

## SSC Community College Financial Projection Dartboard 2019-20 Governor's Proposed State Budget

This version of SSC's Financial Projection Dartboard is based on the 2019-20 State Budget proposal. We have updated the cost-of-living adjustment (COLA), consumer price index (CPI), and ten-year T-bill planning factors to reflect the latest economic forecasts. We rely on various state agencies and outside sources in developing these factors, but we assume responsibility for them with the understanding that they are, at best, general guidelines.

Factor		2018-19	2019-20	2020-21	2021-22	2022-23
Statutory COLA for Apportionments		2.71%	3.46%	2.86%	2.92%	2.90%
Base Apportionment Increase		\$269.7 million	\$248.3 million <sup>1</sup>	TBD	TBD	TBD
Growth Funding		1% (\$60 million)	0.55% (\$26 million)	TBD	TBD	TBD
State Categorical Programs	COLA	2.71% <sup>2</sup>	3.46% <sup>2</sup>	2.86% <sup>2</sup>	2.92% <sup>2</sup>	2.90% <sup>2</sup>
	Funding	\$361.6 million	\$50 million <sup>3</sup>	Ongoing unless otherwise stated	Ongoing unless otherwise stated	Ongoing unless otherwise stated
California CPI		3.58%	3.18%	3.05%	2.92%	3.15%
Interest: Ten-Year Treasuries		2.87%	3.19%	3.19%	3.20%	3.30%
California Lottery <sup>4</sup>	Unrestricted per ADA	\$151	\$151	\$151	\$151	\$151
	Restricted per ADA	\$53	\$53	\$53	\$53	\$53
Mandate Block Grant (per FTES)		\$29.21	\$30.22	\$31.08	\$31.99	\$32.92
CalPERS Employer Rate		18.062%	20.70%	23.40%	24.50%	25.00%
CalSTRS Employer Rate <sup>5</sup>		16.28%	17.10%	18.10%	18.10%	17.60%

<sup>1</sup> Applied to base allocations and rates within the Student Success Funding Formula.

<sup>2</sup> COLA for Adult Education Block Grant, Disabled Student Programs and Services, Extended Opportunity Programs and Services, special services for California Work Opportunity and Responsibility to Kids, Child Care Tax Bailout programs, and the Mandate Block Grant.

<sup>3</sup> The 2019-20 State Budget proposal includes additional programmatic funding sources, the most significant of which are identified below:

- \$40 million for the California Promise Grant Program (elimination of enrollment fees for the second year for students meeting certain criteria)
- \$10 million (ongoing) for legal services for undocumented persons

<sup>4</sup> The forecast for Lottery funding per full-time equivalent student (FTES) includes both base (unrestricted) funding and the amount restricted by Proposition 20 for instructional materials. Lottery funding is initially based on prior-year actual annual FTES, and is ultimately based on current-year annual FTES.

<sup>5</sup> Rates for 2019-20 and beyond are subsidized by Governor Newsom's State Budget Proposal.