FY23 January Budget Proposal Summary

* FY23 State Budget Surplus ($45.7B) - $1.3B may be returned to tax payers
* 5.33% COLA for apportionments\*
* $24.9M increase to Prop 98
* Pension obligations - $3.9B for FY23 which will keep PERS contribution rate for us @ 22.91% and STRS @ 16.92%
* Permanently extends ‘hold harmless’ provision to create FY25 as the new funding floor – idea is to ‘smooth’ the potential ‘funding cliff’
  + **NOTE**: COLAs would NOT be cumulative the way they have been since FY18; They would be statutory only
* $105M (one-time): common course numbering
* $65M (one-time): transfer reform
* $25M (one-time): procurement and implementation of software that maps intersegmental curricular pathways
* $10M (ongoing): EEO program
* $10M (ongoing): resources to FAOs
* $10M (ongoing): foster youth support services offered by *NextUp* from 20 to 30 districts
* $200M (ongoing): augment PT faculty health insurance
* A2MEND9Ongoing): $1.1M increase
* Umoja (one-time): $179K for study on practices that promote student success for African American students
* CCCTech Modernization & Data Protections: $75M (one-time) & $25M (ongoing)
* Deferred maintenance (includes instructional equipment – IELM): $387.6M (one-time) Prop 98 increase
* $150M (one-time): support efforts & strategies to increase student retention rates & enrollment
  + Former students who have withdrawn
  + Current & prospective student hesitant to remain/enroll in college – non-native English speakers, FYP students, working learners, student parents, & re-entry students
* Affordability
  + $300M (one-time): Learning-Aligned Employment Program administered by CA student Aid Commission
  + $100M (ongoing): SSCGP funds for newly eligible students for Cal Grant B or C award
* $20M (one-time): AB540 students
* Pathways Grant Program for High-Skilled Careers
  + $20M (one-time): increase

\*Due to drop in FTES, VCCCD will not RECEIVE an overall 5.33% increase in unrestricted revenue