CERRITOS COLLEGE

2026-27 Adopted Budget

Board Meeting

Agenda

- Enacted Budget
- Adopted Budget
- Questions

Enacted Budget

- The Governor signed the Budget Act of 2026 on June 29, 2026.
- The enacted budget for California Community Colleges focuses on maintaining base funding stability & continued investment in priorities aimed at achieving Vision 2030 & Roadmap goals.
- Overall state budget grew to about $351.7 billion.
- Minimum Guarantee for Community College’s is now estimated at $14.61 billion (up more than $1.8 billion from prior year).

Enacted Budget

- Enacted budget maintains the proposal to pay off the $408.4 million deferral from 2025-26.

- Enacted budget includes $775M in **ongoing** funding for Community Colleges. Key items include:
  - $292M - statutory COLA
  - $159.7M - discretionary COLA
  - $31M - categorical programs COLA
  - $30.1M – Student Equity & Achievement COLA
  - $153.1M – growth funds
  - $47.7M – SCFF formula funding modification

Enacted Budget

- Enacted budget includes **one-time** funding for Community Colleges which include:
    - $147.2M – Student Support Block Grant
    - $120.7M – Deferred maintenance
    - $71.1M – Dreamer Resource Liaison
    - $35M – Credit for Prior Learning
    - $36M – Common Cloud Data Platform

Enacted Budget

Key takeaways from the Enacted Budget:

- District operating relief is meaningful but conditional. 4.31% apportionment COLA.
  - **2.87%** - statutory authorized COLA
  - **1.44%** - discretionary COLA. As a condition of receiving the discretionary COLA, must implement AB 65 & provide employees with up to 14 weeks of paid pregnancy disability leave.
  - **Certain categorical programs** will also receive the statutorily authorized COLA is **2.87%.**
  - Student Equity and Achievement Program COLA (**5.74%)**

Enacted Budget

Key takeaways from the Enacted Budget:

- Funding is stronger than expected.
  - Proposition 98 funding for the California Community Colleges increased by **15%** in 2026-27 compared to the prior year, related to the increase in tax revenues and other issues. The share of Proposition 98 funding for the system is **11.1%** in 2026-27, reflecting the adjustment to the split.

  - Adjusts the split percentage to be 88.9% for TK-12 and 11.1% for community colleges (from 89.1%/10.9%), providing an additional **$217.7 million** ongoing for community colleges to address a structural deficit that was created when the 2025 Budget Act shifted TK costs outside of the split.

Enacted Budget

Key takeaways from the Enacted Budget:

- The proposal reflects stability.
    - Rather than reshaping the budget, it largely sustains recent priorities such as student support grants, workforce alignment, data modernization, and investments in facilities (such as DM).

2026 - 27 Adopted Budget

- Budget Assumptions
  - Overall revenues **up** compared to prior-year due to increased FTES (**18,000 FTES**).
  - **$1.1 million** in approved resource allocation items.
  - **2.87%** cost-of-living adjustment
  - **1.44%** discretionary cost-of-living adjustment
  - Vacant Positions – total 62 (campus-wide)
    - Unrestricted General Fund – **total 48**
      - 4 - CCFF
      - 39 - Classified
      - 4- Confidential
      - 1 - Managers

2026 - 27 Adopted Budget

- Budget Assumptions

Statutory Benefits			
Bargaining Units	**Academic Adjunct**	**Academic, Educational Administrators**	**Classified**
State Teachers Retirement System (STRS)		19.10%	
Public Employee Retirement System (PERS)			26.81%
Social Security (OASDHI)			6.20%
Medicare		1.45%	1.45%
State Unemployment Insurance (SUI)		0.05%	0.05%
Worker's Compensation		1.40%	1.40%
Alternative Retirement Plan (ARP) Academic Adjunct	3.75%		
TOTAL		22.00%	35.91%

2026 - 27 Adopted Budget

- Budget Assumptions

Year	Adopted Budget	California Community Colleges COLA	
2017-18	1.56%	1.56%	
2018-19	2.71%	2.71%	
2019-20	3.26%	3.26%	
2020-21	0.00%	0.00%	
2021-22	5.07%	5.07%	
2022-23	6.56%	6.56%	
2023-24	8.22%	8.22%	
2024-25	1.07%	1.07%	
2025-26	2.30%	2.30%	
2026-27	2.87%	2.87%	**

**Note: Statutory authorized COLA only (Discretionary COLA of 1.44% for Paid Pregnancy Disability Leave not included)

2026 - 27 Adopted Budget

- **Full - time Equivalent (FTE)**
  - Full-Time faculty - 268
  - Classified - 348
  - Management - 59
  - Confidential - 17
  - Child Development Center - 12
  - Executive Council - 5
  - Board of Trustees - 8
  - **Total - 717**

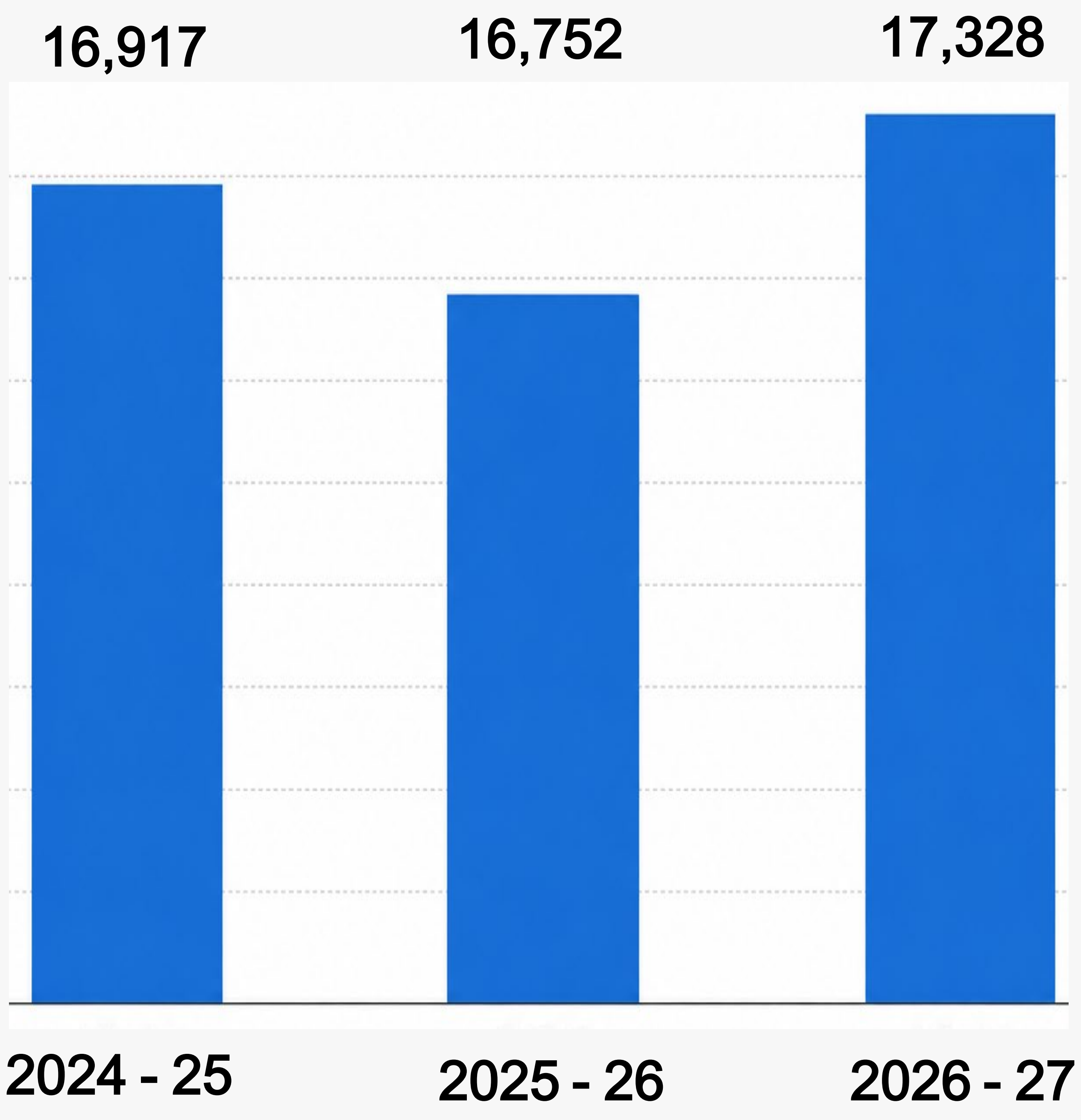
2026 - 27 Adopted Budget

- Total Computational Revenue (TCR)
  - $151,018,358 (SCFF 2024-25)
  - $157,536,631 (SCFF 2025-26)
  - $167,546,455 (SCFF 2026-27)-Budget
    - Increase of $10M (6.4%)

2026 - 27 Adopted Budget

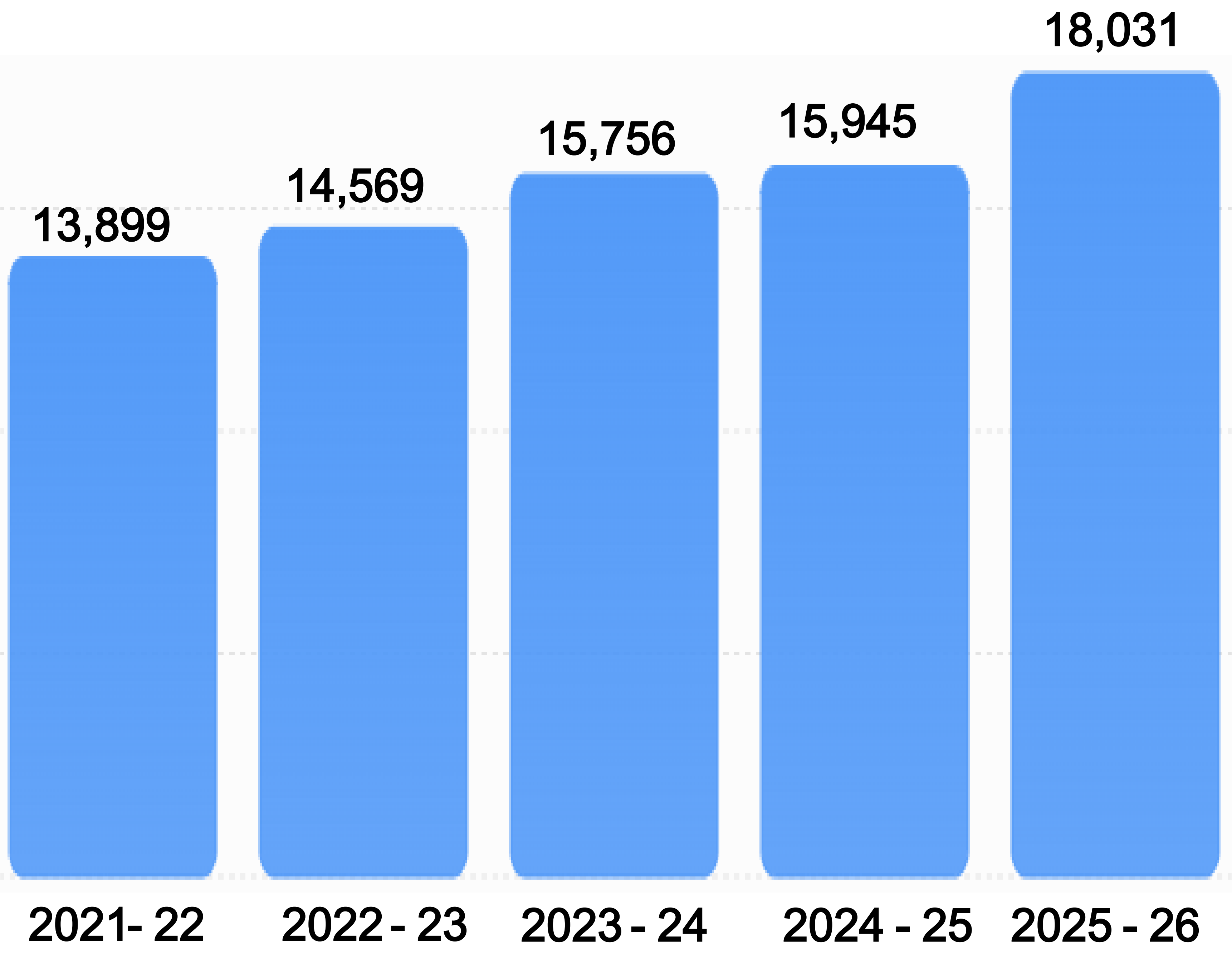
- 3-Year Rolling Average - FTES
  - 16,917 (2024 - 25)
    - this average includes 1 ECA years.
  - 16,752 (2025 - 26)
    - this average includes no ECA year.
  - 17,328 (2026 - 27 projected)
    - this average includes no ECA year.

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



2026 - 27 Adopted Budget

- Actual Reported FTES
  - 13,899 (2021-22)
  - 14,569 (2022-23)
  - 15,756 (2023-24)
  - 15,945 (2024-25)
  - 18,031 (2025-26)
  - 18,031 (2026-27 - Budget)



2026 - 27 Adopted Budget

- **Revenues**
  - 2026-27 Budget
    - State revenues - $139.8 million
    - Local Revenues - $48.5 million
    - **Total Revenue - $188.3 million**
  - 2025-26 (Unaudited actuals)
    - State revenues - $129.9 million
    - Local revenues - $48.8 million
    - **Total revenue - $178.7 million**
      - Increase of $9.6M (5.37%)

2026 - 27 Adopted Budget

- **Expenditures**
  - Academic Salaries - $84.1 million
  - Classified Salaries - $33.1 million
  - Benefits - $52.9 million
  - Supplies & materials - $1.6 million
  - Contracts & other operating - $9.4 million
  - Capital outlay - $1.1 million
  - Interfund transfers/other - $4.9 million
  - Resource Allocation Requests - $1.1 million
  - **Total Expenditures - $188.2 million**

- **Salaries & Benefits**
  - $170.1 million (90.91%)

2026 - 27 Adopted Budget

- **Total Revenues**
  - $188.3 million
- Total Expenditures
  - $188.2 million
- Surplus
  - **$100,000**

Takeaways

- Overall funding up compared to prior year due to increasing enrollment.
- Dual enrollment and Credit Recovery continue to show growth.
- Approved $1.1 million in resource requests that align with the Students First Framework.

Questions & Answers