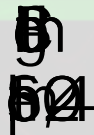


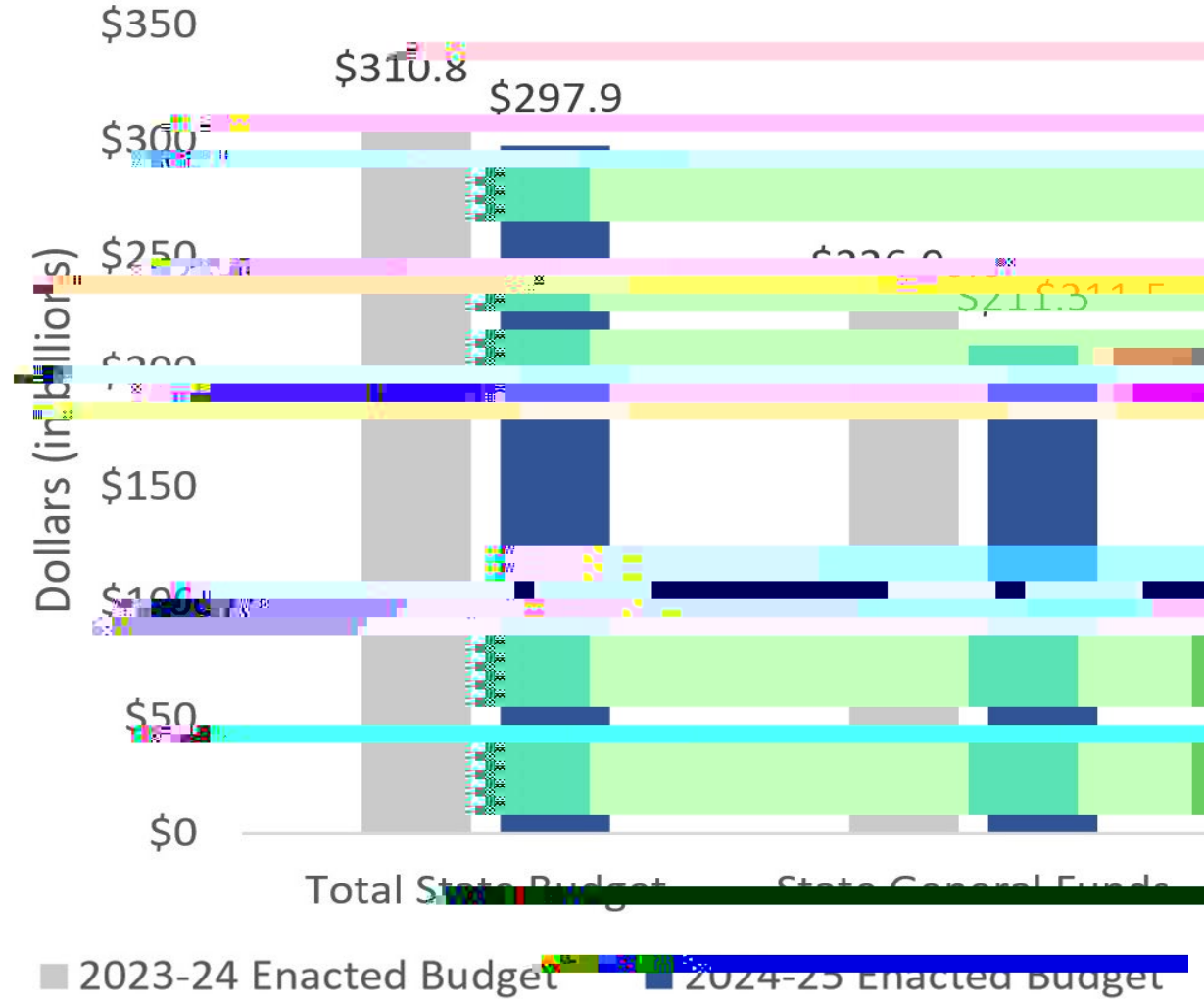
Enacted State Budget FY 2024-25



State Budget Development Process



2024-25 vs. 2023-24 Enacted Budget



[2, p. 3]

2024-25 California State Budget Features

Proposes legislation requiring the state to set aside a portion of anticipated surplus funds to be allocated in a subsequent Budget Act so that state does not commit revenues until they have been realized. [1, pp. 1]

Imposes Government Efficiency & Cost Saving Measures by reducing nearly all state departments' budgets beginning in 2024-25: [1, pp. 101-102]

Vacant Position Funding Reduction & Elimination of Positions: \$1.5B savings in 2024-25 and the elimination of approximately 10,000 positions starting in 2025 and ongoing

State Operations Ongoing Reductions: 7.95% reduction at the board beginning in 2024-25

Solve a \$46.8B deficit through a mix of solutions: [1, pp. 24]

Reductions: \$16B

Revenue/Internal Borrowing: \$13.6B

Reserves: \$6B

Fund Shifts: \$6B

Delays/Pauses: \$3.1B

Deferrals: \$2.1B

Proposition 98 Funding by Source (In Millions)

Minimum Guarantee	2022-23	2023-24	2024-25	Change From 2023-24	Percent Change
General Fund	\$73,946	\$67,094	\$82,613	\$15,519	23%
Local property tax	29,774	31,389	32,670	1,281	4%
Totals^a	\$103,720	\$98,483	\$115,283	\$16,800	17%

^aOf the \$103.7 billion for 2022-23, the 2024 Budget Act accrues approximately \$3 billion of state's general fund costs to the 2026-27 through 2035-36 fiscal years for budgetary and financial reporting purposes. [2, p. 7]

- x Depletes Public School System Stabilization Account by withdrawing \$8.4B to cover costs for 2023-24; 2023-24 projects contributions of approximately \$1.1B over the 2024 fiscal year [1, p. 12]
- x Suspends Proposition 98 minimum guarantee for 2023, creating a maintenance factor obligation of approximately \$8.3B [1, p. 12]

CCC Student Centered Funding Formula (SCFF)

Statewide SCFF, \$9.57B, p. 13]

1.07% COLA, \$100.22M [1, p. 23][2, p. 8]

0.5% Growth, \$28.1M [1, p. 23][2, p. 8]

Includes \$22.1M one-time Proposition 98 General Fund Support [1, p. 23]

Budget reflects deferrals to SCFF [1, p. 23][2, p. 7]

\$446.4M deferred from 2023-24 to 2024-25

\$243.7M deferred from 2024-25 to 2025-26

CCC Other Ongoing Statewide Policy Adjustments

1.07% COLA for Adult Ed., EOPS, DSPS, Apprenticeship, WORKS, Mandates Block Grant, CARE, Childcare Tax Bailout [1, p. 23][2, p. 8]

\$1.93M for Financial Aid Administration Adjustment [2, p. 8]

Questions?

Sources

[1]