



GOVERNMENT RELATIONS UPDATE

End of Session Update | October 2019



COMMUNITY COLLEGE LEAGUE OF CALIFORNIA



2019 Budget Act

Budget Implementation

- The 2019 Budget Act included \$9.4 billion in Proposition 98 funding, an increase of 2.9% over the 2018-19 Budget Act level.
- The budget increases bring Proposition 98 funding per FTE student up to \$8,351.
- The budget included a total of \$405 million in new Proposition 98 spending for community colleges (\$360 million ongoing, and \$45 million one-time). This new spending is from a combination of 2019-20 Proposition 98, settle-up, and reappropriated funds.



SCFF Update

- The 2019 Budget Act tasked the Chancellor's Office with setting formula rates.
- The Chancellor's Office will recalculate rates in the Base grant, Supplemental grant, and Student Success allocations.
- The Chancellor's Office expects to finalize SCFF rates for 2019-20 by the First Principal Apportionment in February.

Key deadlines for districts to note, include:

- November 30, 2019 – Deadline to update 2018-19 MIS data and submit it to the CCCCCO
- January 14, 2020 – Apportionments for 2018-19 will be finalized.



State SCFF Oversight Committee

Update on State SCFF Oversight Committee

- During its September 4th meeting, the state SCFF Oversight Committee voted to include first-generation status in the new community college funding formula.
- The recommendation is to define *first-generation* as a “students for whom neither parent has a bachelor’s degree.” This definition is different from the definition in use by the Chancellor’s Office.



State SCFF Oversight Committee

- The recommendation will need to be presented to the Legislature for consideration.
- All data on first-generation is self-reported.
- Currently, data on first-generation status are not consistently collected across all 115 campuses. The current method to identify first-generation students is to ask on the application form, CCC Apply, for the highest level of schooling completed by an applicant's parents.



Ballot Initiatives

Full and Fair Funding \$15 Billion Education Ballot Measure

- On October 14, 2019, a coalition, led by California School Boards Association (CSBA) and the Association of California School Administrators (ACSA), and the Community College League of California (League), introduced an initiative that will establish California as a leader in education by investing in our K-12 schools and community colleges.
- If qualified and approved by voters, the measure will generate \$15 billion annually to support learning in the state's K-12 public schools and community colleges and raise California from 38th nationally in school funding to the national average.



Ballot Initiatives

Full and Fair Funding could reverse decades of underinvestment:

- Raising \$15 billion annually for K-12 and community colleges
- Guaranteeing that the revenue goes to school and can't be diverted by the Legislature
- Implementing fiscal accountability and transparency provisions

The revenue to fund the measure will be generated by:

- Increasing taxes on corporate income over \$1 million by up to 5%
- Increasing income taxes on taxable income over \$1 million by up to 2% and by up to 3% on taxable income over \$2 million

Pending title and summary before signature gathering begins.



Ballot Initiatives

Split Roll Ballot Measure

- The proposal would amend the 1978 Proposition 13 to require more frequent property tax value assessments for certain commercial and industrial properties in order to bring the values for these properties up to current market rates.
- The additional property tax revenues generated by this proposal would be distributed to local governments and K-14 education.

This measure is approved for signature gathering.