

# 2022-23 State Budget Proposal

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## California Community Colleges—SCFF

- Governor’s Budget proposes \$409.4 million to fund the estimated 5.33% cost-of-living adjustment (COLA) for apportionments, which is applied to the rates within the Student Centered Funding Formula (SCFF)
- Proposes to provide \$24.9 million to fund student enrollment growth of 0.5%
- To address the expiration of the SCFF hold harmless, Governor Gavin Newsom proposes creating a funding floor for community college districts that allows transition to the core formula over time
  - Effectively allows funding rates to continue to increase by the statutory COLA but removes its application to the hold harmless provision commencing with 2025-26 and permanently extends the revised hold harmless provision
- Supports the recommendation made by the SCFF Oversight Committee to integrate an unduplicated first-generation student metric within the SCFF’s supplemental allocation once a reliable and stable data source is available
- No other structural changes proposed at this time, including a base augmentation to address technology or other core needs

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## Non-SCFF Spending

- **Most spending for the CCCs comes outside the SCFF, benefiting community-supported districts**
  - **Student Supports**
    - \$150 million one-time for student retention rates and enrollment
    - \$130 million one-time to support healthcare-focused vocational pathways for English language learners through the Adult Education Program
    - \$105 million for the common course numbering system (Assembly Bill [AB] 1111)
    - \$100 million ongoing for students newly eligible for the Student Success Completion Grant due to expanded Cal Grant B and Cal Grant C eligibility for CCC students
    - \$65 million one-time for transfer reform (AB 928)
    - \$30 million to support community colleges and vocational training programs to train, develop, and certify forestry professionals
    - \$20 million one-time to support emergency student financial assistance grants to eligible AB 540 students

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## Non-SCFF Spending

- **Student Supports (continued)**
  - \$20 million one-time for a grant program that incentivizes public-private partnerships that prepare students in grades 9-14 for the high-skill fields of education and early education; science, technology, engineering and mathematics (STEM); and healthcare
  - \$10 million ongoing to augment resources provided to CCC financial aid offices
  - \$10 million ongoing to expand availability of foster youth support services offered by the NextUp program from 20 districts to 30 districts
  - \$10 million for California Youth Leadership Corps, a new statewide partnership
  - \$5 million onetime to support the CCC Teacher Credentialing Partnership Program
  - 5.33% COLA on Adult Education, Extended Opportunity Programs and Services (EOPS), Disabled Students Programs and Services, Apprenticeship, CalWORKs Student Services, Mandates Block Grant and Reimbursements, and the Childcare Tax Bailout

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## Non-SCFF Spending

- **Employment Supports**
  - \$200 million ongoing to augment the Part-Time Faculty Health Insurance Program
  - \$10 million ongoing to support the sustainable implementation of Equal Employment Opportunity Program best practices to diversify CCC faculty, staff, and administrators
- **Infrastructure**
  - \$750 million for the second year of the Higher Education Student Housing Grant Program
  - \$387.6 million one-time to support deferred maintenance and energy efficiency projects
  - \$373 million onetime in general obligation bond funding for the construction phase of 17 projects anticipated to complete design by spring 2023
  - \$100 million (of which \$75 million is one-time and \$25 million is ongoing) to address modernization of technology infrastructure, including sensitive data protection efforts at the community colleges
  - \$25 million one-time procurement and implementation of software that maps intersegmental curricular pathways

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## Next Steps

- The first hearings of the 2022-23 State Budget will take place on January 19, when the full Senate Budget and Fiscal Review Committee kicks off the legislative review process
  - The Assembly does the same one week later, on January 26
- Subcommittee hearings have not been scheduled yet
  - In normal years, they begin to meet after trailer bill language is released by the Administration
    - The Administration aims to provide that language on the normal timeline, by the beginning of February
- The 2022-23 State Budget appears to hold many funding opportunities for community-supported districts and few, if any, threats
  - As always, we will monitor conversations for any changes that could negatively

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