

# May Revise and Budget Update

Institutional Planning Committee  
May 19, 2021

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College of San Mateo

# May Revise Overview

## The May Revise:

- Represents changes proposed by the Governor from his original budget proposal in January
- Is very favorable to the community college system as a whole
- Is still a proposal

# Stronger Budget Outlook

- The state's primary revenue sources – personal income tax, sales tax, and corporate tax – have been coming in ahead of projections, bringing in significantly more revenue than what was presented in the Governor's January Budget proposal
- A large share of the PIT are paid by high-income residents, who have benefitted from strong growth in the stock market and been largely shielded from the job and income losses suffered by lower-wage Californians
- Federal relief has boosted consumer spending, increasing sales tax revenues
  - Over \$25 B in federal relief funds add to the state's positive budget outlook

- The following data is as of April 2021
- Approximately \$45 M in HEERF I (CARES and MSI), HEERF II, HEERF III, and Early Action funds have been allocated to SMCCCD
- Of the \$45 M, at least \$25.8 M, or 58%, is planned for direct student aid

San Mateo County Community College District	Total Allocation	Direct Student Aid Allocations	Other Institutional
<b>Early Action: Emergency Financial Assistance to Low-Income students</b>	<b>1,336,363</b>	<b>\$ 1,048,208</b>	<b>288,155</b>
Canada College^	305,773	\$ 230,100	75,673
College of San Mateo^	465,428	\$ 360,582	104,846
Skyline College^	565,162	\$ 457,526	107,636
<b>HEERF III*</b>	<b>\$ 23,949,000</b>	<b>\$ 11,974,500</b>	<b>\$ 11,974,500</b>
Canada College	\$ 5,275,000	\$ 2,637,500	\$ 2,637,500
College of San Mateo	\$ 8,217,000	\$ 4,108,500	\$ 4,108,500
Skyline College	\$ 10,457,000	\$ 5,228,500	\$ 5,228,500
<b>HEERF II**</b>	<b>\$ 13,361,763</b>	<b>\$ 8,358,584</b>	<b>\$ 5,003,179</b>
Canada College	\$ 2,937,222	\$ 682,728	\$ 2,254,494
College of San Mateo	\$ 4,571,602	\$ 1,062,623	\$ 3,508,979
Skyline College	\$ 5,852,939	\$ 1,360,457	\$ 4,492,482
<b>HEERF I CARES***</b>	<b>\$ 5,633,375</b>	<b>\$ 4,225,031</b>	<b>\$ 1,408,344</b>
Canada College	\$ 1,098,544	\$ 823,908	\$ 274,636
College of San Mateo	\$ 2,042,860	\$ 1,532,145	\$ 510,715
Skyline College	\$ 2,491,971	\$ 1,868,978	\$ 622,993
<b>CARES MSI*^</b>	<b>\$264,814</b>	<b>\$191,250</b>	
Canada College	\$82,650	\$ 55,151	
Skyline College	\$ 182,164	\$ 136,099	
<b>TOTAL CARES MSI, CARES HEERF I, II, III, Early Action</b>	<b>\$ 44,545,315</b>	<b>\$ 25,797,574</b>	<b>\$ 18,674,177</b>
<b>NOTES:</b>			
^ Other institutional category includes Cal Fresh and Student Retention.			
* Minimum Required Direct Student Aid (DSA) is 50%. Budgeted amounts only.			
** DSA includes 8% of total amount that is reserved for 6 or fewer units and ESL initiative. Budgets amounts amounts.			
*** Minimum DSA is 50%, however, allocated 75%. Estimated actuals.			
*^ \$191,250 includes DSA distributed/allocated as of April 2021. Estimated unspent funds are \$73,564. No amount allocated for college institutional.			

**Table 5: California Community Colleges Funding by Program<sup>a</sup> (In Millions)**

Program	2020-21 Revised	2021-22 Proposed	Change (Amount)	Change (Percent)	Explanation of Change
Student Centered Funding Formula	\$7,491.2	\$7,853.6	362.4	4.8%	COLA, growth, and base adjustments
Deferrals--Student Centered Funding Formula	-1,453.0	1,453.0	1,453.0	100.0%	Pay off the 2020-21 deferral
Emergency Financial Assistance Funding for Students <sup>b</sup>	0.0	250.0	250.0		Add one-time funding
Student Equity and Achievement Program	475.0	498.8	23.8	5.0%	Base adjustment
Strong Workforce Program	248.0	260.4	12.4	5.0%	Base adjustment
Student Success Completion Grant	159.0	162.5	3.5	2.2%	Adjust for revised estimates of recipients
Disabled Students Programs and Services (DSPS)	124.3	126.4	2.1	1.7%	1.7% COLA
COVID-19 Response Block Grant (one-time)	120.0	50.0	-70.0	-58%	Reduced amount of one-time funding
Extended Opportunity Programs and Services (EOPS)	115.9	117.9	2.0	1.7%	1.7% COLA
California College Promise (AB 19)	81.0	74.7	-6.3	-7.8%	Adjust for revised estimates of first-time, full-time students
Financial aid administration	75.6	74.3	-1.3	-1.7%	Adjust for revised estimates of fee waivers
Adult Education Program – community college districts <sup>c</sup>	62.0	63.0	1.0	1.6%	
Full-time faculty hiring	50.0	50.0	0.0	0.0%	
CalWORKs student services	46.9	47.7	0.8	1.7%	1.7% COLA
Apprenticeship (community college districts)	44.0	45.0	1.0	2.3%	Adjust for revised estimate of related supplemental instruction hours
Integrated technology	42.0	61.0	19.0	45.2%	Augmentation for Online Education Infrastructure and CENIC
Mandates Block Grant and reimbursements	33.4	33.7	0.3	0.9%	Revised enrollment estimates; funded at \$30.61.
Institutional effectiveness initiative	27.5	27.5	0.0	0.0%	
Part-time faculty compensation	25.0	25.0	0.0	0.0%	
Online education initiative	23.0	23.0	0.0	0.0%	

Economic and Workforce Development	23.0	23.0	0.0	0.0%	
NextUp (foster youth program)	20.0	20.0	0.0	0.0%	
Cooperative Agencies Resources for Education (CARE)	16.8	17.1	0.3	1.7%	1.7% COLA
California Online Community College (Calbright College)	15.0	15.0	0.0	0.0%	
Lease revenue bond payments	13.0	13.0	0.0	0.0%	
Nursing grants	13.0	13.0	0.0	0.0%	
Part-time faculty office hours	12.0	12.0	0.0	0.0%	
Immigrant legal services through CDSS	10.0	10.0	0.0	0.0%	
Veterans Resource Centers	10.0	10.0	0.0	0.0%	
Student Housing Program	9.0	9.0	0.0	0.0%	
Dreamer Resource Liaisons	5.8	11.6	5.8	100.0%	Add ongoing funding
Foster Parent Education Program	6.0	6.0	0.0	0.0%	
Equal Employment Opportunity Program	4.2	2.8	-1.4	-33.3%	Adjust for available EEO fund resources
Childcare tax bailout	4.0	4.1	0.1	1.7%	1.7% COLA
Other <sup>d</sup>	4.0	4.0	0.0	0.0%	
Umoja	2.6	2.6	0.0	0.0%	
Mathematics, Engineering, Science Achievement (MESA)	2.5	2.4	0.0	0.0%	
Puente Project	2.0	2.0	0.0	0.0%	
Middle College High School Program	1.8	1.8	0.0	0.0%	
Deferred maint. and instructional equip. (one-time) <sup>e</sup>	0.0	314.1	314.1		Adds one-time funding
Student Technological Access and Mental Health Resources (ongoing)	-	30.0	30.0		Adds ongoing funding
Basic Needs Centers (ongoing)	-	30.0	30.0		Adds ongoing funding
Basic Needs for Food and Housing Insecurity (one-time)	-	100.0	100.0		Adds one-time funding
Retention and Enrollment Strategies (one-time)	-	120.0	120.0		Adds one-time funding

Instructional Materials for Dual Enrollment (one-time)	-	5.0	5.0		Adds one-time funding
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<sup>a</sup> Table reflects total programmatic funding for the system, including amounts from prior years available for use in the years displayed.

<sup>b</sup> Portions of the emergency financial grants for students (\$100 million) and the funding to support retention and enrollment strategies (\$20 million) were included in the Immediate Action Package implemented in February through SB 85, as described earlier in the report.

<sup>c</sup> Excludes share ultimately received by community college districts through the Adult Education Block Grant. For the overall adult education program in 2021-22 (including \$5 million to develop a unified data set and \$1 million for technical assistance), \$428 million (77%) is distributed through school district fiscal agents or funded directly to school districts and K-12 agencies, and \$127 million (23%) is distributed by community college district fiscal agents or funded directly to community college districts.

<sup>d</sup> Other programs include Academic Senate, transfer, FCMAT, and part-time faculty health insurance.

<sup>e</sup> Amount excludes an additional \$250 million one-time federal funds from the American Rescue Plan Act of 2021.

## CAPITAL OUTLAY

**Bond Funding for Continuing and New Projects.** In the May Revision, the Governor provides \$577.9 million in capital outlay funding from Proposition 51, approved by voters in 2016. The funding is to support the construction phase for 32 continuing projects (\$573.2 million) and the preliminary plans and working drawings phase for five new projects (\$4.7 million), as listed in Table 6. The Governor provides \$3.5 million in capital outlay funding from Proposition 55, approved by voters in 2004. The funding will support preliminary plans and working drawings for four projects also shown in Table 6.

**Table 6: Governor's Proposed Capital Outlay Projects**

District, College	Project	2021-22 State Cost	2021-22 Total Cost	All Years State Cost	All Years Total Cost
<b>NEW PROJECTS – Proposition 55</b>					
Compton, Compton College	Visual and Performing Arts Replacement	\$798,000	\$998,000	\$8,780,000	\$11,700,000
Desert, College of the Desert	Science Building Renovation	586,000	1,172,000	6,364,000	12,725,000
North Orange County, Anaheim Campus	Anaheim Campus Tower First Floor Life/Safety Renovation	716,000	922,000	10,523,000	3,552,000
Sierra Jt., Sierra College	Applied Technology Center Modernization	1,380,000	2,707,000	17,255,000	34,064,000