SOUTHWESTERN COMMUNITY COLLEGE DISTRICT

Adopted Budget

FY 2025-2026

Presentation to Governing Board
September 15, 2025

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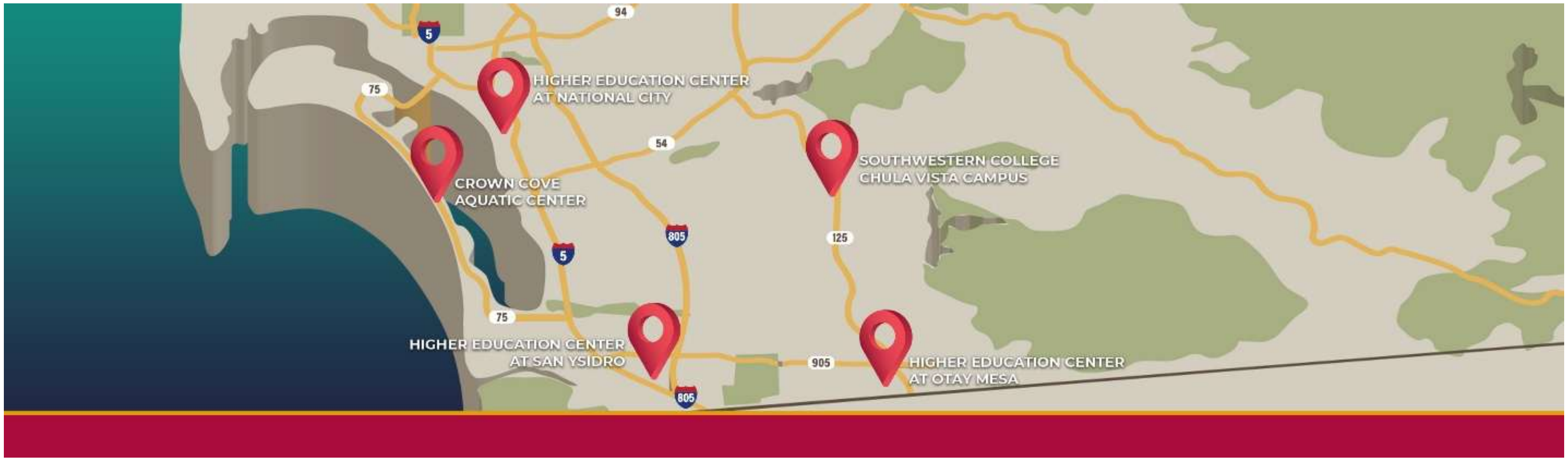
Southwestern CCD Service Area



Major Budget Actions

- January 10th Proposed Budget Introduced
- February 2025 Final Recalculation for 2024-2025
- May 14th May Revise Released
- June 15th Legislature Approves Budget
- June Governing Board Approves Tentative Budget
- September Governing Board Approves Adopted Budget

CA Enacted Budget Overview

- California Budget: http://www.ebudget.ca.gov/
- Enrollment growth – net effect (2-year) increase of 2.35%
  - 2024-25 increase of $100M (See Page 4)
  - 2025-26 On-going increase of $40M
- Funds 2.30% COLA (Including Apportionments*)
- Withdrawal from Rainy Fund Reserve (CA) to fully fund SCFF
- Deficit Factor 0.1799%
- Pays for prior year SCFF Deferral
- Establishes a NEW SCFF Deferral

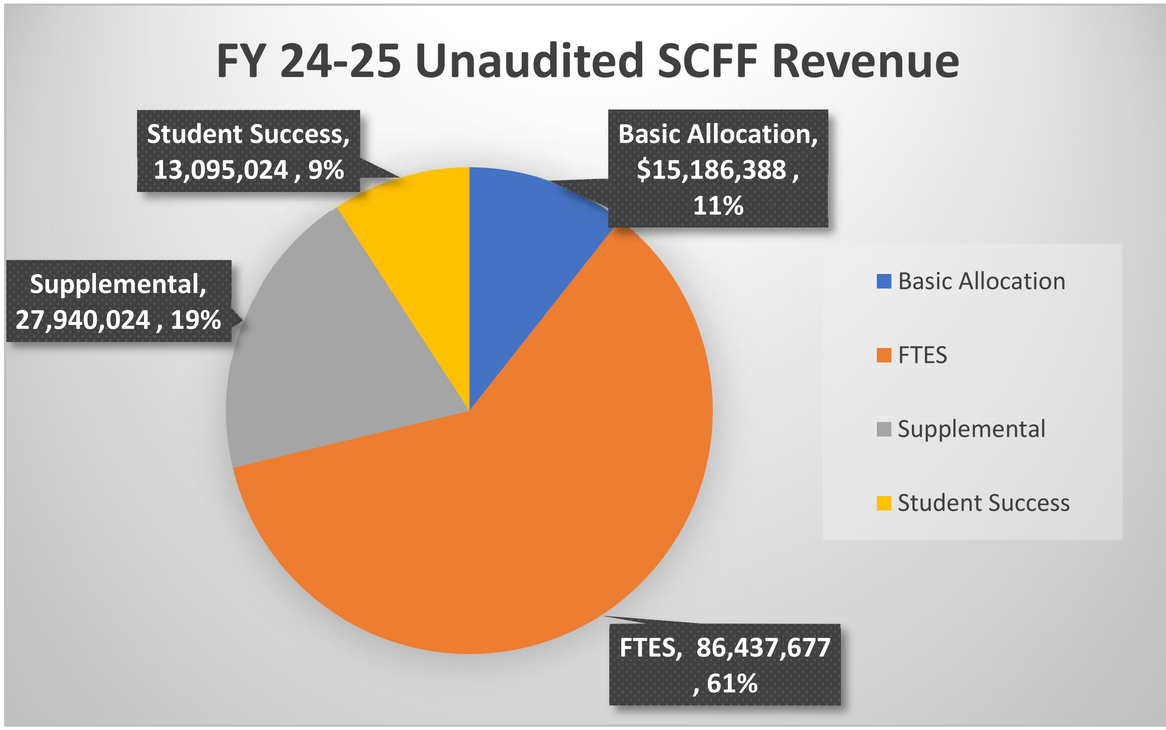
2024-2025 Unaudited Actuals

REVENUE

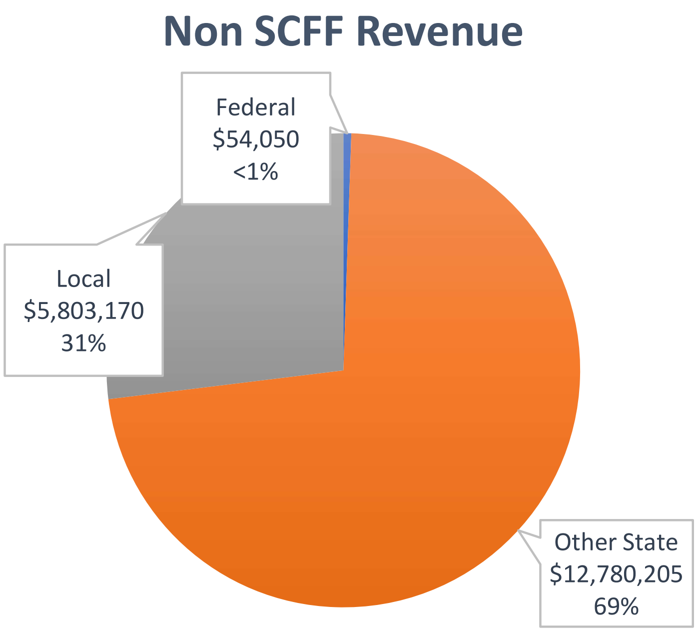
- Revenues were in-line with estimates
    - Growth ≈$4.8M
    - Deferral pay ≈$8M
- CA Budget deal provided receipt of funds late in the year

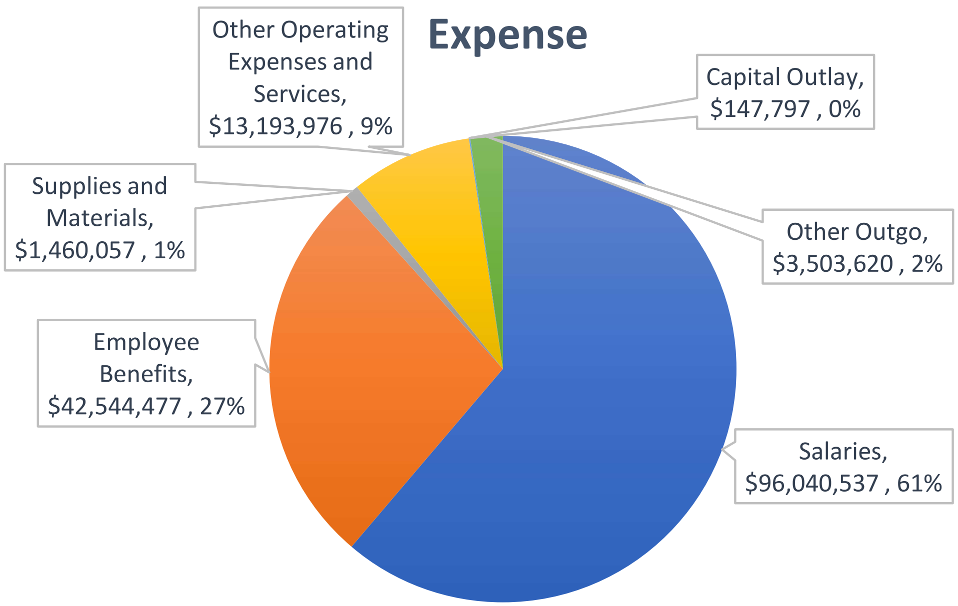
EXPENSES

- Personnel costs increased by 9% from previous FY
- Operational/Services Expenses increased by 11%



2024-25 Unaudited Actuals Unrestricted General Fund





Assumptions in 2025-2026

REVENUE

- New base FTES
- Little exposure to Federal funding on Unrestricted General Fund
- Enrollment stability
- Growth authority is 1.36%

EXPENSES

- Personnel costs increasing by $4M

	FY 2024-25	FY 2025-26
PTOL	$25.6M	$23M

- Health and Welfare rates increased by 11%
- STRS and PERS contribution rates:

FY	STRS	PERS
2023-24	19.10%	26.68%
2024-25	19.10%	27.05%
2025-26	19.10%	26.81%

Other Key Factors

- Assumes fully funded with 2.30% COLA
- Forecasted to meet Governing Board Reserve level

Enacted Budget - Deferrals

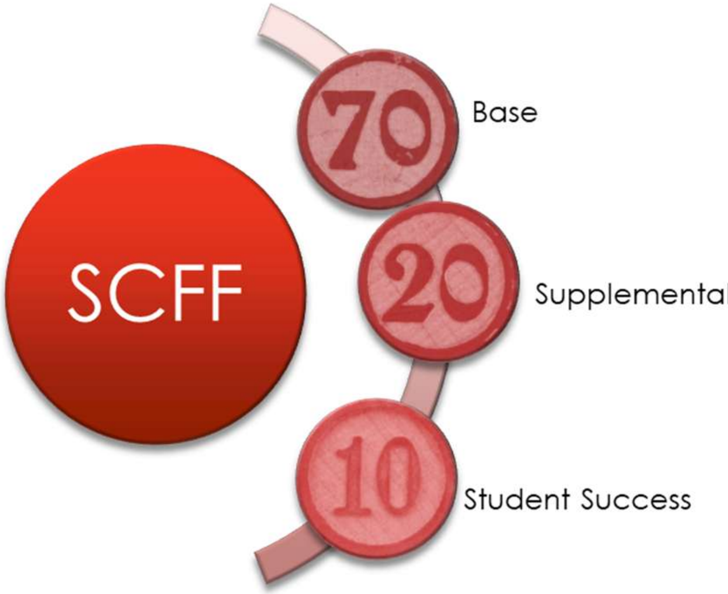
- Enacted Budget pays for FY25 Deferral
- Deferral of $408.4M from FY2025-26 to FY2026-27

2024-2025 → $243.7M → 2025-2026

PAID

2025-2026 → $408.4 M → 2026-2027

Student Centered Funding Formula



- **Base Rates - FTES**

Credit	Incarcerated	Special Admin	CDCP	Noncredit
$5,416	$7,595	$7,595	$7,595	$4,567

- **Base Rates – College-Centers**

Single College	Centers
$8,877,529	Up to $2,219,382

- **Supplemental Point Value**

AB540 Students	Pell Grant	Promise Grant
	$1,281	

- **Student Success Main and Equity Point Value**

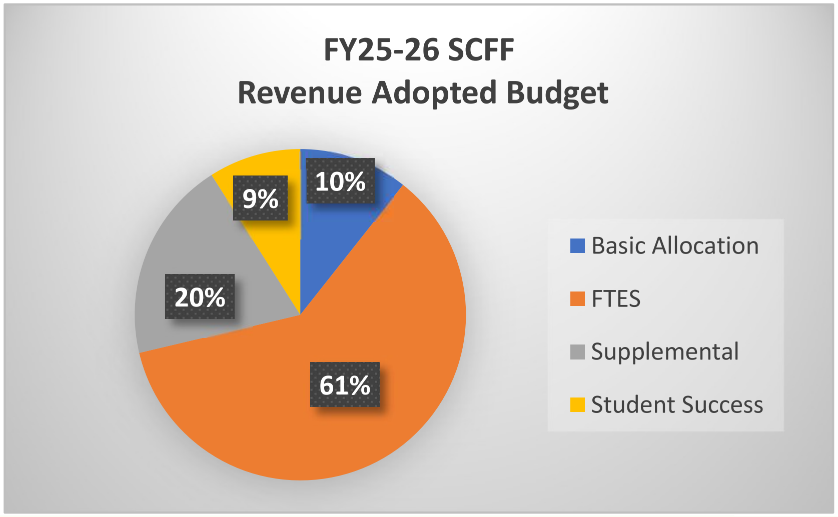
All Students (Main)	Pell / Promise Grants (Equity)
$755	$190

SCFF

*Showing partial formula information

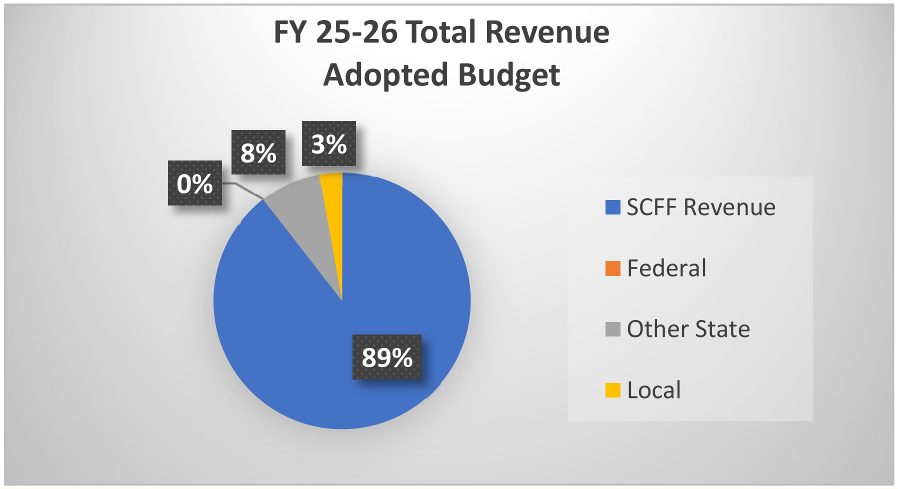
Student Centered Funding Formula

General Fund 11	FY 22-23 Audited Actuals	FY 23-24 Audited Actuals	FY 24-25 Unaudited Actuals	FY 25-26 Tentative Budget	FY 25-26 Adopted Budget
Basic Allocation	$ 13,884,321	$ 14,470,215	$ 15,186,388	$ 15,555,417	$ 15,535,675
FTES	73,139,824	76,929,707	86,437,677	83,754,805	88,507,870
Supplemental	20,493,269	23,536,076	27,940,024	28,618,967	28,777,846
Student Success	12,148,939	12,587,836	13,095,024	13,412,664	13,118,882
SCFF Revenue	**$ 119,666,353**	**$ 127,523,835**	**$ 142,659,113**	**$ 141,341,853**	**$ 145,940,273**



Total Unrestricted General Fund Revenue Trend

General Fund 11	FY 22-23 Audited Actuals	FY 23-24 Audited Actuals	FY 24-25 Unaudited Actuals	FY 25-26 Tentative Budget	FY 25-26 Adopted Budget
SCFF Revenue	$ 119,666,353	$ 127,523,835	$ 142,659,113	$ 141,341,853	$ 145,940,273
Federal	113,400	55,501	54,050	54,050	91,000
Other State	9,586,752	13,417,560	12,780,205	9,820,254	12,455,601
Local	4,552,315	5,367,768	5,803,170	3,699,582	4,627,108
TOTAL Revenue	**$ 133,918,820**	**$ 146,364,663**	**$ 161,296,538**	**$ 154,915,739**	**$ 163,113,982**



Unrestricted General Fund Balance FY 2024-2025

Beginning Fund Balance		$26,808,114
Revenues	$161,296,539	
Expenses	156,890,465	
Difference of Revenue over Expenses		4,406,074
Unaudited Fund Balance		$31,214,188

All Revenue Adopted Budget FY 2025-2026

	FY 25-26 Tentative Budget All Funds	FY 25-26 Adopted Budget All Funds
General Fund:		
Unrestricted	$ 154,952,689	$ 163,113,982
Restricted	48,129,701	42,923,957
Total General Fund	$ 203,082,390	$ 206,037,939
Other Funds:		
Capital Outlay	$ 130,000.00	$ 130,000
Proposition Z Construction Bond Fund	2,650,000	2,700,000
Proposition SW Construction Bond Fund	125,000,000	119,320,000
Enterprise Funds	-	-
Bookstore	1,527,400	1,527,400
Food Services	1,947,521	1,947,521
Civic Center-Facilities Leasing	1,052,670	1,052,670
Fitness Center	963,500	963,500
Associated Student Organization (ASO)	103,000	500,000
Student Representation Fee	84,426	84,426
Student Center	500,000	15,000
Total Other Funds	$ 133,958,517	$ 128,240,517
Total Budgeted Revenue	**$ 337,040,907**	**$ 334,278,456**

Optimistic Caution Moving Forward

- Optimism due to funded growth and early revenue receipts at the State level
- Caution due to Federal tariffs effects and further attacks on HSIs/overall federal funding sources

- Defining Strategic Enrollment Management protocols
- Student Centered Funding Formula
  - Deferrals
- Cost of Health Care Benefits
- PERS/STRS Contribution Rate Increases
- Cost of Ownership for On-going New Construction

Other Information

- [CA Enacted Budget-Higher Education]
- [2025-2026 CCCCO Advance Memo]

Thank you!