



Budget Assumptions

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BUDGET YEAR 2021-22

- Assumes Governor's "May Revise" 2021-22 Budget Proposal
- COLA: 4.05% for SCFF (2.3% for 2020-21 and 1.7% for 2021-22); Categoricals - 1.7%
- Growth: 0.5% funded; SBCCD stable
- Deferrals: Full balance of deferrals paid down
- Pension costs:
 - CalSTRS employer rate: 16.92%
 - CalPERS employer rate: 22.91%
- "Early Action Package" passed as the "Immediate Action Plan," amends 2020 State Budget
- Plant M&O: No change in anticipated square footage
- Compliance with the FON and 50% Law
- No change in the enrollment fee
- Health and Welfare: 1.9% increase
- Workers' Comp: No change in rate
- Lottery: Same as current year.
- Provisions of current collective bargaining unit agreements are assumed
- Deficit factor: 1.0%

BUDGET PROJECTION, FY 2022-23 thru FY 2025-26

- The State's interest in accountability for student learning will continue, as will concerns about the basic needs of students.
- The enrollment fee will remain constant.
- CCC enrollments merit watching.
- No recession during the projection period.
- A 1.0% deficit factor in each year is assumed.
- Hold harmless provisions developed to address issues caused by the COVID-19 pandemic will remain in place through fiscal 2024.
- Provisions of current collective bargaining unit agreements are assumed.
- Additional square footage will come online at CHC and SBVC in fiscal 2025-26.
- COLA will remain below 2.0% through FY 2025-26.
- Employer contribution rates for CalPERS will increase each year absent State funding, reaching an estimated 27.8% by fiscal 2026. CalSTRS will also increase, reaching an estimated 18.2% by fiscal 2022-23.