



CERRITOS COLLEGE

2024-25 Adopted Budget

Board of Trustees

09/11/2024



Agenda

- Enacted Budget
- Adopted Budget
- Questions



Enacted Budget

- Governor signed the Budget Act of 2024 on June 26, 2024.
- In total, the 2024-2025 budget reflects state expenditures of approximately \$298 billion, a 4.2% decrease from the 2023-2024 enacted budget.
- Cuts to ongoing programs & eliminates or reduces one-time investments that include a 7.95% reduction for nearly all state departments beginning in 2024-25 and the elimination of thousands of vacant positions.
- Cuts \$1.1 billion from various affordable housing programs, \$746 million from health care workforce programs, and \$500 million from the student housing revolving loan program.



Enacted Budget

- Ongoing spending include about \$100 million for a 1.07% cost-of-living adjustment (COLA) for community college apportionments.
- Also includes an additional \$13 million for COLAs and adjustments to certain categorical programs, and \$28 million for systemwide enrollment growth of 0.5%.



Enacted Budget

- Funds to expand nursing program capacity and to implement a low-income workers demonstration project in 2024-25 are now earmarked to be funded through allocation of funds from the Strong Workforce Program.
- Reappropriations of unspent funds as of June 30, 2024 from the 2020 Strong Workforce Program and the 2022 Student Success Completion Grant.



Enacted Budget

- Defers \$446.4 million from the SCFF for 2023-24 to 2024-25.
- Defers \$243.7 million from the SCFF for 2024-2025 to 2025-26.
- Starting in 2025-26, districts will be funded at their SCFF generated amount that year or their “floor” (2024-25 funding amount), whichever is higher.
- Standardized Attendance Accounting changes. Implementation date 2024-25 (old/new), 2025-26 (old/new), 2026-27 (new).



SB155 (Higher Education)

- Higher Education Budget Trailer Bill (SB155) was passed that includes the Statewide Lease Revenue Bond for 13 state approved Affordable Student Housing Projects.
- Authorizes the State Public Works Board to issue up to \$804.7 million in state lease revenue bonds to support the 13 identified projects.
- AB/SB 155 requires operating agreements between the State Public Works Board, Board of Governors, and participating community college that include, among other things, performance expectations of the parties related to the acquisition, design, and construction/renovation of the project.



2024-25 Adopted Budget

- Budget Assumptions
 - No state apportionment (COLA) increases.
 - No approved resource allocation items.
 - 51 budgeted FTE vacancies, totaling \$6.4M in salary and fringe benefits in cost savings.
 - 44 - classified
 - 1 - confidential
 - 6 - managers
 - The state used some tricky money moves to protect K-14 programs this year, but those strategies could cause problems for making progress in the future.



2024-25 Adopted Budget

- Total Computational Revenue (TCR)
 - \$146,961,610 (SCFF 2023-24)
 - \$146,379,811 (SCFF 2024-25)
 - Decrease of \$582,000 (-0.40%)

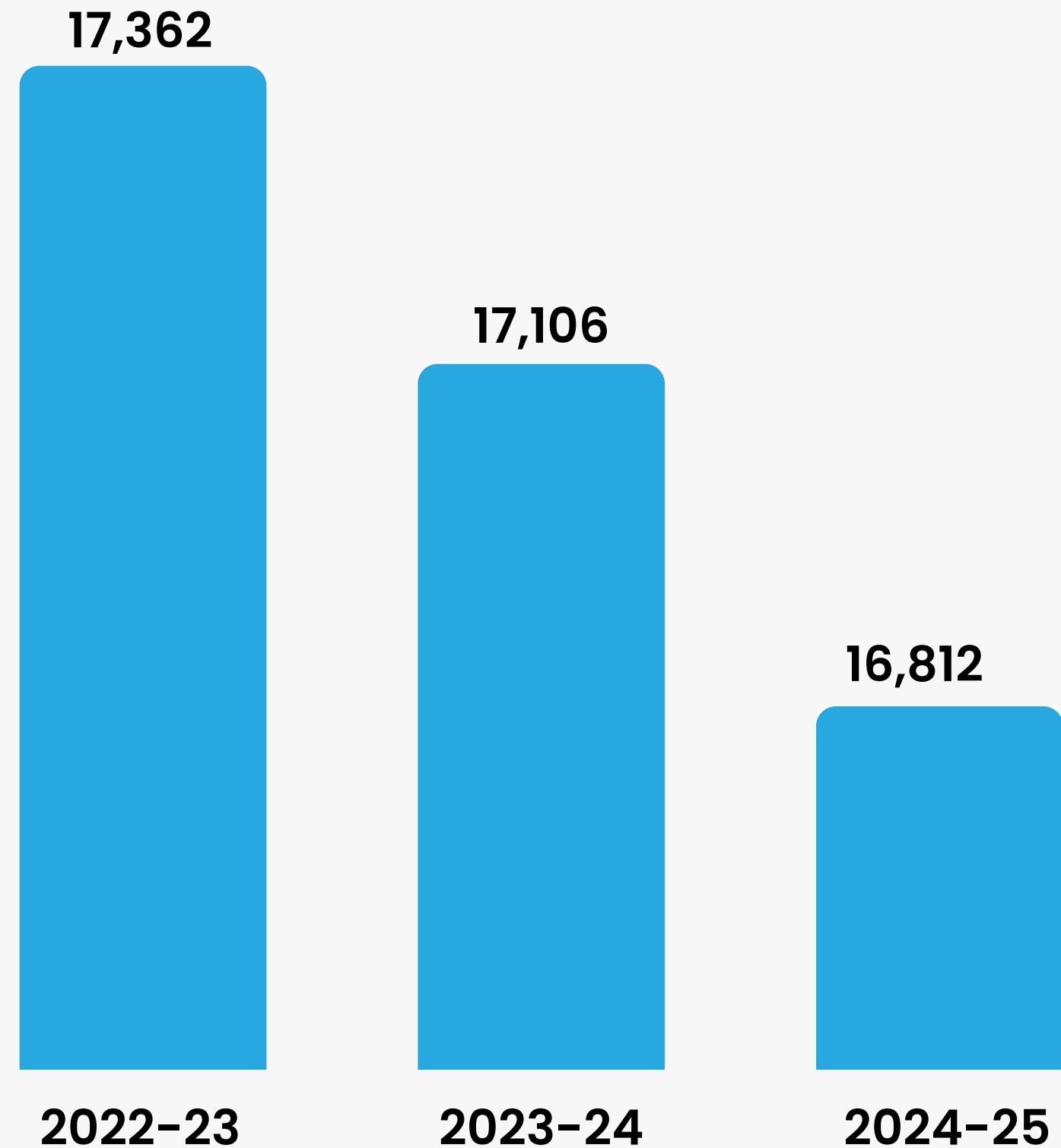


2024-25 Adopted Budget

■ 3-Year Rolling Average - FTES

- 3-Year Rolling Average - FTES
 - 17,362 (2022-23)
 - this average includes 3 ECA years.
 - 17,106 (2023-24)
 - this average includes 2 ECA years.
 - 16,812 (2024-25 projected)
 - this average includes 1 ECA year.

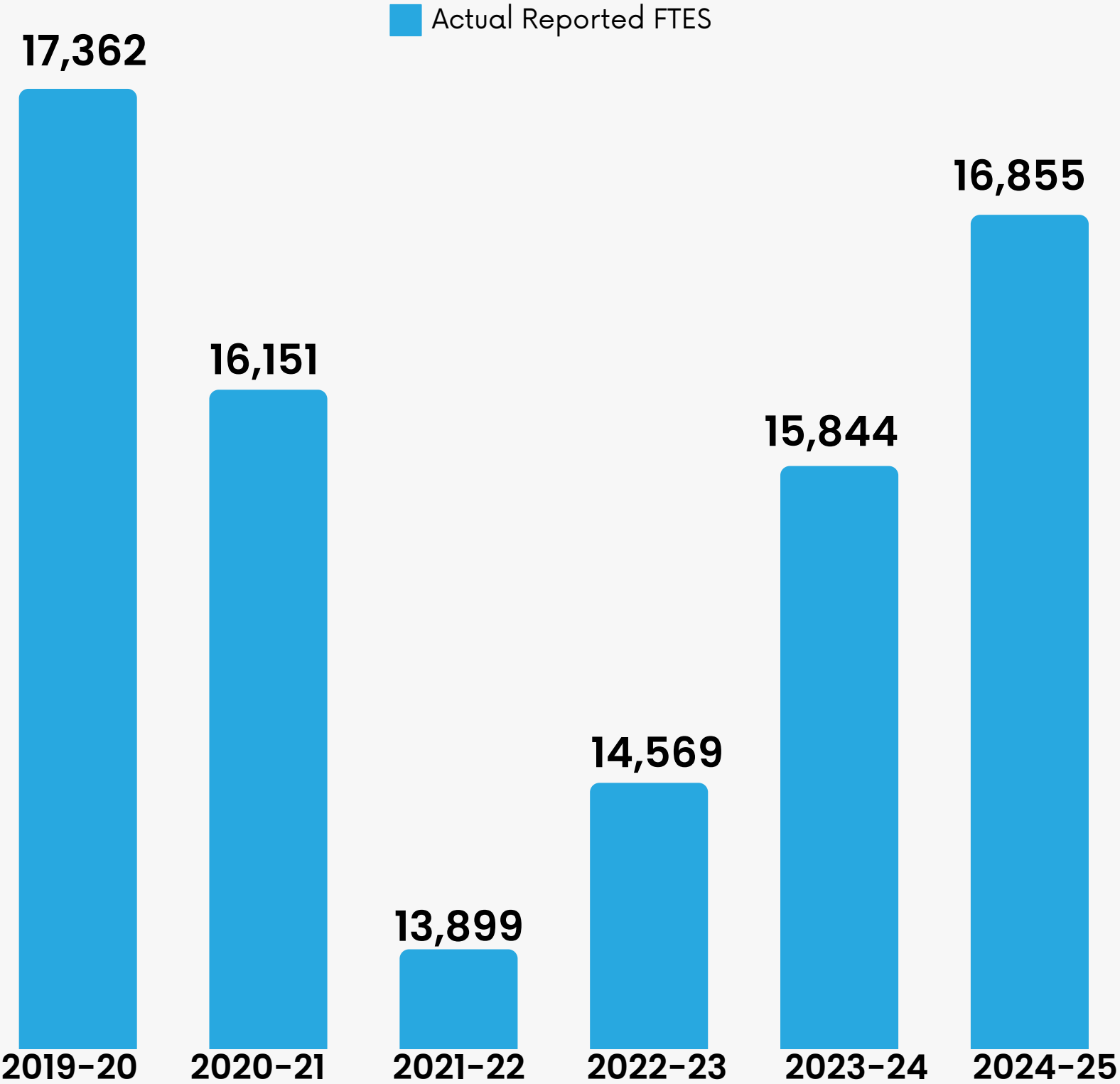
ECA - Emergency Conditions Allowance. District entered in ECA as a result of a decline in enrollment due from the COVID-19 pandemic. ECA protection year was 2019-20 which was 17,362 FTES





2024-25 Adopted Budget

- **Actual Reported FTES**
 - 17,362 (2019-20)
 - 16,151 (2020-21)
 - 13,899 (2021-22)
 - 14,569 (2022-23)
 - 15,844 (2023-24)
 - 16,855 (2024-25 - projected)





2024-25 Adopted Budget

- **Revenues**

- 2024-25 Budget

- State revenues - \$122.7 million
 - Local Revenues - \$41.7 million
 - **Total Revenue - \$164.4 million**

- 2023-24 (Unaudited actuals)

- State revenues - \$116.7 million
 - Local revenues - \$48.6 million
 - **Total revenue - \$165.3 million**
 - Decrease of \$907,000 (-0.55%)



2024-25 Adopted Budget

- **Expenditures**

- Academic Salaries – \$74.6 million
- Classified Salaries – \$31.3 million
- Benefits – \$43.1 million
- Supplies & materials – \$1.3 million
- Contracts & other operating – \$9.0 million
- Capital outlay – \$1.3 million
- Interfund transfers/other – \$2.7 million
- **Total Expenditures – \$163.3 million**

- **Salaries & Benefits**

- \$149.0 million (91.28%)



2024-25 Adopted Budget

| Description | 2024-25 Adopted Budget | Percent |
|-----------------------------------|------------------------|--------------|
| Revenue | \$164,425,677 | 100% |
| | | |
| Academic Salaries | \$74,550,211 | 45.34% |
| Classified Salaries | \$31,328,200 | 19.05% |
| Employee Benefits | \$43,146,081 | 26.24% |
| Supplies & Materials | \$1,298,614 | 0.79% |
| Other Operating Expenses | \$9,019,754 | 5.49% |
| Capital Outlay | \$1,258,185 | 0.77% |
| Interfund Transfers Out | \$2,666,408 | 1.62% |
| Surplus/(Deficit) Spending | \$1,158,224 | 0.70% |



2024-25 Adopted Budget

- **Full-time Equivalent (FTE)**
 - Full-Time faculty - 274
 - Classified - 348
 - Management - 55
 - Confidential - 17
 - Child Development Center - 12
 - Executive Council - 5
 - Board of Trustees - 8
 - Total - 719

- **Fall 2024 FON - 262**



Takeaways

- No new money
- No department/division increases
- State is still facing serious budget problems
- Cautious measures
 - Continue with hiring freeze
 - For every \$100 spent – \$91 is spent on salary and benefits
 - Most efficient way to safeguard the resources we have allocated for our existing employees.



Takeaways

- What can you do?
 - Grow Enrollment
 - Excellent customer service
 - Comprehensive Ed Plans
 - Recruitment
 - Retention

Students First Framework



Questions & Answers