



CERRITOS COLLEGE

2025-26 Adopted Budget

Budget Forum



Agenda

- **Enacted Budget**
- **Adopted Budget**
- **Questions**



Enacted Budget

- Governor signed the Budget Act of 2025 on June 27, 2025.
- \$12 billion budget deficit a result of a continued slow economy and drop in personal income tax revenues.
- Budget deficit addressed through a combination of:
 - Funding shifts
 - Program reductions
 - Use of reserves
 - Deferrals



Enacted Budget

- Maintains funding for TK-14, through \$455 million from use of the Public School System Stabilization Account (PSSSA).
- Defers \$408.4 million from the SCFF for 2025-26 to 2026-27.
 - Approximately **\$5.8M** deferral for Cerritos College
- Includes \$217.4 million for a **2.3%** cost-of-living adjustment to the Student-Centered Funding Formula (SCFF)



Enacted Budget

- New funding floor takes effect. Districts will be funded at their SCFF generated amount that year or their "**floor**" (2024-25 funding amount), whichever is **higher**.
 - SCFF funding "**floor**" is based on 2024-25 funded amount. (**\$151,018,358** – Cerritos College).
 - This revised hold harmless provision will no longer include adjustments to reflect cumulative COLAs over time.



Enacted Budget

Key Changes to Community Colleges Funding:

- One-time funds:
 - \$60 million for Student Support Block Grant
 - Approximately - **\$850K** for Cerritos College
 - \$20 million for emergency financial aid.
 - Approximately - **\$284K** for Cerritos College
- Ongoing funds:
 - \$140 million for 2.3% enrollment growth.
 - \$217.4 million to fund the 2.3% COLA.
 - Approximately - **\$3.4 million** for Cerritos College
- Standardized Attendance Accounting changes. Implementation date 2025–26 (old/new), 2026–27 (new).



Enacted Budget

Reductions and Deferrals:

- \$408.4 million in deferrals from June 2026 to July 2026.
 - ~ **\$5.8 million** deferral for Cerritos College
- \$59 million drawn from the PSSSA to cover CCC costs in 2025-26.
- Major program cuts or scale-backs include:
 - Collaborative ERP \$168M eliminated
 - Common Cloud Platform \$162.5M reduced to \$12M
 - Career Passport \$50M reduced to \$25M



Enacted Budget

Takeaways:

- High priority on K-14
- Focuses on maintaining stability with overall funding flat compared to prior year.
- Funding levels maintained based on the use of one-time funds, deferrals, & the use of reserves.
- Cash flow strain due to deferrals.
- Limited access to new funding opportunities.
- Enrollment growth is funded—strong FTES growth could yield new resources.



2025 - 26 Adopted Budget

- Budget Assumptions
 - Overall revenues **flat** compared to prior-year.
 - **\$1.8 million** in approved resource allocation items.
 - **2.3%** cost-of-living adjustment (COLA) to the Student-Centered Funding Formula (SCFF)
 - **1.15%** salary increase to all full-time employees and part-time faculty.
 - Vacant Positions – total 57 (campus-wide)
 - Unrestricted General Fund – **total 45**
 - 42 – Classified
 - 1 – Confidential
 - 2 – Managers



2025 - 26 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%



2025 - 26 Adopted Budget

- Budget Assumptions

Year	Adopted Budget	California Community Colleges COLA
2016-17	0.00%	0.00%
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%



2025 - 26 Adopted Budget

- **Full-time Equivalent (FTE)**
 - Full-Time faculty - 248
 - Classified - 347
 - Management - 57
 - Confidential - 17
 - Child Development Center - 12
 - Executive Council - 5
 - Board of Trustees - 8
 - **Total - 694**
- **Cerritos College Fall 2025 - 269**



2025 - 26 Adopted Budget

Supplemental Employee Retirement Program (SERP)					
Description	2025-26	2026-27	2027-28	2028-29	2029-30
Academic Salaries and Benefits	\$ 1,899,962	\$ 1,026,608	\$ 955,856	\$ 862,444	\$ 764,544
Classified Salaries and Benefits	\$ 517,450	\$ 483,896	\$ 368,561	\$ 222,749	\$ 104,719
Annual Estimated Cost Savings	\$ 2,417,412	\$ 1,510,504	\$ 1,324,417	\$ 1,085,193	\$ 869,263
Total Estimated Cost Savings					\$ 7,206,789



2025 - 26 Adopted Budget

- Total Computational Revenue (TCR)
 - \$146,961,610 (SCFF 2023-24)
 - \$151,018,358 (SCFF 2024-25)
 - \$154,491,780 (SCFF 2025-26)-Budget
 - Increase of \$3.4M (2.30%)

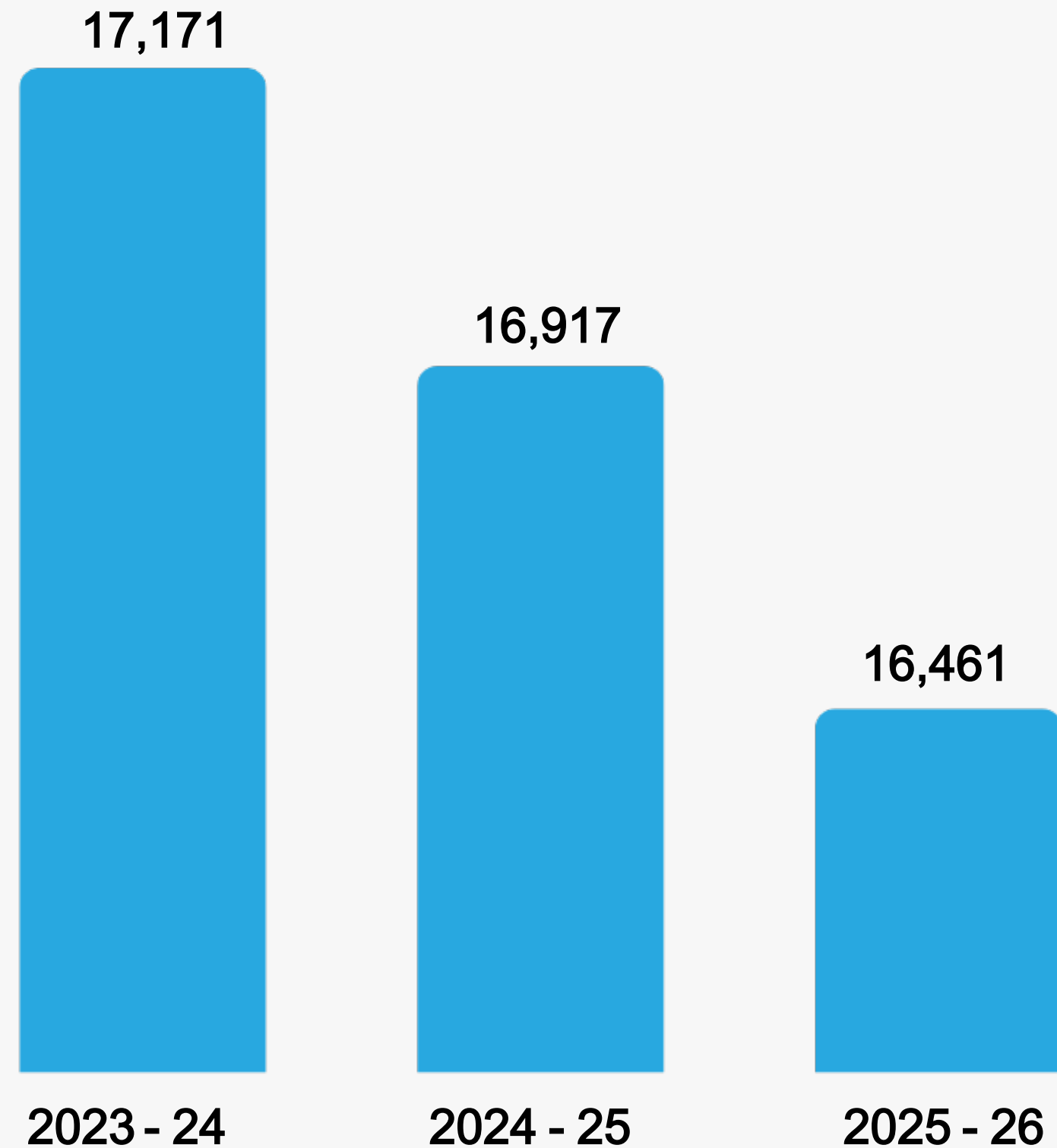


2025 - 26 Adopted Budget

- 3- Year Rolling Average - FTES
 - 17,171(2023 - 24)
 - this average includes 2 ECA years .
 - 16,917(2024 - 25)
 - this average includes 1 ECA years .
 - 16,461 (2025 - 26 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

3-Year Rolling Average - FTES



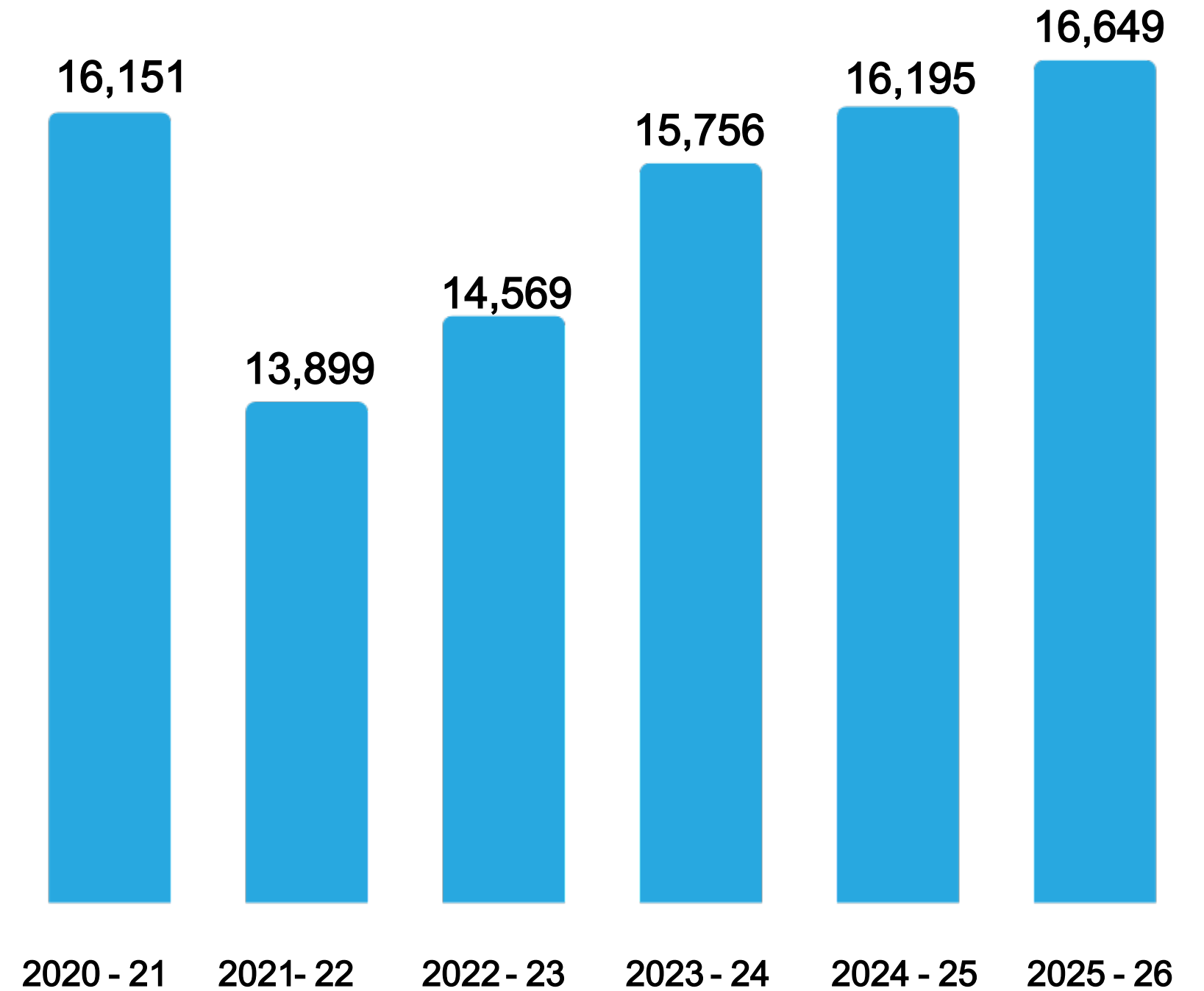


2025 - 26 Adopted Budget

- Actual Reported FTES

- 16,151 (2020-21)
- 13,899 (2021-22)
- 14,569 (2022-23)
- 15,756 (2023-24)
- 16,195 (2024-25)
- 16,649 (2025-26 - Budget)

● Actual Reported FTES





2025 - 26 Adopted Budget

- Revenues
 - 2025-26 Budget
 - State revenues - \$132.3 million
 - Local Revenues - \$42.1 million
 - **Total Revenue - \$174.4 million**
 - 2024-25 (Unaudited actuals)
 - State revenues - \$123.2 million
 - Local revenues - \$50.5 million
 - **Total revenue - \$173.7 million**
 - Increase of \$700,000 (0.40%)



2025 - 26 Adopted Budget

- **Expenditures**

- Academic Salaries – \$75.9 million
- Classified Salaries – \$31.9 million
- Benefits – \$49.5 million
- Supplies & materials – \$1.4 million
- Contracts & other operating – \$9.0 million
- Capital outlay – \$1.2 million
- Interfund transfers/other – \$3.4 million
- Resource Allocation Requests – \$1.8 million
- **Total Expenditures - \$174.1 million**

- **Salaries & Benefits**

- \$157.3 million (90.35%)



2025 - 26 Adopted Budget

- Total Revenues
 - \$174.4 million
- Total Expenditures
 - \$174.1 million
- Surplus
 - **\$300,000**



Takeaways

- Overall funding flat compared to prior year .
- Approved \$1.8 million in one - time resource requests that align with the Students First Framework .
- Resource requests made possible from cost savings from the SERP.
- SERP will yield ~ \$7.2 million in savings over 5 years .
- Potential cash flow strain due to deferrals .



Takeaways

- **What can you do?**

- Continued to strive towards our SFF goal of graduating 50% within 5 years or less.
- Completion rates, graduation outcomes, and enrollment growth are directly tied to SCFF funding.
- Focusing on retention, recruitment, and success, can yield new resources.



Questions & Answers