

COMMUNITY COLLEGE PACKAGE

Pages 38 through 42 of the Education Agenda are addressed in this package which:

- Rescinds the enrollment growth budgeted in the 2009-10 February budget Act (*-\$185.3 million, Page, Education 38*).
- Partially backfills the anticipated property tax shortfall in the community colleges for 2009-10 (*\$58.3 million, Page, Education 38*).
- Defers an additional \$115 million in apportionments from June 2009 to July 2009 (*-\$115 million, Page, Education 39*).
- Makes an unallocated apportionment reduction of \$120 million (*-\$120 million, Page, Education 40*).
- Increases student fees by \$6 per unit, for a total fee level of \$26 per unit (*-\$80 million, Page, Education 42*).
- Assumes additional funding of \$130 million will be available from the Education Federal Stimulus Program (*\$130 million*).
- Reduced funding for Categorical programs by \$333 million, \$140 million of which is offset by revenues anticipated from student fee increases and federal stimulus funds (*-\$333 million, Page, Education 41*).
- Provides Categorical Program "flexibility" by allowing funding from selected programs to be moved to better meet the needs of the districts (*Page, Education 41*).
- Reduces community college spending in the Current Year by \$85 million (*-\$85 million, Page, Education 121*).

HIGHER EDUCATION LANGUAGE: ATTACHMENT D

Page, Education – 40

Issue 123

Item 6870-101-0001: California Community Colleges

Add provision XX

Notwithstanding any other provision of law, the Chancellor may reduce community college district base workload measures to match available funding under Schedule (1) of item 6870-101-0001 of the Budget Act of 2009, which reflects a base reduction of \$120,000,000, and local revenues designated to support community college district general apportionments. It is the intent of the Legislature that community college districts, to the greatest extent possible, shall implement any necessary workload reductions in areas other than basic skills, workforce training, and transfer. On or before March 1, 2010, the Chancellor of the California Community Colleges shall provide the Legislature and Department of Finance with a report on the implementation of this provision.

Page, Education - 42

New Issue

Item 6870-101-0001: California Community Colleges

Amend Education Code Section 76300, as follows:

76300. Student fees; amount; adjustments; computation of apportionments; exemptions; waivers.

(a) The governing board of each community college district shall charge each student a fee pursuant to this section.

(b)(1) The fee prescribed by this section shall be twenty six dollars (~~\$20~~) (\$26) per unit per semester, effective with the ~~spring~~ fall term of the ~~2006-07~~ 2009-10 academic year.

HIGHER EDUCATION LANGUAGE: ATTACHMENT E

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Issue 122

Item 6870-101-0001: California Community Colleges

Community Colleges Categorical Flexibility

SEC. XX. Section 84043 is **added** to the Education Code to read:

84043. (a) (1) Unless otherwise prohibited under federal law ~~or otherwise specified in subdivision (e)~~, for the 2009-10 fiscal year to the 2012-13 fiscal year, inclusive, community college districts may use funding received, pursuant to subdivision (b), from any of ~~these the~~ programs listed in paragraph (2) that are contained in the annual Budget Act, ~~for any educational purpose~~ *any of the programs contained in Schedule (2) and Schedules (4) through (23) inclusive, of Item 6870-101-0001, as delineated in the Budget Act of 2009.*

(2) 10.10.020-Apprenticeship; 20.10.070-Matriculation; 20.20.020-Academic Senate for the Community Colleges; 20.20.041-Equal Employment Opportunity; 20.20.050-Part-time Faculty Health Insurance; 20.20.051-Part-time Faculty Compensation; 20.20.055-Part-time Faculty Office Hours; 20.30.050-Economic Development; 20.30.070-Transfer Education and Articulation; 20.40.026-Physical Plant and Instructional Support; 20.70.010-Career Technical Education; 20.80.010-Campus Childcare Tax Bailout.

(b) For the 2009-10 fiscal year to the 2012-13 fiscal year, inclusive, the Chancellor shall apportion from the amounts provided in the annual Budget Act for the programs enumerated in paragraph (2) of subdivision (a), an amount to a community college district, based on the same relative proportion that the district received in the 2008-09 fiscal year for the programs enumerated in paragraph (2) of subdivision (a). The amounts allocated shall be adjusted for any greater or lesser amount appropriated for the items enumerated in paragraph (2) of subdivision (a)

(c) (1) This section does not obligate the state to refund or repay reductions made pursuant to this section. A decision by a district to reduce funding pursuant to this section for a state-mandated local program shall constitute a waiver of the subvention of funds that the district is otherwise entitled to pursuant to Section 6 of Article XIII B of the California Constitution on the amount so reduced.

(2) As a condition of receipt of funds the governing board of the district, at a regularly scheduled open public hearing, shall take testimony from the public, discuss, and approve or disapprove the proposed use of funding.

(3) Using the existing standard reporting process of the Chancellor, a district shall, as a condition of the receipt of funds, continue to report the expenditures pursuant to this section by using the appropriate codes to indicate the activities for which these funds were expended. The Chancellor shall collect and provide this information to the Department of Finance and to the appropriate policy and budget committees of the Legislature annually by April 15 of each year beginning in 2010 through 2014.

(d) For the 2009-10 fiscal year to the 2012-13 fiscal year, inclusive, districts that use the flexibility provision of this section shall be deemed to be in compliance with the program and funding requirements contained in statutory, regulatory, and provisional language, associated with the programs enumerated in subdivision (a).

2008-09 COMMUNITY COLLEGES FUNDING PACKAGE: APPORTIONMENTS

| ITEM | 2008-09 FEBRUARY ENACTED BUDGET | GOVERNOR'S MAY REVISE TO 2008-09 BUDGET ACT | Page/ Issue Number | ACTION |
|---|---------------------------------------|---|-----------------------|---|
| <u>General Apportionment</u> | | | | |
| Base Apportionment (incl. GF) | | | | |
| Deferral (reduces CCC Prop 98 funding) | | | p. 39, Issue 119 | Per Community Colleges Package, Approve May Revision. |
| Property Tax Shortfall | | | Vote Only List | Approved on June 5 |
| Growth for Apportionment | | (115,000,000) | | |
| General Fund P-98 Savings (from 08-09 Enacted) | | | | |
| 2008-09 Programmatic Reduction | | (115,000,000) | | |
| | 2,944,217,000 | | | |
| | | (152,300,000) | | |

**BUDGET CONFERENCE COMMITTEE
EDUCATION OPEN ITEMS LIST**

| | | | | | |
|-----------|----------------------|--|--------------------------|---------------------------|--|
| | | | | | |
| | 6870-101-0001 | California Community Colleges | | | |
| 38 | 124 | Delete Enrollment Growth Funding | 175,213,000 | -175,213,000 | Per Community College Package, Approve May Revision. |
| 38 | 126 | Eliminate Categorical Growth | | -10,173,000 | Per Community College Package, Approve May Revision. |
| 38 | 125 | Redirect Partial Growth Funding to Base Apportionments | | 58,313,000 | Per Community College Package, Approve May Revision. |
| 39 | 119 | Defer \$115 million in Apportionment Payments from 2008-09 to fiscal year 2009-10. | 2,919,262,000 | -115,000,000 | Per Community College Package, Approve May Revision. |
| 40 | 123 | Reduce Funding Rate for Physical Education (PE) & Recreational Courses | 2,919,262,000 | -120,000,000 | Approve Unallocated Reduction to Apportionments and Budget Bill Language that allows the Chancellor's Office to reduce internal enrollment caps and other workload measures to accommodate this reduction. (Attachment D) |
| 41 | 122, 121 | Categorical Program Reductions | 716,120,000 (2009-10) | -333,140,000 (2009-10) | Approve CCC Categorical Program Package with Trailer Bill Language that provides flexibility within 12 out of 21 programs. (Attachment E) |
| 41 | | | 705,013,000 (2008-09) | -85,000,000 (2008-09) | Approve Unallocated Reduction in amount of \$85 million with necessary Trailer Bill Language. (Attachment X) |
| 42 | | Community College Fees | | | Approve a \$6/unit fee increase from \$20 to \$26/unit. Approve Trailer Bill Language (Attachment D) |