



# 2025 - 26 Tentative Budget

June 12, 2025



**BAKERSFIELD  
COLLEGE**



**PORTERVILLE  
COLLEGE**

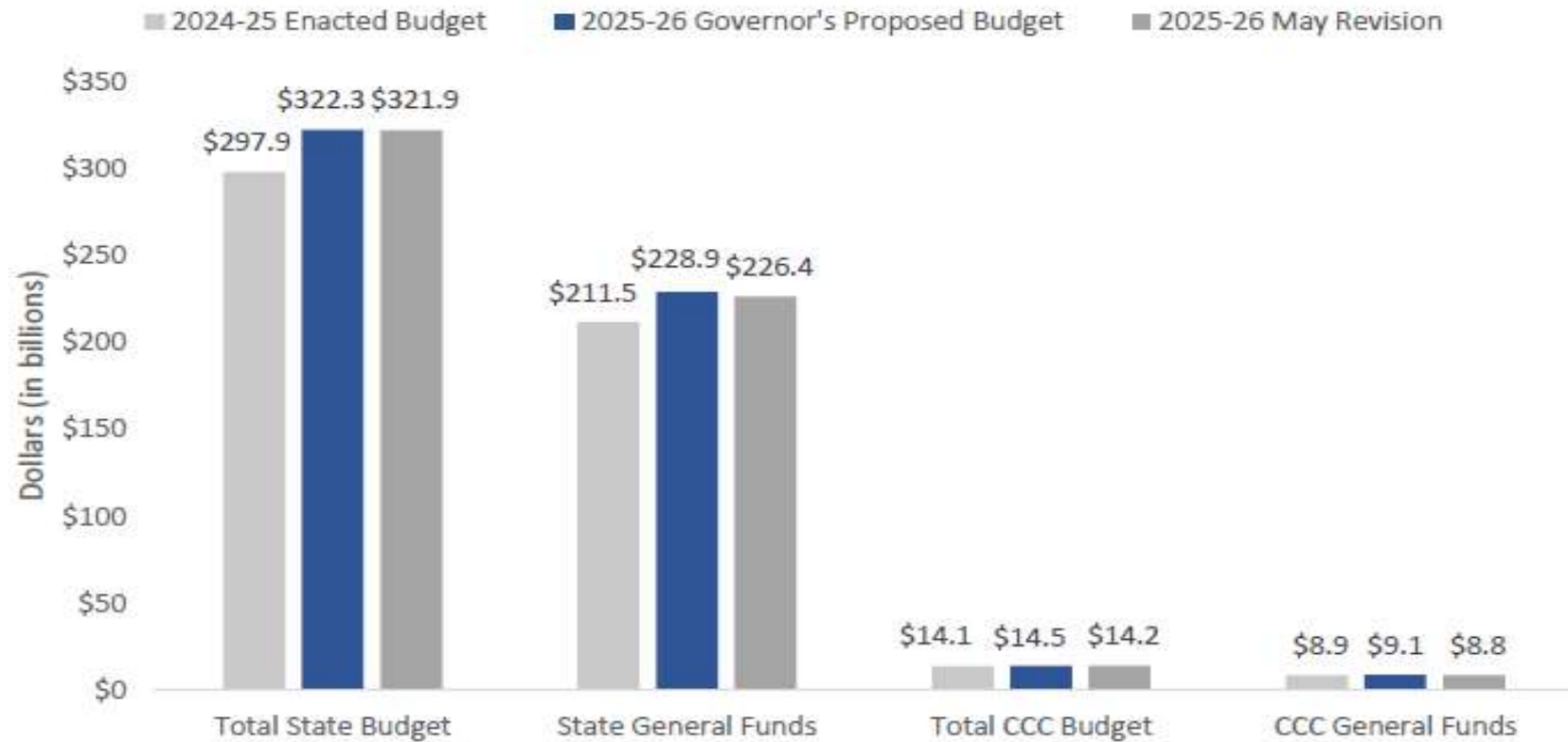


## Governor's Budget 2025-26 – May Revise

- The Governor's May revise, for 2025-26, indicates the overall state budget will be slightly lower than proposed in January, but still higher than the 2024-25 enacted budget, increasing by 8% to \$321.9 billion, with a projected budget deficit of about \$12 billion.
- General Fund spending is expected to increase by about \$15 billion (7%) to 226.4 billion.
- In comparison, overall funding remains essentially flat. The budget proposal for the California Community Colleges reflects a significant focus on maintaining stability and taking steps toward implementation of the Master Plan for Career Education.



# State & CCC Budgets & General Funds



## Proposition 98 & Apportionment

- A Cost-of-Living Adjustment (COLA) anticipated of 2.3% for Community Colleges in the base apportionments, including certain categorical programs (\*decrease from the proposed 2.43% in January).
- Growth is anticipated to be fully funded at 2.35% (\*increase from the proposed 0.5% in January).
- Reduced funding for:
  - Common Cloud Data Platform
  - E-Transcripts California
  - Credit for Prior Learning
  - Career Passport Development
- Proposes \$210.1 million to fully fund SCFF for 2024-25, with \$104.7 million of an ongoing base adjustment to fully fund the SCFF in 2025-26.
- \$59 million, from the Proposition 98 Rainy Day Fund will be used to support SCFF costs in 2025-26.



# Proposition 98 & Apportionment

- Provides \$311 million, one-time, towards 2024-25 deferral repayment.
- Defers \$531.6 million from the SCFF for 2025-26 to 2026-27 (for May and June 2026).
- The revised budget proposal makes a change to the Proposition 98 split. Recalibration of the Transitional Kindergarten expansion fund impacts Community College funding in the amount of \$492 million, of which \$230 million is ongoing.
- Despite the proposed changes to the Prop 98 split, Kern CCD will likely continue to see incremental increases in funding.



## Significant KCCD Categorical Programs

The proposed COLA of 2.3% is slightly lower than the 2.43% proposed in January, but larger than the 1.07% provided last year.

Adult Education Program	2.3% increase, COLA
Student equity and Achievement Program	No Change, 3 <sup>rd</sup> Year in a row
Strong Workforce	No Change, 3 <sup>rd</sup> Year in a row
Extended Opportunity Programs and Services (EOPS)	2.3% increase, COLA
Cooperative Agencies Resources for Education (CARE)	2.3% increase, COLA
Disables Student Programs and Services (DSPS)	2.3% increase, COLA
Apprenticeships	2.69% increase, COLA
CalWORKS Student Services	2.3% increase, COLA

# Capital Outlay

The Governor's proposal includes \$68.5 million in capital outlay funding from Proposition 51 and 2, less than proposed in the Governor's January proposal yet, considerably more than the \$29 million provided in the 2024-25 Budget Act. The funding is to support the construction phase for 1 project and the preliminary plans and working drawings of 29 additional projects, listed below for Kern Community College District:

Kern CCD, Bakersfield College

Proposition 2, New Project – Center for Student Success

- 2025-26 State Cost, \$1,934,000.00
- 2025-26 Total Cost, \$3,869,000.00

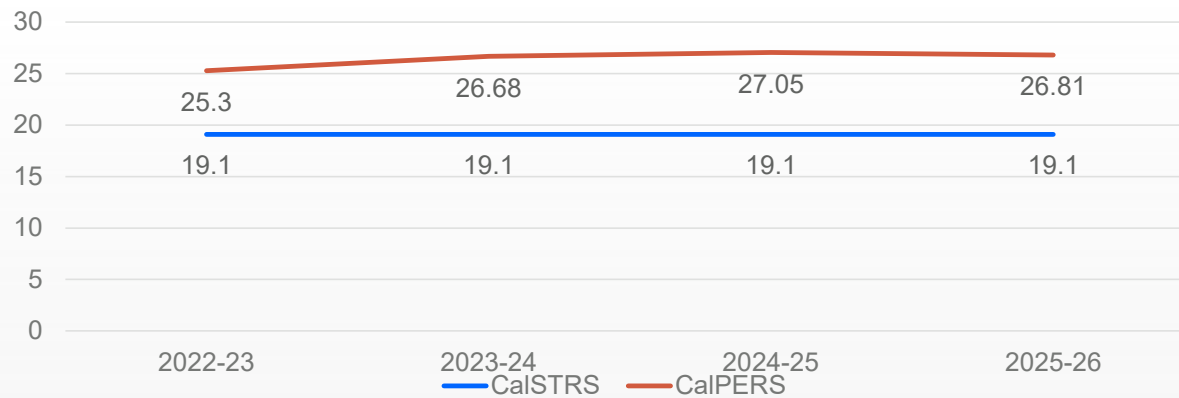


# CalSTRS & CalPERS

California State Teachers Retirement System (CalSTRS) and California Public employees' Retirement System (CalPERS) rates in 2025-26:

CalSTRS remains flat for the fourth year, while CalPERS decreases 0.24%.

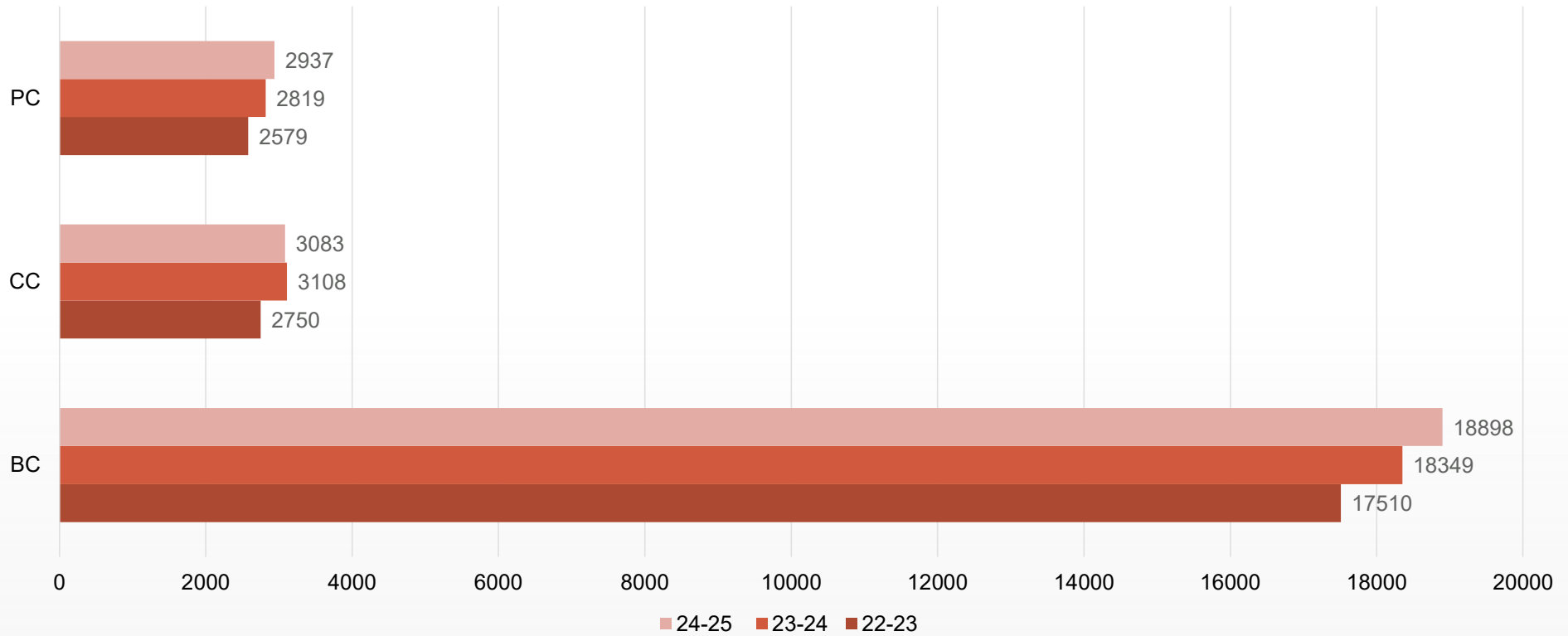
CATEGORY	2022-23	2023-24	2024-25	2025-26
CalPERS	25.3%	26.68%	27.05%	26.81%
CalSTRS	19.10%	19.10%	19.10%	19.10%





# Student Centered Funding Formula

2024-25 FTES with P1 Apportionment was used to Establish 2025-26 Adopted Allocation  
(\*resident, includes credit/non-credit, CDCP, Incarcerated & Special Admit)



## Kern Community College District Income to be Allocated - Unrestricted GU001

P2 - v2

Income Description	2024-25	2025-26					Variance
	PY Adopted Allocation	Bakersfield College	Cerro Coso Community College	Porterville College	District Office	District Wide Reserves	
SCFF	228,963,917	178,893,935	36,691,884	33,785,470			20,407,371
Stabilization - KCCD	-	-	-	-		-	-
Part-Time Faculty Support (Adjunct)	632,931	484,750	72,047	76,133			-
Full-Time Faculty Hiring	3,488,843	2,672,042	397,138	419,663			-
Lottery Revenue	4,433,342	3,728,870	570,228	590,938			456,695
Mandated Costs	845,814	657,416	97,710	103,252			12,564
Interest Income	4,500,000	4,579,117	694,543	726,340			1,500,000
Miscellaneous Income	207,000	133,558	20,258	21,185			(32,000)
<b>Total GU001 Income to be Allocated</b>	<b>243,071,847</b>	<b>191,149,688</b>	<b>38,543,808</b>	<b>35,722,981</b>		-	<b>22,344,630</b>
PY Allocated Income		174,269,222	36,100,754	33,739,256			
Increase (Decrease) from PY		16,880,466	2,443,054	1,983,725			
Increase (Decrease) from PY - %		9.7%	6.8%	5.9%			
District Office Budget (Chargebacks)	42,301,608	32,305,282	5,371,785	5,325,659	(51,554,724)	8,551,998	701,118
<b>CY Allocation - After Chargebacks</b>		<b>158,844,407</b>	<b>33,172,023</b>	<b>30,397,322</b>			<b>222,413,751</b>
PY Allocated - After Chargebacks		142,493,568	30,860,370	28,453,686			
Increase (Decrease) from PY		16,350,839	2,311,652	1,943,636			
Increase (Decrease) from PY - %		11.5%	7.5%	6.8%			

Potash and Forest Reserves have been removed from the allocation and booked directly to the the Colleges.

Additional transfers related to one-time funding are not included in the revenue allocation, but are a direct transfer from DW Reserves to the colleges.

These are included in the District Office Budget and District Wide Reserves:

- \* Early College positions (approved on 8/8/2024 BOT meeting) - through December 2025
- \* Porterville Faculty Position
- \* Porterville Fitness Center



# 2025-26 General Fund Budget Summary

Kern Community College District  
2025-26 General Fund Budget Summary  
Tentative Budget

Location: District Total

General Unrestricted (GU001 & CE)

Description	2024-25 Adopted Budget	2025-26 Tentative Budget	Change Inc./Dec.)	Pct. Change
Beginning Balance	145,268,690	148,819,905	3,551,215	2.44%
<b>Revenues</b>				
<i>Federal</i>	426,000	501,500	75,500	17.72%
<i>State</i>	172,497,587	185,532,591	13,035,004	7.56%
<i>Local</i>	83,711,097	92,501,734	8,790,637	10.50%
<i>Other Financing Sources</i>	2,074,350	1,786,977	(287,373)	-13.85%
<b>Total Revenue</b>	<b>258,709,034</b>	<b>280,322,802</b>	<b>21,613,768</b>	<b>8.35%</b>
<b>Expenditures</b>				
<i>Academic Salaries</i>	89,822,963	97,467,580	7,644,617	8.51%
<i>Classified &amp; Other Non-academic Salaries</i>	47,907,408	52,257,165	4,349,757	9.08%
<i>Employee Benefits</i>	67,019,705	73,207,833	6,188,128	9.23%
<i>Supplies &amp; Materials</i>	3,562,796	3,255,180	(307,616)	-8.63%
<i>Service/Utilities/Operating Exps.</i>	39,329,848	45,489,909	6,160,061	15.66%
<i>Capital Outlay</i>	12,249,963	14,594,948	2,344,985	19.14%
<i>Other Outgo</i>	6,099,646	6,124,963	25,317	0.42%
<i>Transfers Out</i>	10,399,345	10,272,348	(126,997)	-1.22%
<b>Total Expenditures and Other Outgo</b>	<b>276,391,674</b>	<b>302,669,926</b>	<b>26,278,252</b>	<b>9.51%</b>
Ending Balance (Reserves)	127,586,050	126,472,781	(1,113,269)	-0.87%
Projected Change in Fund Balance (Reserves)	(17,682,640)	(22,347,124)	(4,664,484)	26.38%



# 2025-26 General Fund – Unrestricted Fund Balances

Unrestricted Reserve Analysis (GU & CE)	Beg Balance	End Balance	Net Change
<b>GU001 Unrestricted</b>			
Bakersfield College	57,473,937	47,473,937	(10,000,000)
Cerro Coso Community College	15,682,386	11,917,562	(3,764,824)
Porterville College	9,766,547	9,736,244	(30,303)
District Wide	65,897,035	57,345,037	(8,551,998)
<b>Total GU001</b>	<b>148,819,905</b>	<b>126,472,780</b>	<b>(22,347,125)</b>
<b>Contract Education Unrestricted</b>			
Bakersfield College	-	-	-
Cerro Coso Community College	-	-	-
Porterville College	-	-	-
District Operations	-	-	-
<b>Total Contract Education</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Unrestricted Fund Balances</b>	<b>148,819,905</b>	<b>126,472,780</b>	<b>(22,347,125)</b>

<b>Projected Unrestricted Ending Fund Balance</b> <b>\$126.4M or 19.14%</b>	
Unallocated District Wide = \$57.3M	Colleges = \$69.1M



# Compliance Tests

## General Unrestricted Fund Salaries & Benefits

- Goal: Less than 80%
- Projected: 74.11%

## Unallocated District Wide Reserve (Excluding College Reserve)

- Goal: 20%
- Projected: 19.14%

## 50% Law Calculation

- Goal: 50%
- Projected: 50.45%

## Full Time Faculty Obligation (FON)

- Goal: 484.8
- Projected: 521



# Potential Threats

- Proposition 98 TK-14 split
- Federal Education Policies & reductions in programs
- Outstanding legal matters (part-time faculty)
- Economic spending and earnings could have future negative impact on State revenues and, therefore, the amounts available for community colleges.

