Santa Monica College Budget Update

BOARD OF TRUSTEES
MARCH 2, 2021
SB 85 – Early Action Package

• Proposed in the 2021-2022 January Proposal
• Agreement on February 18
• 2021-2022 State Budget
  • One-time targeted to assist populations affected by the pandemic and related economic challenges
• $100 Million Systemwide to provide emergency financial assistance to low-income students
  • Student eligibility:
    • Currently enrolled in at least six semester units
    • Able to demonstrate an emergency financial need and currently qualifies or is projected to qualify for a Promise Grant. (BOGG)
    • Earned a GPA of at least 2.0 in one of their last previous three semesters or received DSPS services
  • Students will self certify. Districts will verify only to the extent information is readily available
• $20 Million Systemwide to support efforts of retention and enrollment
  • Focus on:
    • Engaging students who may withdrawn
    • Prospective students who are hesitant due to COVID

• $3.1 Million Systemwide to increase student applications for CalFresh benefits
  • Outreach
  • Events
  • Application assistance
Cash Deferrals

- Trailer Bill Language for 2021-2022 Budget
- 2020-2021 deferrals stay in place
  - No State payments February through July
  - Total SMC: ~$32 Million
- 2021-2022 deferrals from $1.45 billion to $326.5 million
  - No State payments in May and June
  - Total SMC: ~$9.4 Million
2019-2020 Recalculation
   • Higher Enrollment Fees and Property Tax
   • Deficit Factor from 0.95% to 0.42% = $711,259

2020-2021 P1
   • 27 Districts in Hold Harmless
   • 35 Districts in Stabilization
   • Deficit Factor from 0.85% ($1.1 m) to 2.3826% ($3.3 m)
     • $91 million shortfall in property tax
     • $19 million shortfall in enrollment fee
     • $50 million underestimate at State Adopted
2019-2020 Recal and P1

- Deficit at Second Quarter: <$7,289,851>
- Fund Balance at Second Quarter: $14,049,238

- Deficit After Recal: <$8,685,001>
- Fund Balance at Second Quarter: $12,654,088