,208
Supplemental	39,320,196	34,523,565	36,302,754	38,643,951	39,057,441
Success	24,808,986	25,739,041	28,234,231	28,774,790	28,215,117
Hold Harmless/Stability	12,542,098	22,493,554	2,148,287	-	6,098,900
Total SCFF	\$ 260,956,699	\$ 274,187,204	\$ 292,173,885	\$ 323,249,892	\$ 326,708,666
Other Revenue	23,176,195	30,173,077	38,728,750	47,291,894	35,255,398
Total	\$ 284,132,894	\$ 304,360,281	\$ 330,902,635	\$ 370,541,786	\$ 361,964,064
Beginning Fund Balance	\$ 18,559,590	\$ 21,903,119	\$ 35,363,457	\$ 50,302,359	\$ 76,978,468
Total Resources	\$ 302,692,484	\$ 326,263,400	\$ 366,266,092	\$ 420,844,145	\$ 438,942,532

UNRESTRICTED GENERAL FUND EXPENDITURES & FUND BALANCE

General Fund, Unrestricted Expenditure Trend					
	FY 2020-21	FY 2021-22	FY 2022-23	FY 2023-24	FY 2024-25
	Actuals	Actuals	Actuals	Actuals	Adopted
	Per 311	Per 311	Per 311	Projected	Budget
Salaries	\$ 172,054,723	\$ 175,098,566	\$ 188,075,783	\$ 206,102,569	\$ 224,548,835
Employee Benefits	81,614,340	87,392,210	91,789,154	100,113,421	110,649,323
Non-Personnel Expenses	27,120,302	28,409,167	36,775,983	37,317,799	40,011,087
TOTAL	\$ 280,789,365	\$ 290,899,943	\$ 316,640,920	\$ 343,533,789	\$ 375,209,245
Beginning Fund Balance	\$ 18,559,590	\$ 21,903,119	\$ 35,363,457	\$ 50,302,359	\$ 76,978,468
Operating Excess (Deficiency)	3,343,529	13,460,338	14,938,902	26,676,109	(13,245,182)
Ending Fund Balance	\$ 21,903,119	\$ 35,363,457	\$ 50,302,359	\$ 76,978,468	\$ 63,733,286
Total Budget	\$ 302,692,484	\$ 326,263,400	\$ 366,943,279	\$ 420,512,257	\$ 438,942,531
Ending Fund Balance %	8%	12%	16%	22%	17%



FY 2024-25 SCFF FUNDING



**SAN DIEGO COMMUNITY COLLEGE DISTRICT
GENERAL FUND UNRESTRICTED - ADOPTED BUDGET
DISTRICTWIDE REVENUE & EXPENSE ALLOCATIONS BY COLLEGE
FISCAL YEAR 2024-2025
Campus Target FTES of 39,021**

PROJECTED CONTINUOUS REVENUES:

Apportionment Allocation	Rate per FTES	# of FTES	Anticipated Three Year Average	Apportionment based on targets
Student Centered Funding Formula Calculation				
Credit Base	\$5,294	29,841	29,635	156,888,700
Special Admit (Preliminary Estimates)	\$7,425	1,230	1,425	10,580,058
CDCP Base (Preliminary Estimates)	\$7,425	7,223	7,425	55,127,671
Non-Credit Base (Preliminary Estimates)	\$4,465	727	962	4,297,422
Total FTES (Credit & Non-Credit Combined)		39,021		226,893,851

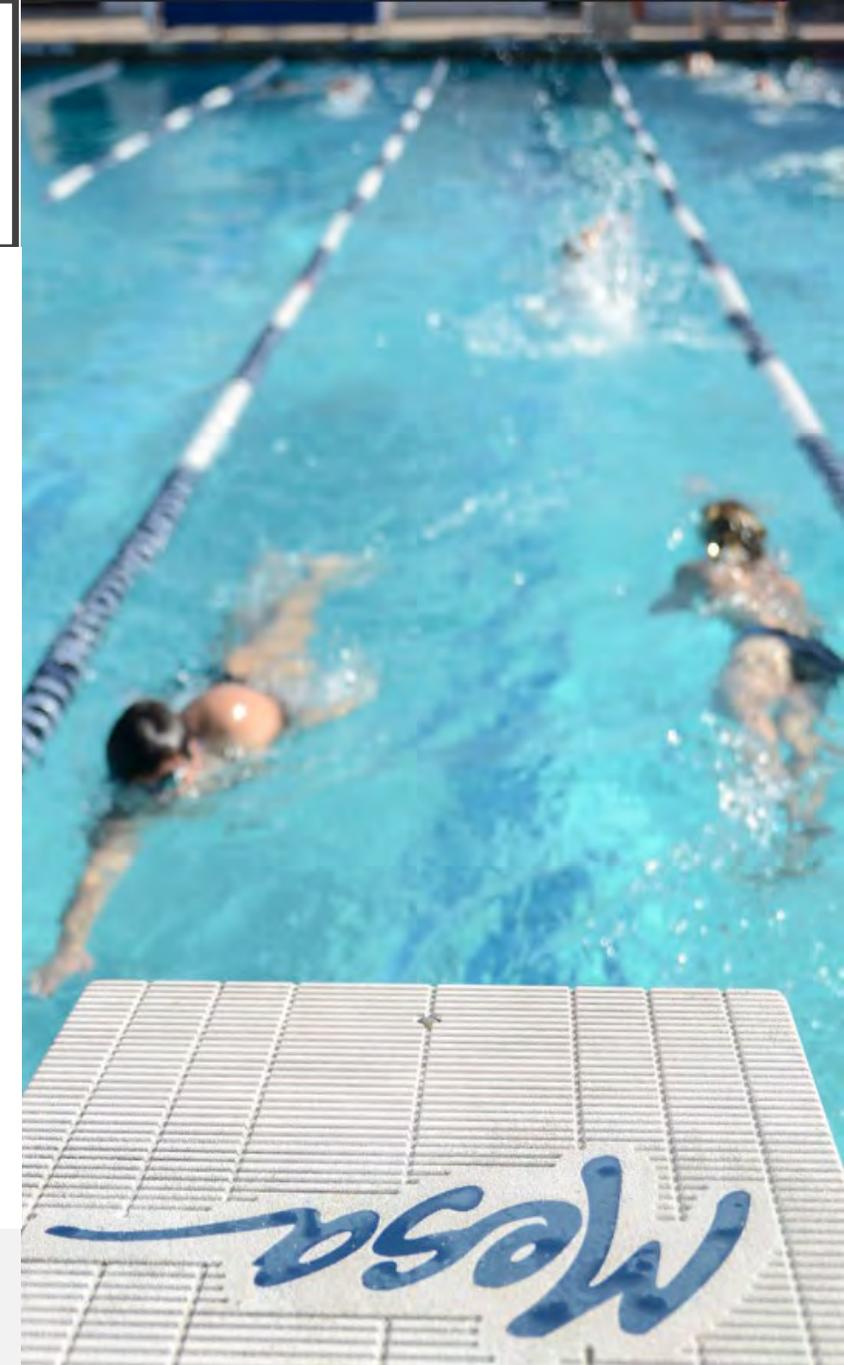
MULTI-YEAR PROJECTION

General Fund Unrestricted Revenue Trend

2022-23	2023-24	2024-25	2025-26	2026-27	2027-28
Actuals	Projected	Adopted	Projected	Projected	Projected
Per 311	Actuals	Budget			

STUDENT CENTERRED FUNDING FORMULA

Base (Basic + FTES)	\$ 225,488,613	\$ 255,831,151	\$ 253,159,980	\$ 255,010,747	\$ 263,089,511	\$ 272,003,532
Supplemental	36,302,754	38,643,951	39,057,441	\$ 40,201,824	\$ 42,211,915	\$ 44,322,511
Success	28,234,231	28,774,790	28,215,117	\$ 28,553,677	29,433,130	30,404,424
Hold Harmless/Stability	2,148,287	-	6,276,126	6,054,964	-	-
Total SCFF	\$ 292,173,885	\$ 323,249,892	\$ 326,708,665	\$ 329,821,212	\$ 334,734,556	\$ 346,730,467
Other Revenue	38,728,750	47,291,894	35,255,399	42,748,399	49,310,199	51,775,709
Total	\$ 330,902,635	\$ 370,541,786	\$ 361,964,064	\$ 372,569,611	\$ 384,044,755	\$ 398,506,176
Beginning Fund Balance	\$ 35,363,457	\$ 50,302,359	\$ 76,978,468	\$ 63,733,287	\$ 53,989,579	\$ 48,478,861
Total Resources	\$ 366,266,092	\$ 420,844,145	\$ 438,942,532	\$ 436,302,898	\$ 438,034,334	\$ 446,985,037



RESTRICTED GENERAL FUNDS



	Restricted Funds
Revenue	
Federal	14,173,073
State	147,846,918
Local	41,630,417
Total Revenue	203,650,408
Expenses	
Academic Salaries	32,200,652
Classified Salaries	41,228,540
Employee Benefits	24,255,202
Total Personnel Expenses	97,684,394
Supplies and Materials	16,828,740
Other-Operating Expenses and Services	44,179,798
Capital Outlay	18,442,786
Transfer out to General Fund	3,963,573
Reserves	10,591,961
Other Student Financial Aid	11,959,156
Total Other Expenses	105,966,014
Total Expenses	203,650,408

SUMMARY OF ALL GENERAL FUNDS

	Unrestricted Funds	Restricted Funds	Total All General Funds
Revenue			
Federal	-	14,173,073	14,173,073
State	156,224,028	147,846,918	304,070,946
Local	205,740,036	41,630,417	247,370,453
Total Revenue	361,964,064	203,650,408	565,614,472
Expenses			
Academic Salaries	135,398,607	32,200,652	167,599,259
Classified Salaries	89,150,228	41,228,540	130,378,768
Employee Benefits	110,649,323	24,255,202	134,904,525
Total Personnel Expenses	335,198,158	97,684,394	432,882,552
Supplies and Materials	4,609,969	16,828,740	21,438,709
Other-Operating Expenses and Services	39,433,956	44,179,798	83,613,754
Capital Outlay	3,236,071	18,442,786	21,678,857
Transfer out to General Fund	4,904,712	3,963,573	8,868,285
Reserves	51,733,844	10,591,961	62,325,805
Other Student Financial Aid	56,300	11,959,156	12,015,456
Total Other Expenses	103,974,852	105,966,014	209,940,866
Total Expenses	439,173,010	203,650,408	642,823,418



ALL FUNDS

Funds	2023-2024 Total Budget Adopted	2024-2025 Total Budget Adopted	Changes Over/Under
General Funds			
General Fund Unrestricted	395,313,569	439,173,010	43,859,441
General Fund Restricted	221,061,600	203,650,408	(17,411,192)
Total General Funds	\$ 616,375,169	\$ 642,823,418	\$ 26,448,249
Other Funds			
Bond Interest & Redemption Fund	205,613,048	207,161,386	1,548,338
Child Development Fund	4,498,926	5,187,380	688,454
Other Special Revenue Fund	884,574	674,477	(210,097)
Capital Outlay Projects Fund	72,969,533	64,343,096	(8,626,437)
Proposition S Fund	1,895,137	-	(1,895,137)
Proposition N Fund	3,889,420	-	(3,889,420)
Enterprise Funds	12,361,307	12,371,380	10,073
Internal Services	25,546,741	36,225,297	10,678,556
Associated Students	522,377	543,090	20,713
Student Representation Fee	689,299	640,007	(49,292)
Student Financial Aid Fund	64,075,946	63,383,057	(692,889)
Scholarship / Loan	59,427	59,027	(400)
Trust and Agency	2,274,580	2,488,593	214,013
Retiree Benefit Trust	7,771,213	9,170,008	1,398,795
Total Other Funds	\$ 403,051,528	\$ 402,246,798	\$ (804,730)
Grand Totals	\$ 1,019,426,697	\$ 1,045,070,216	\$ 25,643,519

- Debt Service Fund is not funding available to spend. The decrease denotes a reduction in debt.
- Capital Outlay, Prop S and N construction projects are completed.

FY 2024-25 ADOPTED BUDGET FINAL THOUGHTS

- Proposition 98 Maintenance Factor – K14 stands to benefit when revenues increase
- Pandemic Protections – Emergency conditions and funding supports are phasing out
- Advocacy – Adequate growth funding, supplemental allocation adjustments
- Strategic Planning is Critical – FTES targets, increasing supplemental counts

