Presenter
McCallum Group, Inc.
Mark MacDonald
How We Work

- **Monday Conference Call:** Day-to-day workings of the capitol policy development. Input on bills for administration, Chancellor’s Office and legislative committees.

- **Thursday Conference Call:** Chancellors participate, and high-level budget and policy issues are discussed.

We provide direct information on issues facing community colleges and get feedback from your “on the ground experts” to assist us in the capitol.
2020-21 Budget

Gavin Newsom

McCallum Group, Inc.
Proposition 98

2020-21 funding for California K-12 schools and community colleges

Funding for Proposition 98, determining how much state revenue goes to K-12 schools and community colleges, projected to drop substantially in 2020-21. To raise funding to 2019-20 levels, Gov. Gavin Newsom and the Legislature projected to let schools and community colleges spend $11 billion more than what is budgeted but defer payment (deferrals) for a year. K-12 schools will also get federal funding to cope with the pandemic.

Source: State budget, as outlined in Senate Bill 121 and Assembly Bill 77
Chart by Yuxuan Xie
California Community Colleges

- Defers approximately $1.5 billion to 2021-22
- Deferral relief for districts that cannot meet obligations – up to $30 million total each month
- Up to $791 million rescinded if stimulus package approved by October 15, 2020 – if not, changes can be made in the 2021-22 budget act
Budget Initiatives

- COVID-19 Relief Funds - $120 Million Block Grant
  - Allocated Based on FTES

- $11 Million in Funding for Undocumented Students
  - Allocated Based on Number of AB 540 Students

- $10 million in Legal Services for Undocumented Students

- 2-year Extension of Hold Harmless
Reduction in Pension Costs

- **CalPERS**
  - 22.67% to 20.7% in 2020-21
  - 24.6% to 22.84% in 2021-22

- **CalSTRS**
  - 18.41% to 16.15% in 2020-21
  - 17.9% to 16.02% in 2021-22
- Reduce ongoing by $5 million
- Reduces one-time funds by $40 million
2020 Legislation - Review
AB 1460 – Ethnic Studies
AB 2288 – Allied Health

Medical Team

set 2
AB 2884 – Lottery Funds

Housing and Food Insecurity

Exploring the Relationship

McCallum Group, Inc.
AB 3137 – College Promise
SB 820 – Education Trailer Bill

- Lottery Funds for Electronics – Purchase of laptops, hotspots and other items
- Lieutenant Governor as Voting Member of the Board of Governors
Ballot Measures
### Ballot Measures (Cont.)

<table>
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<th>Measure</th>
<th>Description</th>
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<td>Proposition 15</td>
<td>Split-Roll Property tax</td>
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<td>Proposition 16</td>
<td>Ending Ban on Affirmative Action</td>
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**Revenue Gains by County, 2019**

- Assuming average annual market growth rate of 8% (midpoint estimate)

**Revenue Gains Per Capita by County, 2019**

- Assuming average annual market growth rate of 8% (midpoint estimate)
Proposition 15 – Split Roll

Estimated $11.9 Million to PCCD

Slightly Up in Most Recent Polls – PPIC & Binder Research
Proposition 16 – Affirmative Action

In most recent polls the measure is slightly behind
2021 Issues
2021 BOG Budget/Legislative Request

- $150 million ongoing for cost adjustments and current obligations
  - Includes request for automatic property tax backfill
- $77 million Faculty and Staff Diversity Task Force
  - $20 million for district EEO implementation
  - $15 million for statewide fellowship program
  - $40 million for full-time faculty hiring
  - $600,000 for taskforce focused on successful implementation of AB 1460 (Weber) – CSU Ethnic Studies requirement
- $5 million part-time faculty support
- $50 million for Student Emergency Supports and Response Block Grant
- $4 million CCC Library System
2021 BOG Budget/Legislative Request

- Expansion of Proposition 63 Mental Health Services (non-Proposition 98 funds)
- $3.5 million for Umoja program
- Funding for implementation of CCC Transfer Guarantee to HBCU program
- Protect categorical programs from cuts
- Cal Grant reform
- BOG Capital Outlay Program
  - Including accelerated College of Alameda Aviation Complex
CCC Baccalaureate Degree
Funding Formula Reform
Transfer Reform

California Community College

Associate Degree for Transfer

California State University
BASICS OF NONCREDIT

Cheryl Aschenbach, ASCCC North Representative
Craig Rutan, ASCCC Area D Representative
Chantee Guiney, Specialist, Chancellor’s Office

2018 Career & Noncredit Education Institute
Westin South Coast Plaza, Costa Mesa