

2026-27 ADOPTED BUDGET

SMCCCD BOARD MEETING

SEPTEMBER 9, 2026

BUDGET HIGHLIGHTS



- 2026-27 Budget is balanced
- Property taxes projected to increase 4.85% over 2025-26
- Funding set aside to support community priorities
- The reserve is in compliance with Board Policy 8.11
 - Two months of operating expenses
- Set aside funds for capital projects

OVERVIEW

- Budget Principles
- State Budget for CCDs
- SMCCCD 2026-27 Adopted Budget Assumptions
- 2026-27 Initiatives to Support Students and Community
- 50% Law – Continued Commitment
- FON & 75/25 Goal
- SMCCCD 2026-27 Adopted Budget (Unrestricted General Fund Summary)
- Adopted Budget - All Funds
- OPEB Summary
- Looking Ahead
- Summary

BUDGET PRINCIPLES

- Address Board goals and District Strategic Plan
- Balanced budget projections through 2028-29
- Maintain adequate reserves pursuant to Board Policy 8.11
- Use one-time funds for one-time expenses
- Support College budgeting priorities in accordance with participatory governance protocols and accreditation standards

STATE BUDGET



Ongoing:

- \$488.2 million increase to provide a 2.87% COLA and a 1.44% discretionary COLA to the SCFF
- \$153.1 million increase to provide for 2.5% Enrollment Growth to the SCFF
- \$38.1 million increase for Calbright College
- \$35.3 million increase to provide a 2.30% COLA to various Categorical Programs
- \$30.1 million increase to provide a 5.74% COLA to Student Equity & Achievement Program

STATE BUDGET



Ongoing:

- \$14.3 million for the CA Healthy School Pathway Program
- \$8.7 million to fund Student Housing Lease Revenue Bond Debt Service
- \$5 million for the Common Cloud Data Platform
- \$2 million for Credit for Prior Learning
- Reallocation of \$8 million from Classified Summer Assistance Program to Basic Needs Centers

STATE BUDGET



One-Time:

- \$408.4 million to pay 2025-26 Cash Deferrals
- \$353.36 million to cover Technical Adjustments to the SCFF
- \$147.2 million to support an additional Student Support Block Grant
- \$120.7 million to fund Deferred Maintenance
- \$71.1 million for Dreamer Resource Liaisons
- \$42.6 million to support CA Indian Nations College
- \$36 million for the Common Cloud Data Platform

STATE BUDGET



One-Time:

- \$35 million for Credit for Prior Learning
- \$30 million to support LGBTQ+ Centers
- \$20.1 million to support English Language Learner Pathways
- \$16 million for Apprenticeship
- \$15.8 million for the Strong Workforce Program
- \$15 million to fund the Future of Creative Industries Pilot Project
- \$10 million for the CA Early College Demonstration Initiative

STATE BUDGET



One-Time:

- \$10 million for Financial Aid Administration
- \$9.7 million for the Adult Learner Demonstration Project
- \$5 million for the Pierce College Family Resource Centers
- \$3 million for Southwestern College
- \$1.2 million for the Cal-Bridge First Academic Scholar Training Program
- \$5.1 million for Financial Aid Community Outreach
- \$5 million for Workforce Recovery Career Education in the Los Angeles Region
- \$.13 million for the Santa Rosa Junior College Fire Academy Tower

ADOPTED BUDGET ASSUMPTIONS

- Property tax increase: 4.85%
- Enrollment:
 - Resident FTES 14,660
 - Out-of-State FTES 631
 - Apprenticeship FTES 70
 - International FTES 485
- Student Enrollment Fees:
 - Resident Tuition: \$46/unit — no increase
 - Non-resident Tuition: \$385/unit
- Proposition 55 (EPA): \$100/FTES (prior three year average)
- Lottery: \$190/FTES
- Mandated Cost Block Grant: \$37.51/FTES
- Inflation: 3.30% based on CA CPI

2026-27 COMMUNITY PRIORITIES

- SB893 Free College Initiative (\$15.34 million)
 - \$11.5 million in ongoing funds to cover fees and the 3 “T’s”
 - \$2 million to offset impact of Health Fee and Parking Fee waiver
 - \$.4 million one-time carryover from one-time allocation of \$6.75 million in 2021-22 for Free College Infrastructure (i.e., expansion of OER ZTC, Dual Enrollment, and PSP supports)
- Promise Scholars Program (\$2.1 million)
 - Foundation \$400k
 - Housing Fund \$300k
 - State Resources (AB19) \$1.4 million

2026-27 COMMUNITY PRIORITIES

- District Student Housing @ the College of San Mateo (\$87 million)
 - \$67 million - State
 - \$20 million - District
 - \$10 million in 2021-22
 - \$10 million in 2024-25
- Basic Needs (\$2.7 million)
 - \$1.6 million - State (2026-27 + unspent carryover)
 - \$1 million – District (Food Insecurity Initiative)
 - \$110k – State Restricted Lottery Funds (Housing Insecurity Initiative)
- Cañada College Child Development Center (\$16.7 million)
 - \$11.6 million in 2023-24 - College
 - \$3 million in 2024-25 – District
 - \$2.1 million in 2025-26 – Bridge Fund

2026-27 COMMUNITY PRIORITIES

- Self-Funded Capital Improvement Program
 - Short-Term (\$49.255 million)
 - Bridge Fund
 - Mid-Term (Potentially \$848 million)
 - Measure V
 - Long-Term (\$33.5 million)
 - One-Time Retroactive Retiree Benefit Reimbursement
 - On-Going Redirection of Retiree Benefit Payroll Assessment
 - Legal Settlement
 - Year-End Close Activities
 - Interest Earnings

50% LAW - CONTINUED COMMITMENT

- District continues to be committed towards compliance:
 - In 2020-21, the District allocated \$700,000 to convert part-time faculty to full-time faculty and an additional \$600,000 to increase part-time faculty parity for a total of \$1.3 million.
 - In 2021-22, the District allocated \$1.5 million to increase part-time faculty parity.
 - In 2021-22, the State provided \$1.5 million to increase the number of full-time faculty.
 - The District has defined part-time faculty parity as 85% of full-time regular compensation and is committed to achieving this goal over time as demonstrated by historical larger COLAs to instructional adjunct faculty.
 - According to negotiated agreement, the District has placed instructional adjunct faculty on a schedule that includes the same number of columns and steps that appear on salary schedule for full-time faculty.
 - The District has reduced administrative overhead (e.g., reduced the number of vice chancellors).
 - The District has developed a multi-year compliance plan.
- Unaudited 2025-26 results = 43.12%, which is the third consecutive annual increase from a low of 40.47% in 2022-23.

FON 75/25 GOAL

- Fall 2025 FON
 - Faculty Obligation per State = 235.7
 - Total FTEF = 370.15
 - Over FON = 134.45
 - Fourth highest in the State
- Fall 2025 75/25 Goal
 - SMCCCD = 67%
 - Tied for 11th highest in the State
 - One district at or above 75%
- Fall 2026 Results due by November 1, 2026

UNRESTRICTED GENERAL FUND REVENUE



	Adopted 2025-26	Tentative 2026-27	Adopted 2026-27	Variance between 2026-27 Adopted and Tentative
Property Taxes	215,369,970	227,693,441	228,915,106	1,221,665
RDA Funds	21,161,104	22,908,935	22,376,607	(532,328)
Student Fees	12,025,482	11,635,444	11,468,722	(166,722)
Nonres. Tuition (int'l and out-of-state)	7,946,215	7,076,359	6,970,579	(105,780)
STRS on Behalf	5,568,152	5,568,152	6,364,385	796,233
Other Rev/Tsfrs	16,011,180	15,383,455	15,493,826	110,371
Total	278,082,104	290,265,786	291,589,225	1,323,439

UNRESTRICTED GENERAL FUND EXPENSE

(EXCLUDES CARRYOVERS FROM PRIOR YEAR)



SAN MATEO COUNTY
COMMUNITY
COLLEGE DISTRICT

	Adopted 2025-26	Tentative 2026-27	Adopted 2026-27	Variance between 2026-27 Adopted and Tentative
Site Allocations	209,094,852	209,094,852	213,215,365	4,120,513
STRS on Behalf	5,568,152	5,568,152	6,364,385	796,233
Utilities	9,211,288	9,395,740	8,683,214	(712,526)
Districtwide Technology	8,007,645	8,255,544	8,419,391	163,847
Salary Commitments/Office Hours/PT Medical	12,134,628	18,463,952	18,502,120	38,168
Strategic Initiatives (Community Priorities)	14,240,583	16,234,056	13,546,299	(2,687,757)
Insurance	4,712,714	4,601,057	4,519,211	(81,846)
Other	15,112,242	18,652,434	18,339,240	(313,194)
Total	278,082,104	290,265,787	291,589,225	1,323,438

ADOPTED BUDGET – ALL FUNDS



Fund	2026-27 Budget	% of Total
Unrestricted General Fund	\$301,223,743	38.17%
Self-Insurance Fund	4,794,881	0.61%
Debt Service Fund	72,713,515	9.21%
Restricted General Fund	97,473,337	12.35%
Capital Projects Fund	250,334,544	31.72%
Bookstore Fund	9,189,960	1.16%
Cafeteria Fund	703,236	0.09%
San Mateo Athletic Club	4,958,142	0.63%
Canada Athletic Club	5,842,036	0.74%
Community, Continuing, and Corp Ed	652,465	0.08%
Student Housing	198,358	0.03%
Child Development Fund	2,149,982	0.27%
Trust Funds (Financial Aid)	30,275,251	3.84%
Reserve for Post-Retirement Benefits	8,572,238	1.09%
TOTAL	\$789,081,688	100.00%

RETIREMENT TRUST FUND - OPEB

Change in Portfolio		
Portfolio Value 06-30-2025		161,498,929
Change in Market Value		12,322,601
Income received		6,888,702
Withdrawals		(18,178,781)
Portfolio Fees		<u>(576,786)</u>
Portfolio Value 6-30-2026		161,954,666
Net OPEB Liability 6-30-2026		<u>147,147,807</u>
(Under)/Over Funded		14,806,859
		110.06%

LOOKING AHEAD

- **Future Considerations:**
 - Property tax receipts
 - Enrollment
 - Federal policies
 - Labor negotiations
 - Insurance premiums
 - Utility costs
 - Initiative expansion / addition
 - Inflation

SUMMARY

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- 2026-27 Budget is balanced
 - Budget is guided by the District's mission
 - Provides resources for:
 - Students
 - Employees
 - Community
 - The reserve is in compliance with board policy
 - Resources are provided for community priorities
 - 2026-27 Budget is ready for adoption



QUESTIONS?

Thank You!