

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
- CCTech 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 - Former students who have withdrawn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