

New Funding Formula Simulation Assumptions - 2018-19 and 2019-20

July 12, 2018

As requested, we are enclosing the preliminary funding formula simulations for the fiscal years 2018-19 and 2019-20. The following are the assumptions made:

Fiscal Year 2018-19:

- 1) Growth at 1%
- 2) We were able to validate some of the 2016-17 Actuals data metrics for the Supplemental portion and Success portion. We noticed that the Department of Finance was using mostly duplicated counts; therefore, the simulations are prepared based on duplicated counts. Based on this, we were able to determine what the 2017-18 data (that is still in process) would be in some cases. When the 2017-18 was absent, we used the DOF 2016-17 actual numbers.
- 3) The major discrepancy is in the BOG waiver counts. We were not able to validate the DOF counts as the May Revised was only counting students over 25 years old—just 7,997. Mt. SAC current BOG Fee Waiver count is 25,841. This makes a big difference in what we could receive. It is a \$16.4 million difference (\$185,445,789 versus \$168,047,153).

Fiscal Year 2019-20:

- 1) Most of the data used is similar to the 2018-19 simulation, except for the updates to the rates as per the trailer bill, estimations of what would be the basic allocation, and no inclusion of any growth.
- 2) This simulation was done assuming duplicated counts of 25,841 for BOG Fee Waiver recipients.

Needless to say, we really need to work on the data metrics and ensure all of our teams have the same counts. Some of the counts received were different, so I had to make the best guess at this point. We also need to wait for the upcoming Chancellor's Office simulation to validate our calculations.



Rosa M. Royce