

Governor's FY 2026-27 Proposed Budget



**Board of Trustees Meeting
February 2, 2026**

Iris Ingram, Vice Chancellor, Business Services

Budget Highlights

- FY2026-27 budget increases by approx. 8.7% or nearly \$20M – (\$348.9B total budget vs. \$284.3B UGF)
- Proposes COLA increases of 2.41% to apportionments and certain categorical programs totaling \$240.6M
- Enrollment Growth funding of \$87.2M or 1.5% (covering two years)
 - Fiscal year 2025-26 at 1% or \$55.3M
 - Fiscal year 2026-27 at 0.5% or \$31.9M
- One-time funding of
 - \$120.7M for Deferred Maintenance
 - \$100M for Student Support Block Grant
 - \$36M for the Common Cloud Data Platform
 - \$35M for Credit for Prior Learning Initiative
- Capital Outlay funds from Prop 2 for 39 projects

The Good News Should be Tempered With...



The budget is balanced, but reflects ongoing fiscal uncertainty

Revenues and costs are running above projections

- Stock market performance leading to higher revenues due to AI
- Tariffs, federal cuts to programs and other inflationary pressures leading to higher costs



Ongoing structural deficits

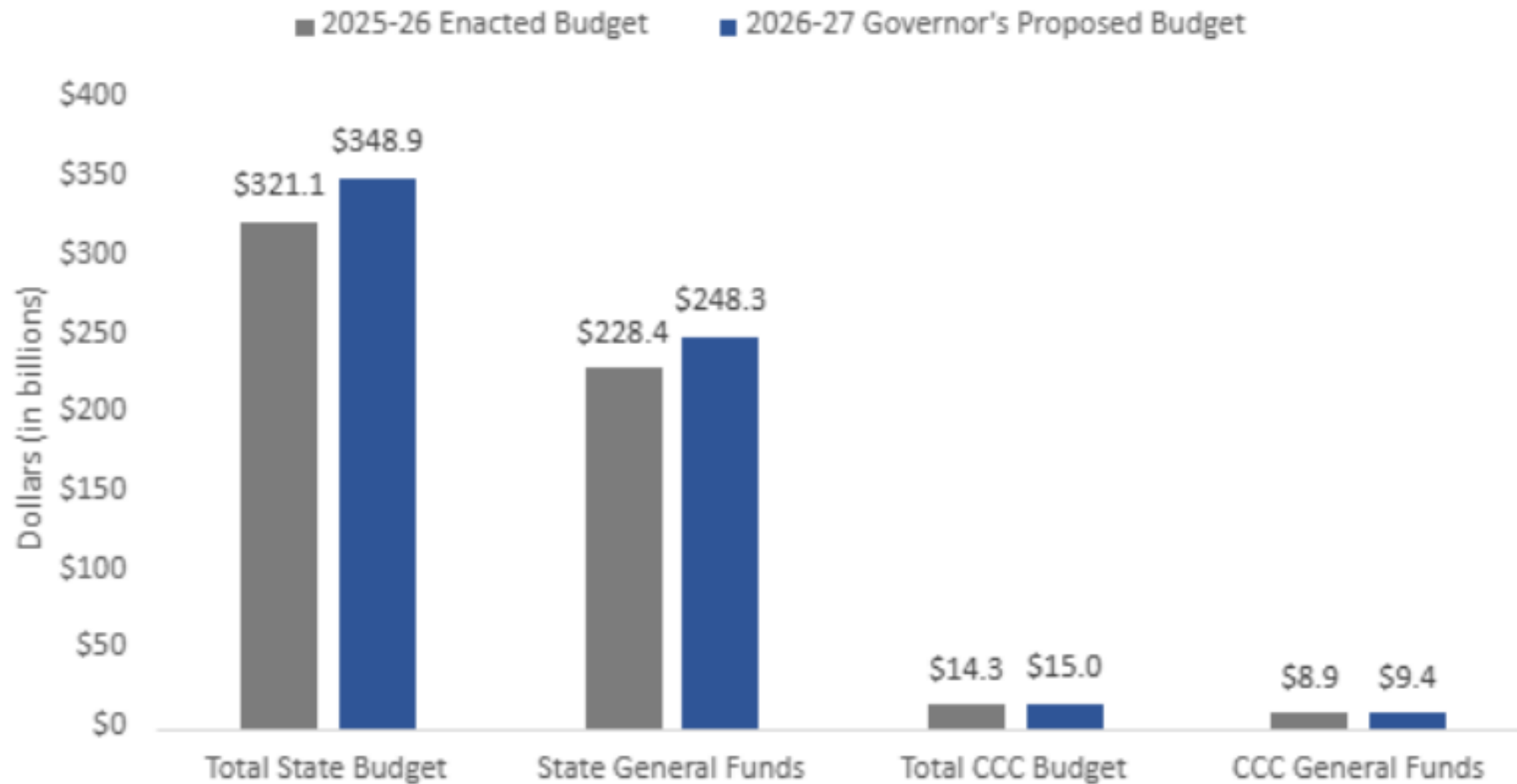


Revenue volatility



Budget Reserves are not growing

Figure 1: Proposed 2026-27 budget reflects increase of about \$27.8 billion from 2025-26 (dollars in billions).



Source - Joint Analysis: Governor's January Budget, January 9, 2026

Table 1: California Community Colleges Proposition 98 Funding by Source (In Millions)

Source	2024-25 Revised	2025-26 Revised	2026-27 Proposed	Change From 2025-26 (Amount)	Change From 2025-26 (Percent)
ALL PROPOSITION 98 PROGRAMS					
General Fund	\$91,197	\$87,473	\$89,877	\$2,404	2.7%
Local property tax	32,636	33,947	35,604	\$1,657	4.9%
Totals	\$123,833	\$121,420	\$125,481	\$4,061	3.3%
COMMUNITY COLLEGES ONLY*					
General Fund	\$9,794	\$8,441	\$9,326	\$885	10.5%
Local property tax	4,335	4,558	4,785	\$227	5.0%
Totals	\$14,129	\$12,999	\$14,111	\$1,112	8.6%

* CCC totals include resources that go to the K-12 system via the Adult Education, Apprenticeship, and K-12 Strong Workforce programs.

- Source - Joint Analysis: Governor’s January Budget, January 9, 2026

Table 3: Proposed 2026-27 Student Centered Funding Formula Rates (rounded)

Allocations	2025-26 Rates*	Estimated Proposed 2026-27 Rates*	Estimated Change from 2025-26 (Amount)	Estimated Change from 2025-26 (Percent)
Base Credit*	\$5,416.20	\$5,546.73	\$130.53	2.41%
Incarcerated Credit*	\$7,595.29	\$7,778.34	\$183.05	2.41%
Special Admit Credit*	\$7,595.29	\$7,778.34	\$183.05	2.41%
CDCP	\$7,595.29	\$7,778.34	\$183.05	2.41%
Noncredit	\$4,567.26	\$4,677.33	\$110.07	2.41%
Supplemental Point Value	\$1,280.76	\$1,311.62	\$30.87	2.41%
Student Success Main Point Value	\$755.21	\$773.41	\$18.20	2.41%
Student Success Equity Point Value	\$190.49	\$195.08	\$4.59	2.41%

*Ten districts receive higher credit FTES rates, as specified in statute.

Table 4: SCFF Rates for Colleges and Centers (rounded)

Basic Allocation	2025-26	Proposed 2026-27	Change from 2025-26 (Amount)	Change from 2025-26 (Percent)
Single College District				
Small College	\$6,658,143.47	\$6,818,604.73	\$160,461.26	2.41%
Medium College	\$8,877,528.70	\$9,091,477.14	\$213,948.44	2.41%
Large College	\$11,096,910.43	\$11,364,345.98	\$267,435.54	2.41%
Multi College District				
Small College	\$6,658,143.47	\$6,818,604.73	\$160,461.26	2.41%
Medium College	\$7,767,836.95	\$7,955,041.83	\$187,204.87	2.41%
Large College	\$8,877,528.70	\$9,091,477.14	\$213,948.44	2.41%
Designated Rural College	\$2,117,699.79	\$2,168,736.36	\$51,036.57	2.41%
State Approved Centers	\$2,219,381.74	\$2,272,868.84	\$53,487.10	2.41%
Grandparented Centers				
Small Center	\$277,424.68	\$284,110.62	\$6,685.93	2.41%
Small Medium Center	\$554,845.87	\$568,217.66	\$13,371.79	2.41%
Medium Center	\$1,109,690.00	\$1,136,433.53	\$26,743.53	2.41%
Medium Large Center	\$1,664,535.87	\$1,704,651.18	\$40,115.31	2.41%
Large Center	\$2,219,381.74	\$2,272,868.84	\$53,487.10	2.41%