

## SSC Community College Financial Projection Dartboard 2019-20 Governor's May Revision

This version of School Services of California, Inc., (SSC) Financial Projection Dartboard is based on the 2019-20 Governor's May Revision 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%	3.26%	3.00%	2.80%	3.16%
Growth Funding		1% (\$60 million)	0.55% (\$26 million)	TBD	TBD	TBD
State Categorical Programs	COLA	2.71% <sup>1</sup>	3.26% <sup>1</sup>	3.00% <sup>1</sup>	2.80% <sup>1</sup>	3.16% <sup>1</sup>
	Funding	\$361.6 million	\$94.8 million <sup>2</sup>	Ongoing unless otherwise stated	Ongoing unless otherwise stated	Ongoing unless otherwise stated
California CPI		3.64%	3.38%	3.16%	3.05%	3.13%
Interest: Ten-Year Treasuries		2.70%	2.85%	2.70%	2.80%	2.90%
California Lottery <sup>3</sup>	Unrestricted per FTES	\$151	\$151	\$151	\$151	\$151
	Restricted per FTES	\$53	\$53	\$53	\$53	\$53
Mandate Block Grant (per FTES)		\$29.21	\$30.16	\$31.07	\$31.94	\$32.83
CalPERS Employer Rate		18.062%	20.733%	23.60%	24.90%	25.70%
CalSTRS Employer Rate <sup>4</sup>		16.28%	16.70%	18.10%	17.80%	17.80%

<sup>1</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>2</sup> The 2019-20 May Revision proposal includes additional programmatic funding sources, the most significant of which are identified below:

- \$45.2 million for the California Promise Grant Program (elimination of enrollment fees for the second year for students meeting certain criteria)
- \$39.6 million (one-time) for deferred maintenance, instructional equipment, and specified water conservation projects
- \$10 million (ongoing) for legal services for undocumented persons

<sup>3</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. Rates are anticipated to increase once the Lottery Commission releases its revenue estimate in late May 2019.

<sup>4</sup> Rates for 2019-20 and beyond are subsidized by Governor Newsom's May Revision Proposal.