• Legislative Hot Topics
• Bills of Interest
• Budget Update
• Proposition 13
CSAC released the 2018–19 Student Expenses and Resources Survey (SEARS) preliminary findings

64% of students cite cost and school-work balance as the major obstacles to success

$2K non-tuition costs per month

Limited or lacking financial aid

basic needs insecurity

Financial Aid—

• Access to higher education financial aid will be a significant issue for lawmakers to consider in 2020.
• We will likely see collaboration between Senate Bill (SB) 291 (Leyva, D-Chino), which would establish the California Community College Student Financial Aid Program, and Assembly Bill (AB) 1314 (Medina, D-Riverside), which would significantly reform and simplify the Cal Grant award system.
Faculty Obligation Number and 50% Law—

- Senator Rubio (D-Baldwin Park) shelved SB 777 last year, which would require community college districts below the 75% full-time faculty threshold to annually reduce the deficit between their existing full-time faculty percentage and the 75% goal by 5%.

- The hope is to work with the Chancellor’s Office and stakeholders as well as possibly adding language to revise the 50% law.

- Expect this issues to re-emerge in 2020.
Affordable Student Housing and Homelessness—

- The enacted 2019-20 Budget included $9 million in ongoing funding to assist the system’s homeless population through rapid rehousing.

- However, we would not be surprised to see Assemblymember Berman (D-Palo Alto) revisit the issue and use AB 302, a bill he shelved last year after it was amended by the Senate Appropriations Committee, as a vehicle for these conversations.

- Expect to see other Legislators introducing bills to identify ongoing finding sources for affordable student housing construction or other affordable housing ideas.
BILLS
OF INTEREST

January 21, 2020
As of today, few community college-specific bills have been introduced.

Any bill that was introduced in 2019 has until Friday, January 31, 2020, to make it out of the house of origin and into the second house.

Additionally, the Legislature has until Friday, February 21, 2020, to introduce new legislation for the 2020 year.

We expect more community college legislation in mid-February.
Permanent Funding for Minority Serving Institutions

- Makes permanent the $255 million in annual funding for Historically Black Colleges and Universities and Minority Servicing Institutions.

- More predictability in funding for the over 75 California community colleges who qualify for the program.

- Eliminates a small number of questions on the Free Application for Federal Student Aid (FAFSA).

- Permits the Internal Revenue Service to share tax information directly with the Department of Education for loan borrowers utilizing income-based repayment plans.
SPENDING DEAL

Fiscal Year 2020: Parties Reach Spending Deal

- Small increase in budget for Departments of Education and Labor.

- **New Program: Strengthening Community College Training Grants**
  - Community college job training initiatives.
  - $40 million for competitive grant programs.
  - Modeled after expired program that provided funding for training of workers displaced by trade.

- Increase of overall Pell Grant award of $150 to $6,345.

- $500 million of Pell Grant surplus redirected to other programs.
  - Does not impact current student awards, but could make funding for Pell Grants more difficult in future years.
BUDGET THEMES

• Affordability
• Diversity & Equity
• Student Needs
• Effective System of CCC Support
## Funding By Source

<table>
<thead>
<tr>
<th>Source</th>
<th>2018-19 Revised</th>
<th>2019-20 Revised</th>
<th>2020-21 Proposed</th>
<th>Change (Amount)</th>
<th>Change (Percent)</th>
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<tbody>
<tr>
<td>All Proposition 98 Programs</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>General Fund</td>
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<td>$56,405</td>
<td>$57,573</td>
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<td>Local Property Tax</td>
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<td>General Fund</td>
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<tr>
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</table>

Note: Prior to calculating the CCC share of Proposition 98 funding, funding for the Adult Education, Adults in Correctional Facilities, and K-12 Strong Workforce programs, and transfers to the PSSSA ($794 million, $1.337 billion, and $805 million in the prior, current, and budget years, respectively), are excluded from the total.
CCC APPORTIONMENTS

- No changes to Student Centered Funding Formula at this time

- Administration supports Formula Oversight Committee recommendation to include a metric reflecting first-generation college students within the formula in the future, after data for the new metric is available

- Chancellor’s Office will publish preliminary formula funding rates in mid-February
AFFORDABILITY

• Expands zero textbook cost (ZTC) pathways
  • $10 million for additional ZTC degrees within Guided Pathways
  • Builds on $5 million grant program provided in 2016

• Student financial aid
  • No major proposals, but administration indicates it will review forthcoming work group report on how state’s aid programs could better serve the needs of students, including addressing non-tuition costs of attendance
  • Provides $5 million to Student Aid Commission for a work group and outreach on reducing student loan debt
• Creates a statewide fellowship pilot program

• $15 million one-time to create and implement, on a pilot basis, a fellowship for current and recent graduate students

• The purpose of the fellowship program is to improve faculty diversity at community colleges through recruitment and mentorship
CCC STUDENT NEEDS

Expands work-based learning
- $27.8 million ongoing and $20.4 million one-time for apprenticeship hours, and $15 million ongoing to expand the California Apprenticeship Initiative
- $20 million one-time to expand access to work-based learning models and programs at community colleges

Assists undocumented students
- $5.8 million ongoing to fund Dreamer Resource Liaisons and associated support services at each CCC campus, per Assembly Bill 1645
- $10 million ongoing for legal services to immigrant students, faculty, and staff, to be administered through Department of Social Services

Dual Enrollment
- $11.4 million ongoing for food pantry programs at community colleges, and $5 million for instructional materials for dual enrollment students
Consolidates dispersed technical support appropriations into single program

- Currently, state funds several statewide activities through local assistance appropriations and set-asides in various categoricals

- Structure lacks efficiency, consistency, and alignment with Vision for Success

- Governor’s proposal creates a new program to provide coordinated support

- Program would absorb all or a portion of existing statewide program appropriations and set-asides

- Pending trailer bill language will require Board of Governors to adopt annual budget and expenditure reports
Set-asides for administrative and statewide activities
- Student Equity and Achievement Program
- Cooperating Agencies Foster Youth Educational Support
- CCC Strong Workforce Program

Statewide Programs
- Institutional Effectiveness Partnership Initiative
- Integrated Technology
- Transfer Education and Articulation
- Expand Delivery of Courses through Technology
- Statewide media campaigns (from Financial Aid Administration)

Transparency & Adaptability
- Pending trailer bill language will require Board of Governors to adopt annual budget and expenditure reports
- Ability to adapt to college and district needs
- Potential cost savings
- Efficiency and economies of scale
WHAT'S MISSING?

Budget Advocacy

- A more robust investment in deferred maintenance and instructional equipment
- Ongoing mental health resources from Prop 63
- Financial aid reform to better serve community college students
- Pension costs buy-down
BALLOT

INITIATIVES

January 21, 2020
Proposition 13
March 3rd Ballot

2020 State School Bond
Californians for Safe Schools and Healthy Learning

For more information, please visit: https://safeschoolsandhealthylearning.com/
About Proposition 13
• Assembly Bill 48 (O’Donnell), the Public Preschool, K-12 & College Health & Safety Bond Act of 2020, places a $15 billion state school facilities bond on the ballot for the March 3, 2020 Statewide Primary Election.
• In addition to K-12 ($9 billion) and Community Colleges ($2 billion), the bill includes California State Universities ($2 billion) and University of California ($2 billion).

What Can Districts Do?
• Please pass a school board resolution on the need to continue to provide state matching funds for your school district.

Proposition 13 Toolkit
• Talking Points
• Sample Resolution
• Powerpoint Presentation
• Legal Opinion on District Parameters for Ballot Initiative
THANK YOU!

Lizette Navarette
Vice President
lizette@ccleague.org

Ryan McElhinney
Legislative Advocate
ryan@ccleague.org

Rina Kasim
Member Resources Associate
rina@ccleague.org