

Fiscal Year 2021-2022 Budget Discussion

Virtual Budget Forum

March 30, 2021

Presented by: Dr. David Bea



PimaCommunityCollege

Agenda

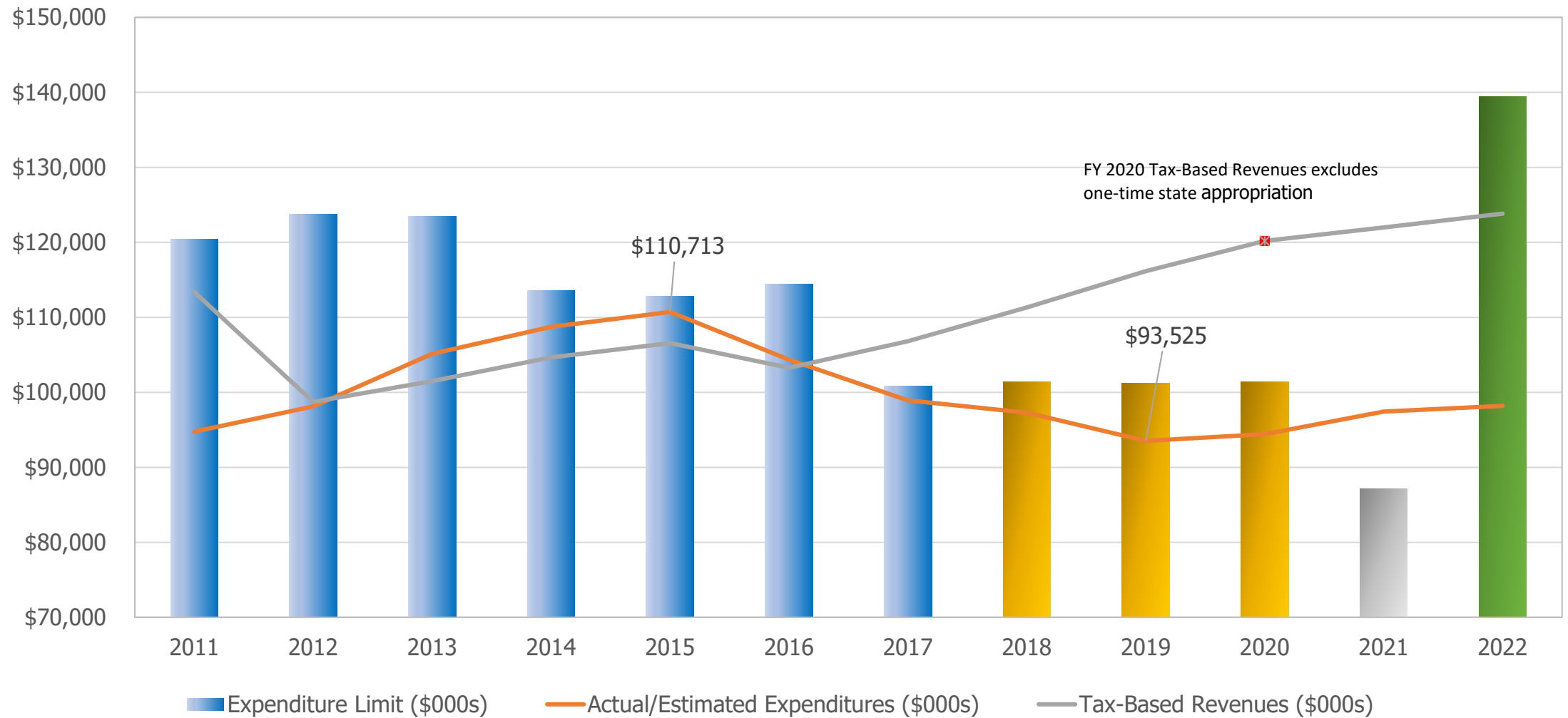
- Ongoing Challenges
- Revenue Projections
 - Tuition & fees
 - Property taxes
 - CRRSAA funds
 - Prop 207 funds
- Expenditures
 - Ongoing commitments
 - Personnel expenses
 - Continued response to COVID-19
 - Governing Board priorities

FY 2022 Budget – Ongoing Challenges

- Struggling enrollment and declining outlook
- Limited potential growth in other revenues
- Structural inefficiencies and continued resistance to reductions
 - All services at all places
 - Classroom inefficiencies (scheduling, course capacity)
- Funding College priorities with limited resources
- Reallocating resources

FY 2021 Revenue Impacts	Fall 2020	Spring 2021
Student Headcount	-17.1%	-17.4%
Student Enrollment	-18.9%	-19.0%
FTSE (Full Time Student Equivalents)	-17.5%	-18.8%
Enrolled Section (CRN) Count	-10.5%	-17.0%

Actual/Estimated Expenditures vs. Expenditure Limit



Updated Revenue Projections

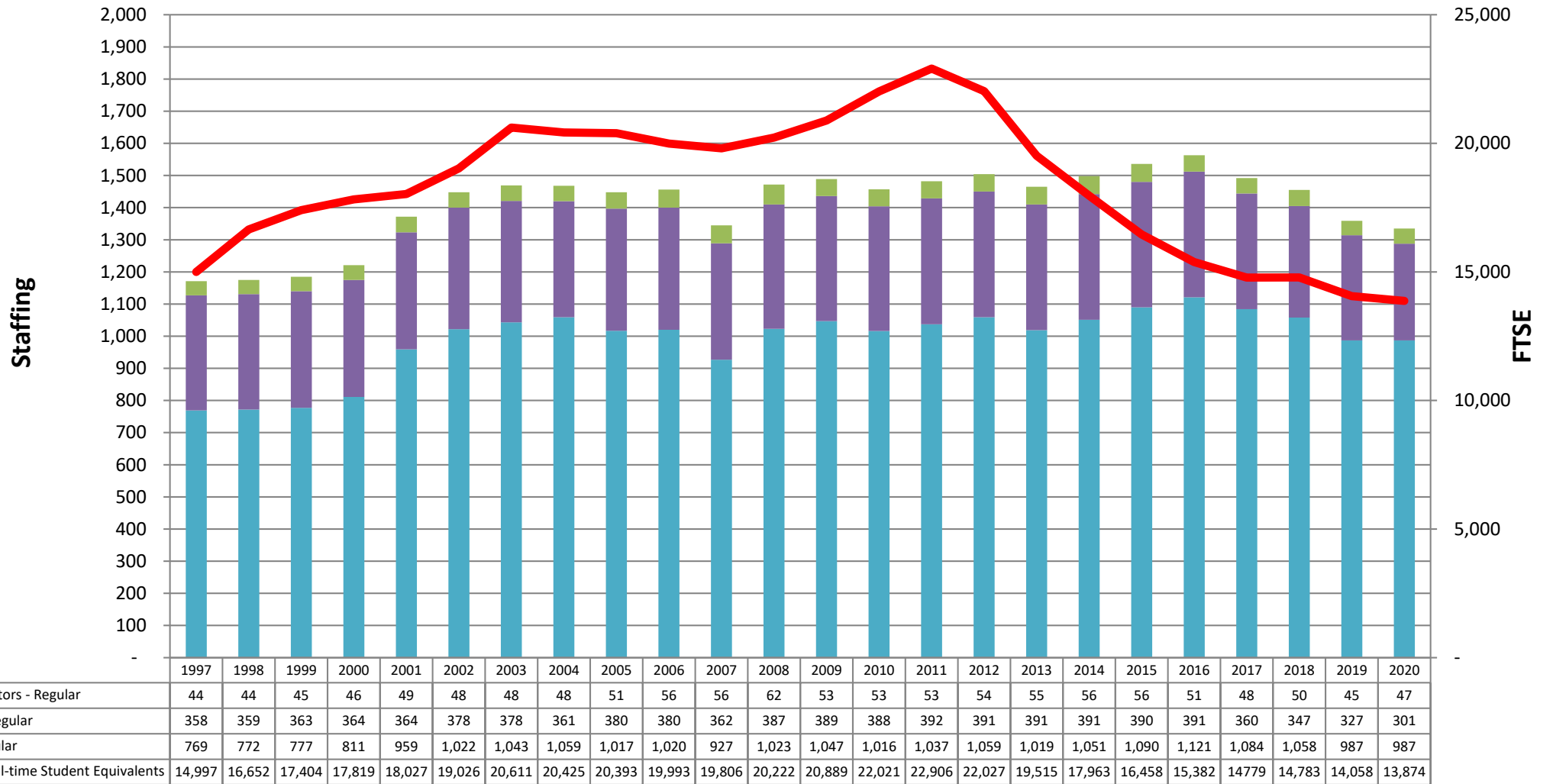
- Tuition
 - No increase to 2021-2022 tuition and service fees
- Property Taxes
 - Growth = \$1.3M
- State Funding – Governor’s Proposed FY 2022 Budget
 - STEM (unchanged) = \$0.4M
 - Prop 207 Marijuana Tax (estimate) = \$2.2M
- Federal Funds – CRRSAA
 - (Coronavirus Response and Relief Supplemental Appropriations Act)
 - \$17.6M institutional funds plus \$5M in direct student aid (\$22.6M Total Allocation)

FY 2022 Budget – Estimated Annual Revenues & Expenditures

	Amount
Estimated Revenues	
Prop 207 Funds	\$2,200,000
Property Taxes	\$1,300,000
Investment Income Decrease	(\$1,000,000)
<u>Net Tuition/Fees Decreases</u>	(\$7,000,000)
Subtotal Revenue Decrease	(\$4,500,000)
Estimated Expenditures	
Benefits	\$2,100,000
Scholarships	\$400,000
<u>IT/Distance Learning</u>	\$2,250,000
Subtotal Expenditure Increase	\$4,750,000
Net Budget Impact	\$9,250,000
Personnel	
Salary Pool Increase (+1.0%)	\$1,100,000
Adjunct Faculty (1.0%)	\$200,000
<u>Classification/Compensation Study</u>	\$4,000,000
Subtotal Personnel Increase	\$5,300,000

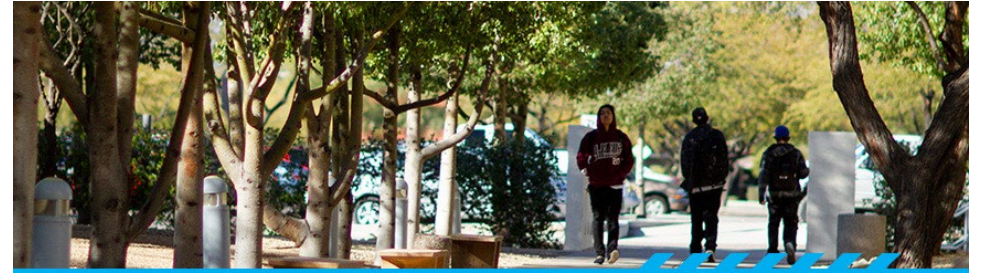


PCC FTSE vs. Staffing Levels - Fiscal Years 1997-2020



Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA)

- Total Institutional Revenues: \$17.6M
- Proposed Expenditures:
 - Continuing CARES Act Initiatives
 - Computing Equipment & Hotspots
 - Financial Literacy Education Services
 - Test Proctoring
 - Other Considerations/Ongoing Discussions
 - Antimicrobial system/added cleaning
 - HyFlex classrooms & professional development
 - Facilities remediation/preparation for on-site service delivery
 - Additional technology
 - Direct student aid



Budget Calendar

- May 2021

- Review and approve salaries and wages
- Review proposed FY 2021-2022 Budget and provide approval for publication
- Review and approve the Capital Budget

- June 2021

- Public Hearing and Special Meeting to adopt the Fiscal Year 2021-2022 Budget and set property tax rates and levies
- Review and approve contractual obligations and insurances

Governing Board Direction – Student-Focused Priorities (Prop 481)

- Expand workforce training programs, ensuring students are trained:
 - On Industry standard and State-of-the-art equipment and technology
 - For high demand, real-world skills including: Data Analytics; Artificial Intelligence; Robotics and Simulators
- Increase Internships and apprenticeships
- Develop short-term credentialing programs
- Enhance support services – including mobile and web tool options
- Provide access to childcare and additional support services
- Integrate digital technology in all classrooms – provide mobile computing devices to students unable to afford them
- Increase educational offering in high-demand fields such as nursing, cybersecurity and aviation technology



Governing Board Direction – Additional Priorities

- Ongoing Obligations
 - Licenses, Contracts, Insurance, Utilities
 - Employee Benefits
 - Medical and Prescription
 - Retirement System Liability
 - Other Short Term Disability
 - Reinvestment in Plant
- Continue to Emphasize Efficiencies
 - Continue to review selling or leasing physical space
 - Implement partnership programs
 - Reallocate resources to growth program and service areas
- Prioritize faculty and staff compensation
- Respond to Pandemic Challenges





/// Keep striving.