

State Update

ACBO

May 21, 2014



State Update

- League
- Politics
- Budget
- Equity

League

- Organization Update
- Retiree Health Benefits JPA
- Credit Card Purchasing

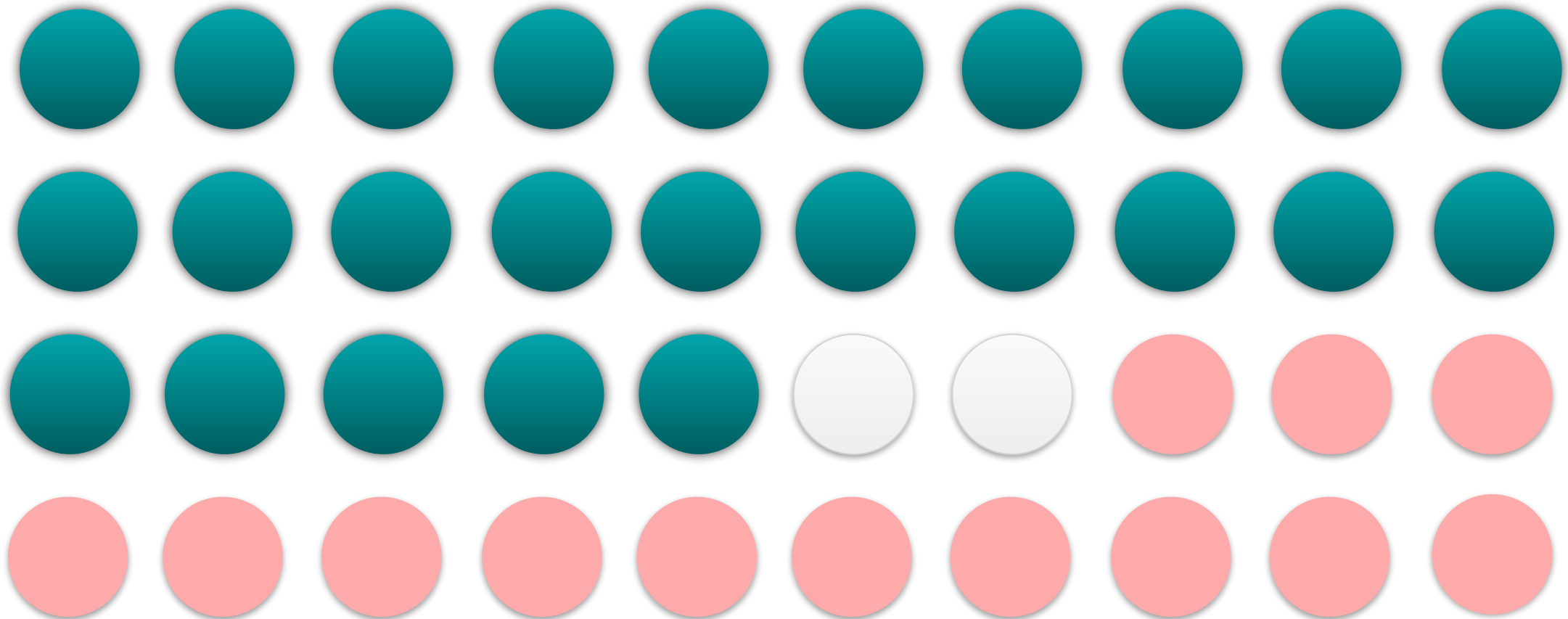
California's two
political states.



The Legislature

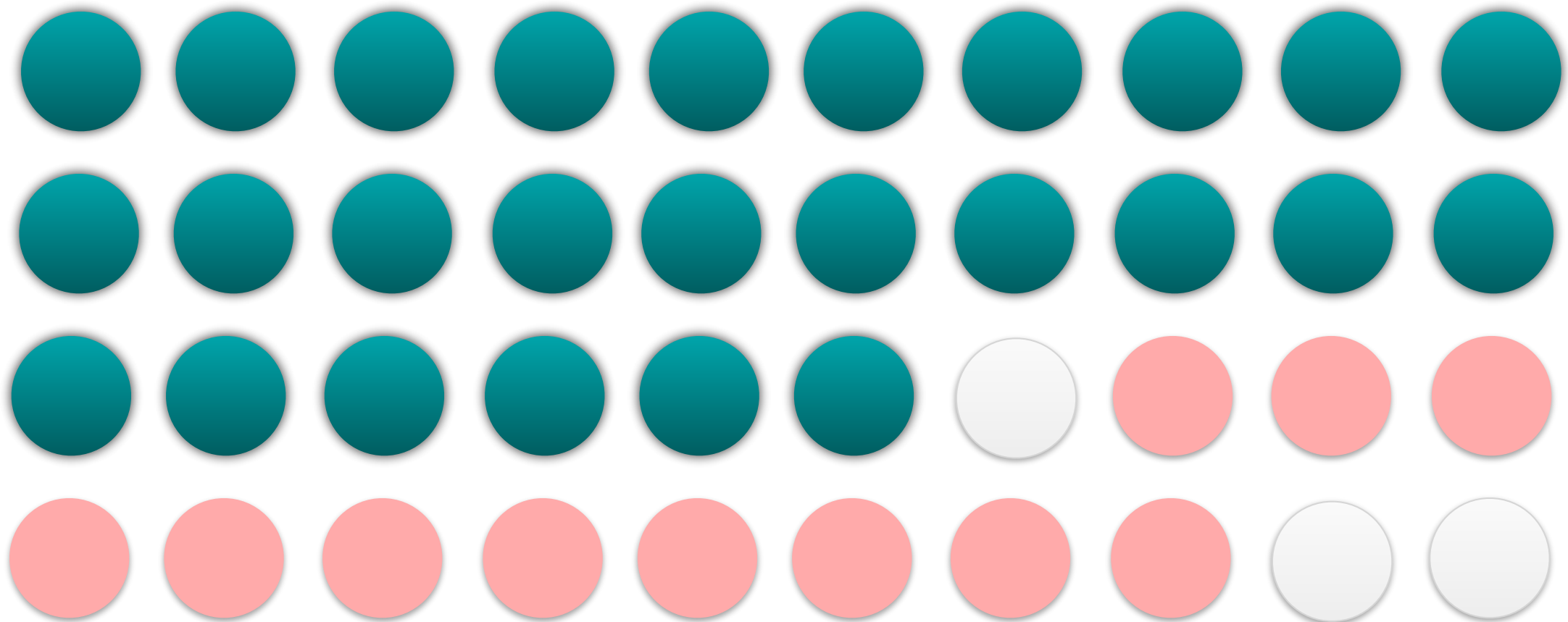
- California has a bicameral legislature.
- Two-year sessions. Second year of 2013-14 session.
- State Senate: 40 members, elected to four-year terms.
 - Odd-numbered districts in presidential years.
 - Even-numbered districts in “off” years.
- State Assembly: 80 members, elected to two-year terms.

State Senate



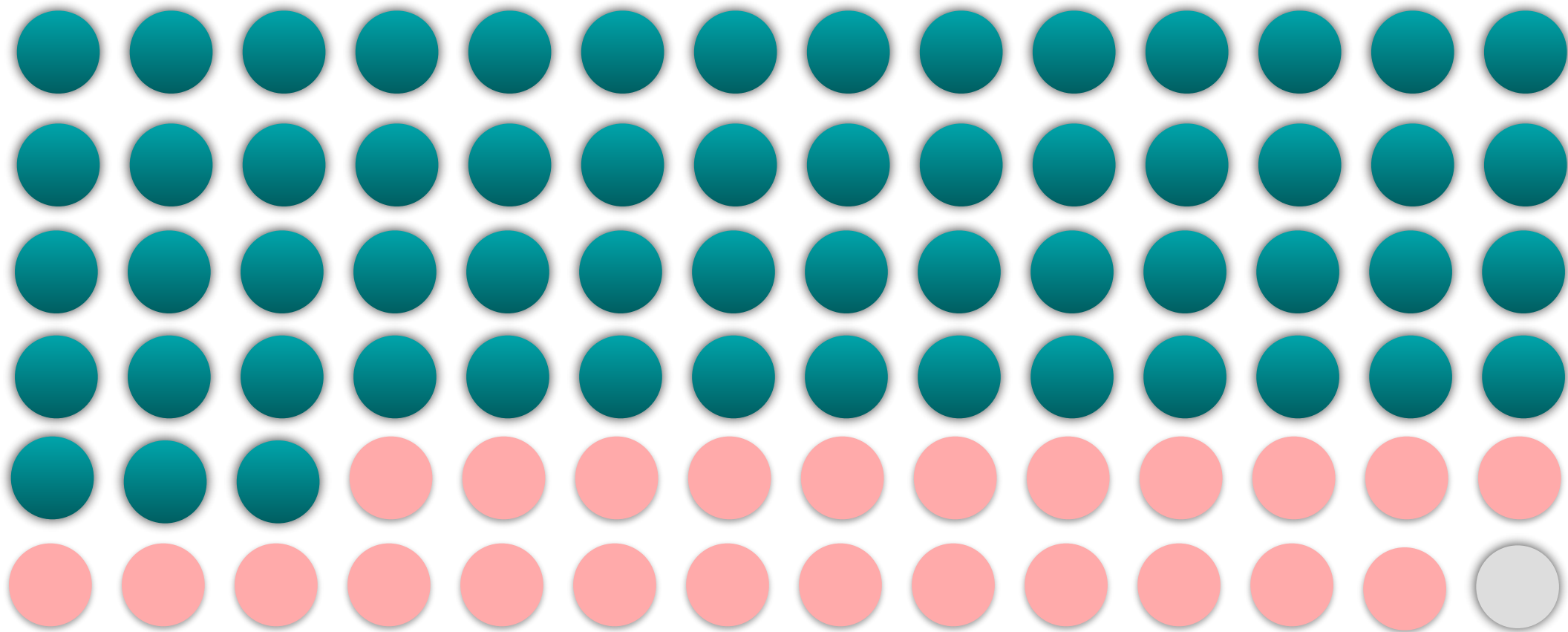
State Senate

- 20 seats up every two-year cycle - 2014 is even-numbered districts
- Supermajority requires 27
- For supermajority, Dems need to hold same number of seats, as Democrats lose a seat due to redistricting.
- Three seats are in play — SD12 (R), SD14 (R), SD34, (D)



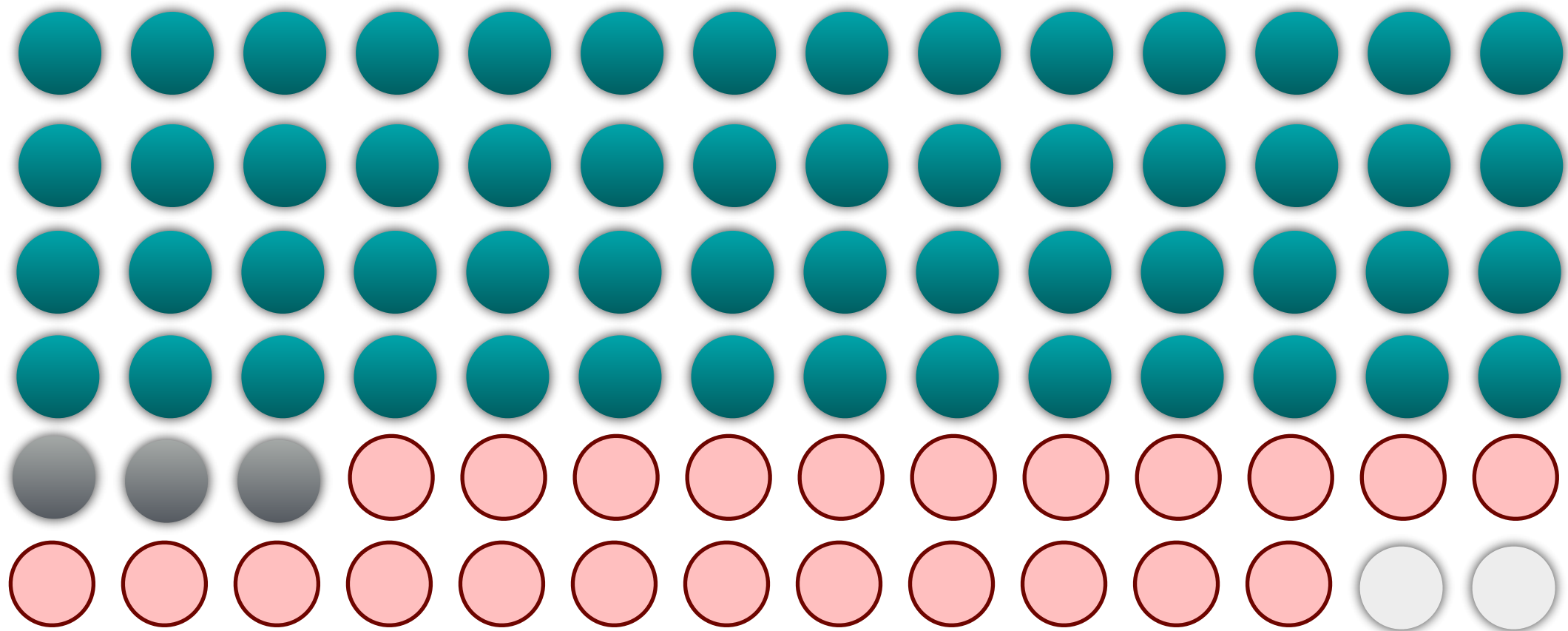
State Assembly

- 55 Democrats, 24 Republicans, 1 Republican Vacancy
- Transitioning from John A. Perez (D-Los Angeles) to Toni Atkins (D-San Diego)



State Assembly

- Democrats can lose a net of one seat and retain supermajority.



Governor's Budget

- Returns to 2008-09 actual GF funding level
- 3% Enrollment Growth
- 0.86% COLA
- \$100 million for Student Success and Support Program - program expansion
- \$100 million for SSSP - focused on equity
- \$175 million for scheduled maintenance and instructional equipment
- Elimination of all deferrals.
- Strengthening Chancellor's Office and support of colleges: 9 positions and \$2.5m for technical assistance.
- \$87.5 million each for instructional equipment and scheduled maintenance

Governor's May Budget

- ~~3% Enrollment Growth~~ 2.75% Enrollment Growth
- ~~0.86% COLA~~ 0.85% COLA
- \$100 million for Student Success and Support Program - program expansion
- \$100 million for SSSP - focused on equity
- ~~\$175 / 48~~ million for scheduled maintenance and instructional equipment
- Elimination of all deferrals.
- *\$50 million for Economic and Workforce Development student success*
- *\$6 million for Telecommunications and Technology Infrastructure*
- Strengthening Chancellor's Office and support of colleges: 9 positions and \$2.5m for technical assistance.

STRS

- January proposal was to define a fix by 2015-16.
- Aim for 100% valuation by 2047, the year liquidity would be 0% under current projections.
- Share the burden on each of three contributors, with the biggest on the employers.

STRS

Proposed STRS Contribution Rates			
	Employer	Employee	State
2013-14	8.25%	8%	3.1%
2014-15	9.5	9.2	3.45
2015-16	11.1	10.25	4.89
2016-17	12.7	10.25	6.33
2017-18	14.3	10.25	6.33
2018-19	15.9	10.25	6.33
2020-21	17.5	10.25	6.33
2021-22	19.1	10.25	6.33
Share of Solution	\$42B	\$20B	\$12B

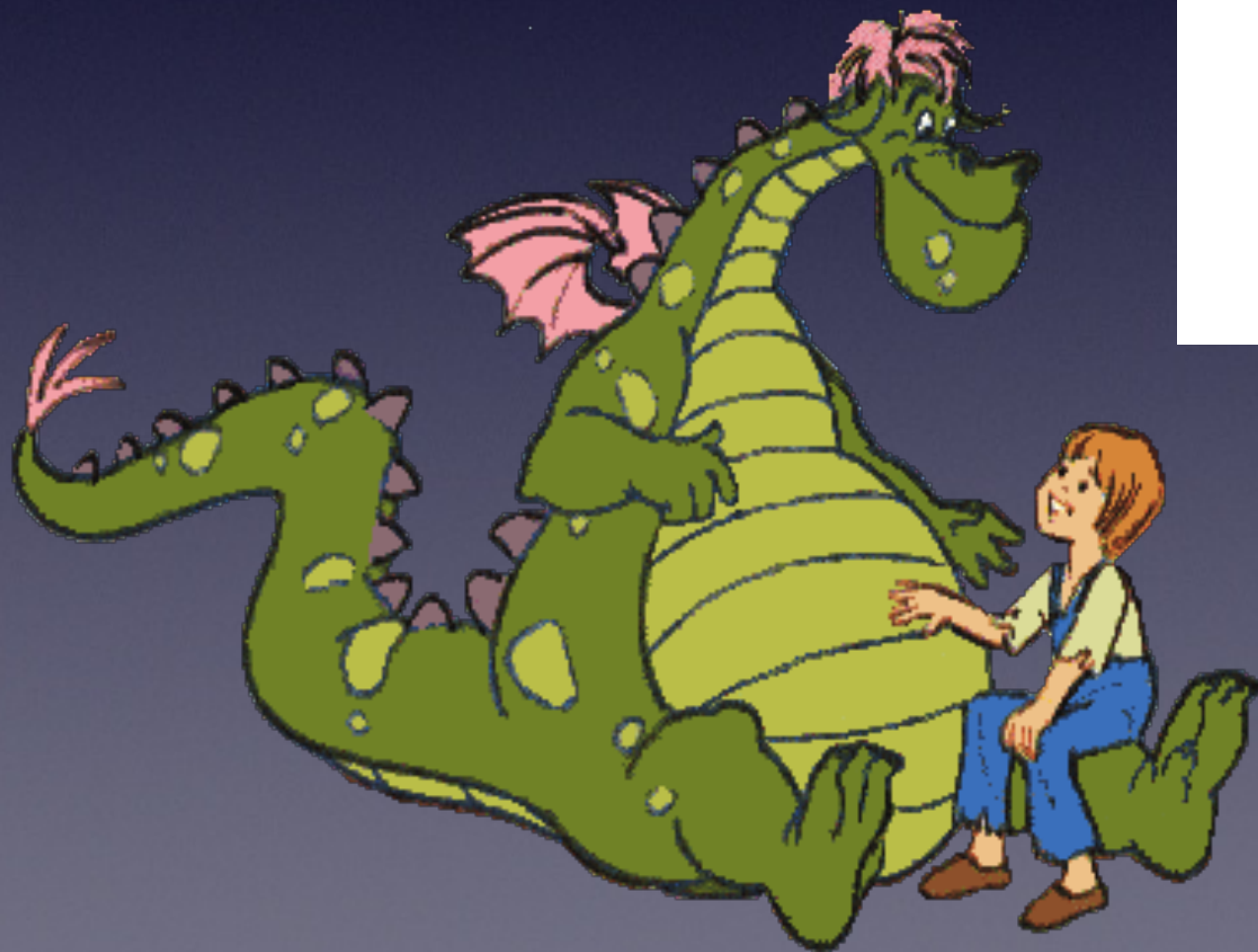
STRS

*Projected Increased STRS Contributions by CCDs
Assuming 2% COLA, 2% Growth Each Year*

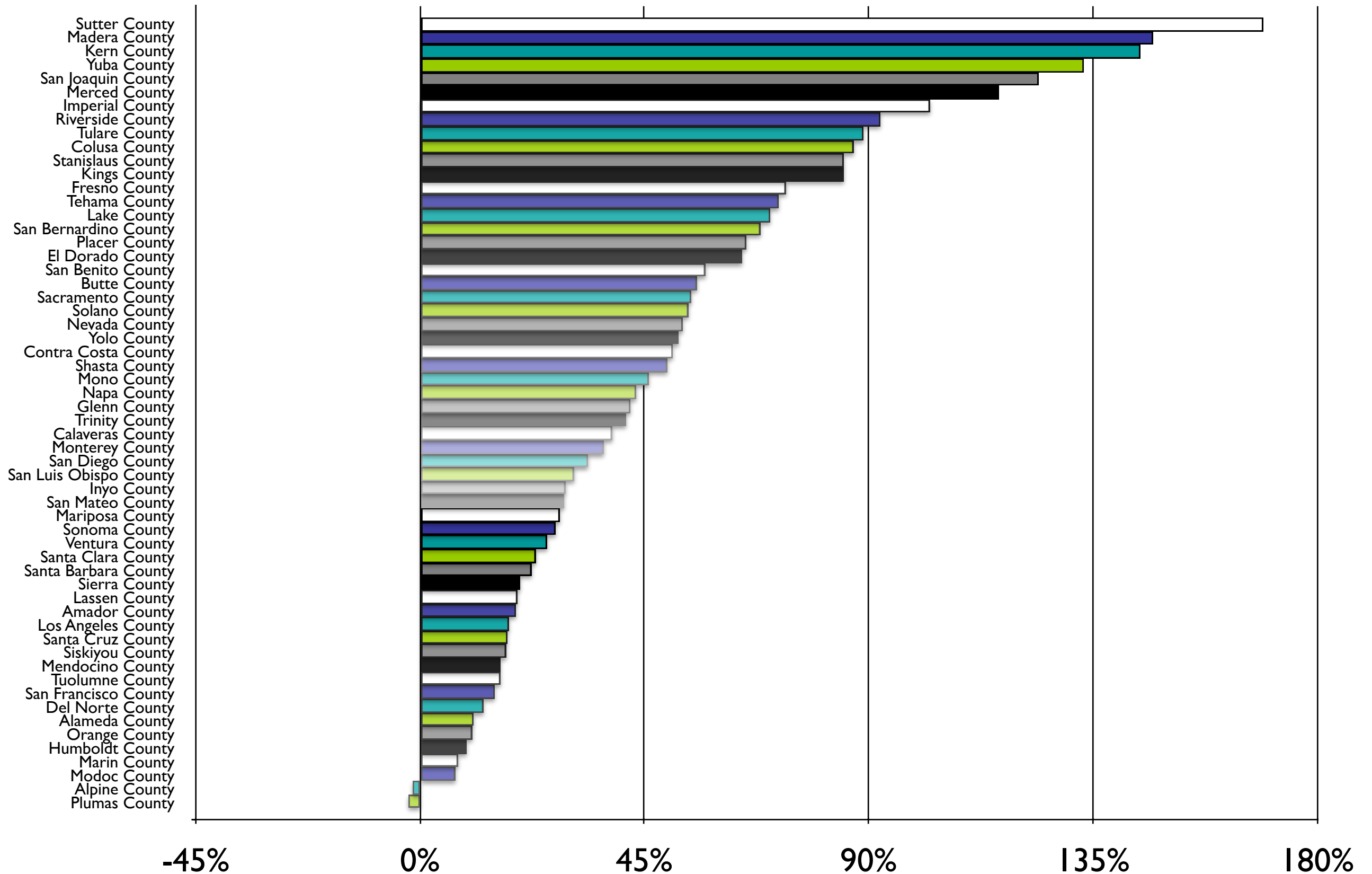
<u>Year</u>	<u>Increase</u>
2014-15	\$28,000,000
2015-16	66,419,136
2016-17	107,896,838
2017-18	152,617,531
2018-19	200,775,552
2020-21	252,575,644
2021-22	308,233,486

Legislature

- Senate spends \$246 million more, based on LAO revenues.
 - All May Revise spending and:
 - Doubles COLA to 1.7%
 - \$25 million for full-time faculty hires
 - \$51 million more for scheduled maintenance and instructional equipment
 - Restores many categorical programs
- Assembly meeting today.



Population change by county through 2060

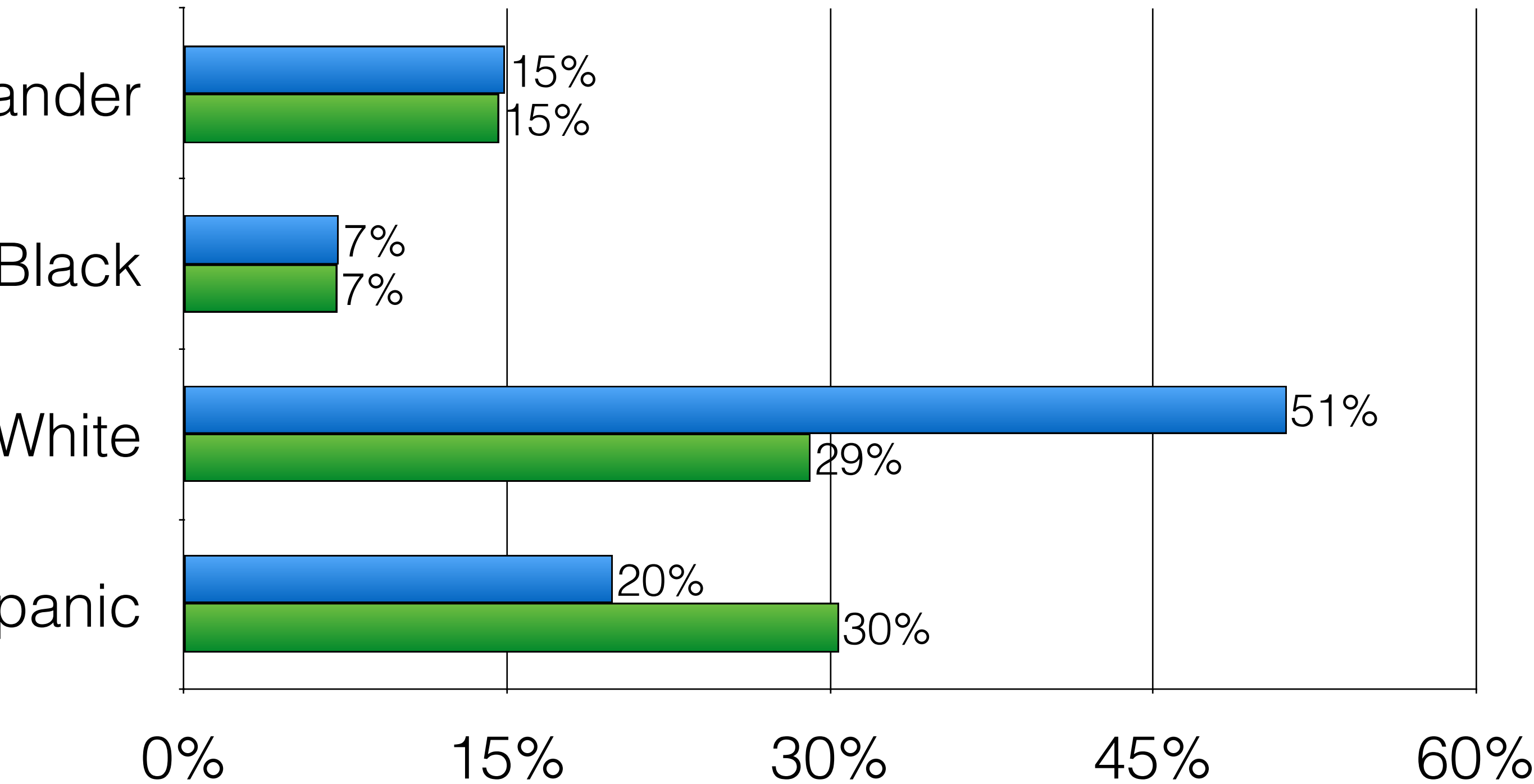


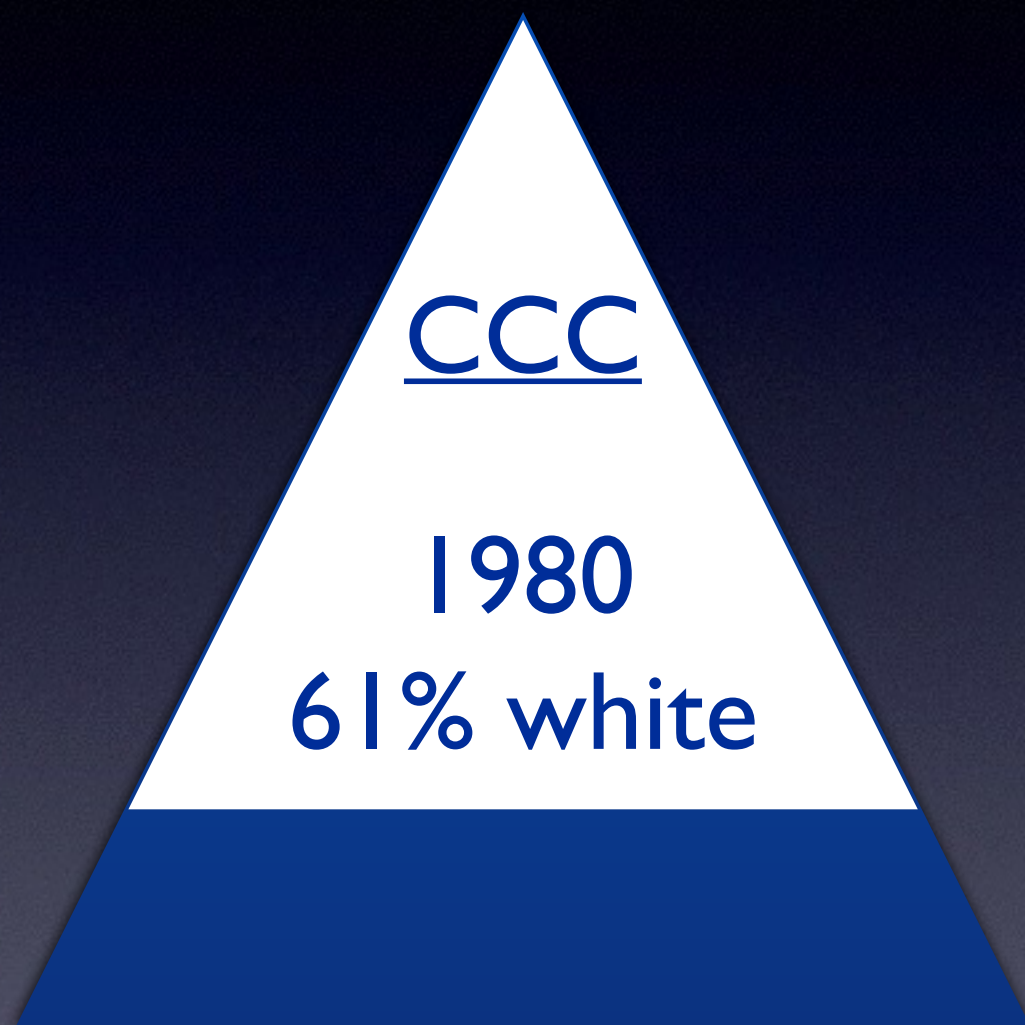
Major Policy Issues

- Accreditation
- Baccalaureate degrees
- Performance-based funding
- Student Success and Support Program match
- Financial aid debit cards
- Facilities bond
- Parcel tax or “split roll”
- Faculty Obligation Number equalization

Student Equity

Student Demographic Changes





#Equity2014
ccleague.net/equity2014/

CCC
2013
69.4%
non-white



Student Demographic Change Since 1992

	White	Asian/ Filipino/PI	Black	Hispanic/ Latino
1992	51.2%	14.9%	7.2%	19.9%
2013	30.6%	14.6%	7.1%	30.4%

Shift Happens.

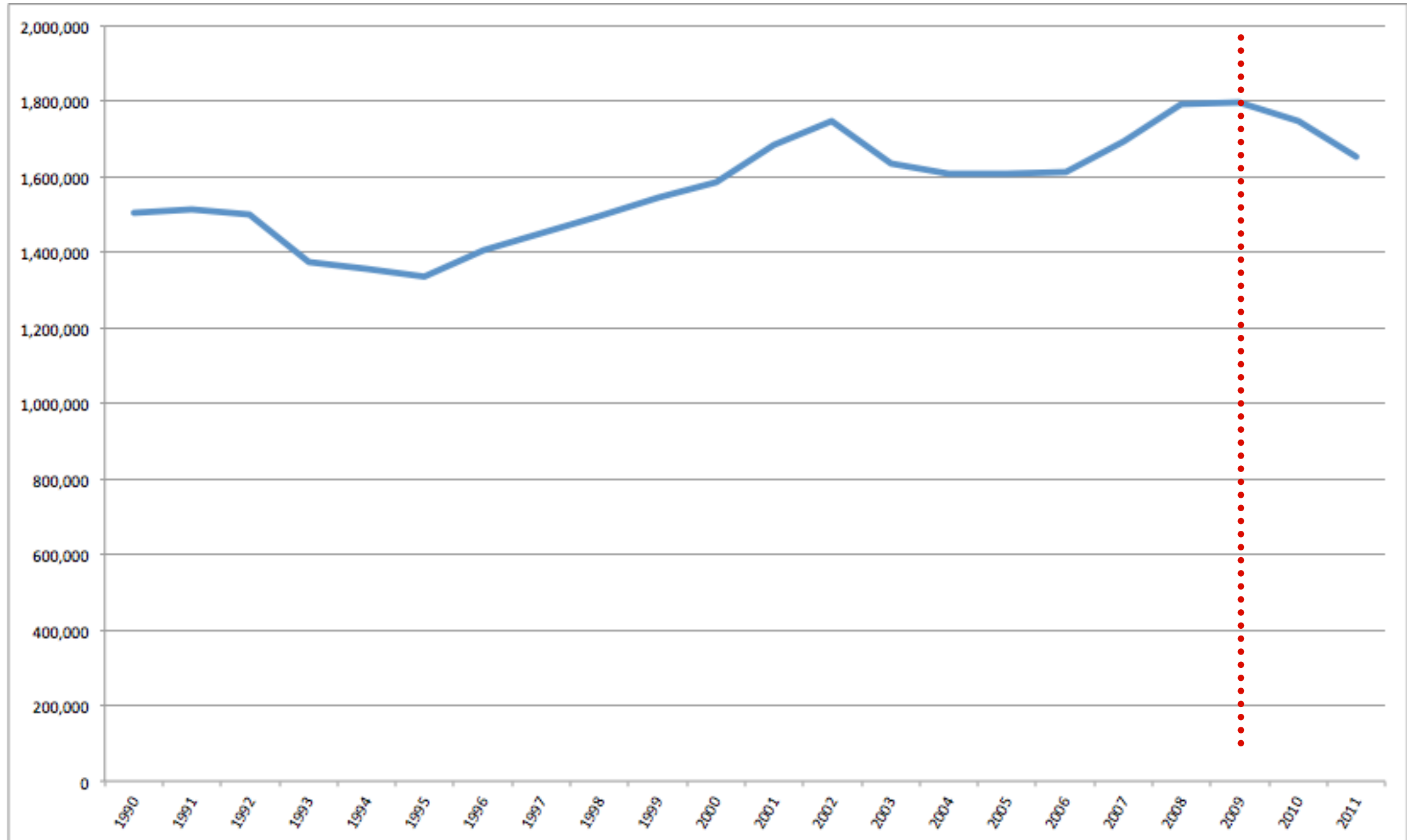
Are we shifting accordingly?



*Enrollment peaked
in 2009-10, and we
then lost
600,000 students.*

#Equity2014
ccleague.net/equity2014/

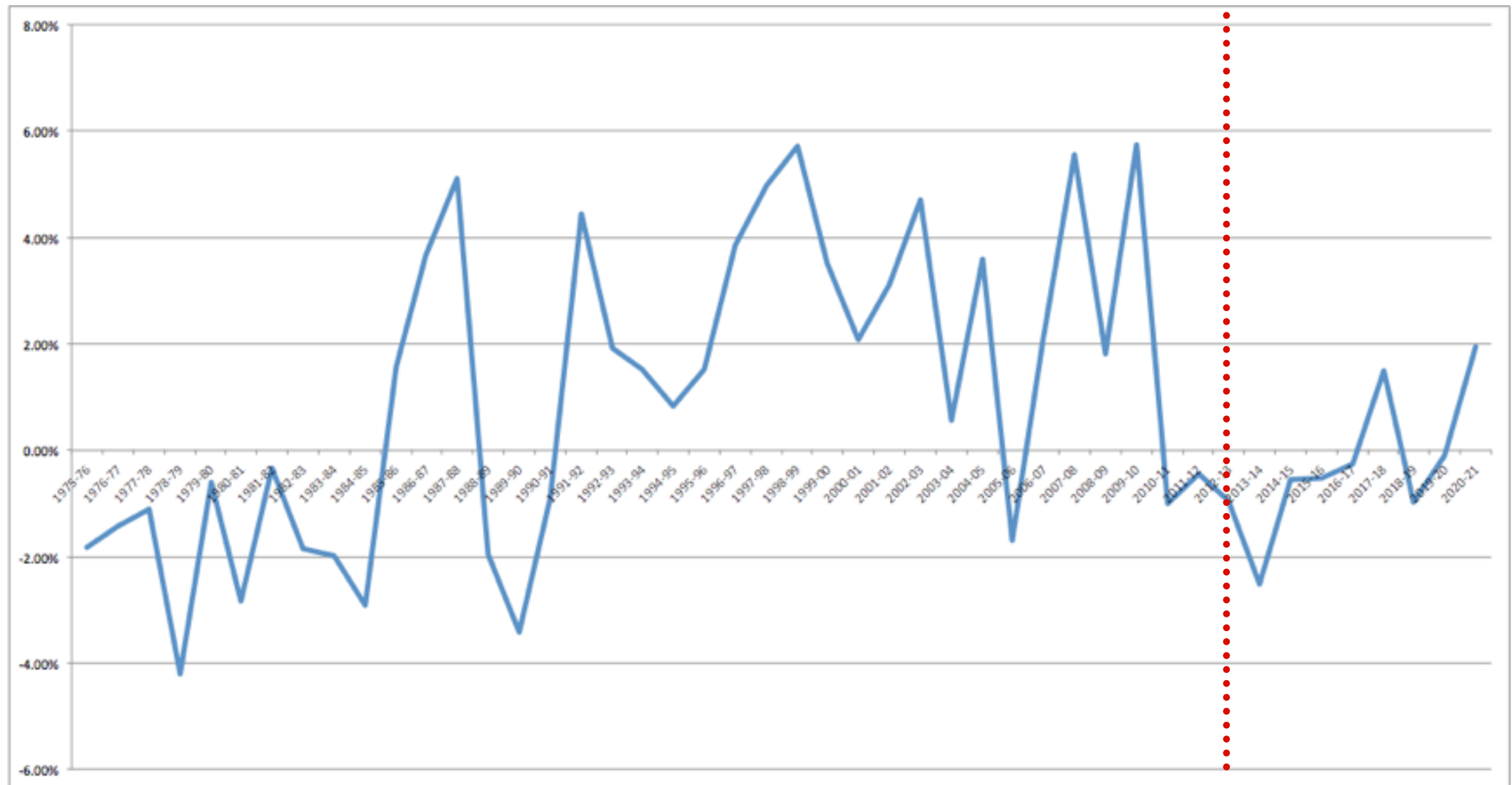
CCC Enrollment



*K-12 number of
graduates 4% lower
in 2019-20 than in
2009-10.*

#Equity2014
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K-12 Graduates Change



We will restore.

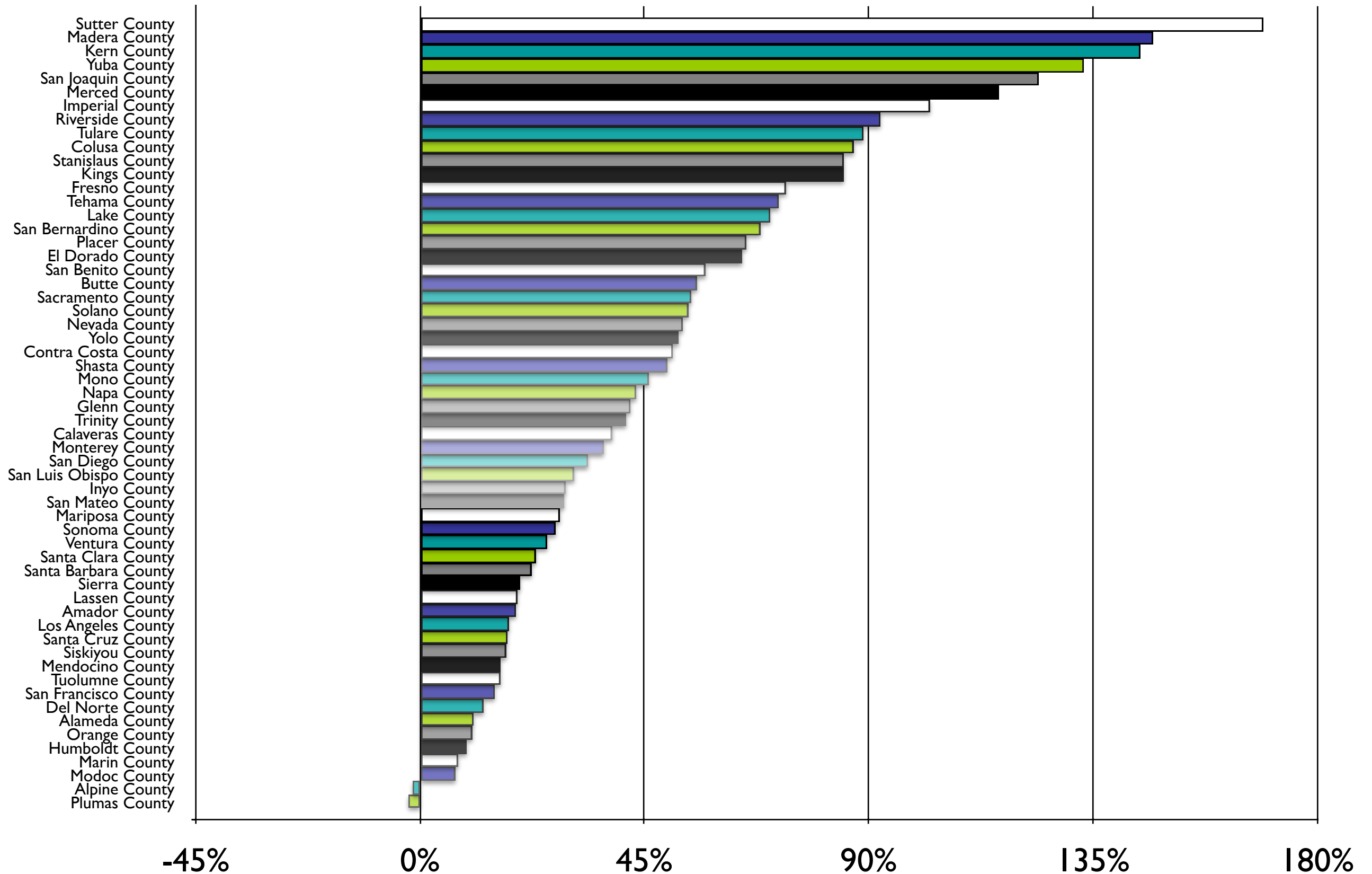
*But are our priorities and
target populations the
same as in 2009-10?*

#Equity2014
ccleague.net/equity2014/

*Meanwhile, our colleges
and regions will have
different
growth needs.*

#Equity2014
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Population change by county through 2060



How are we doing?

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Good News

70.9% (-3.2%) of college-ready students complete within six years.

#Equity2014
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Bad News

Only 1 out of 4 students is
college-ready.

#Equity2014
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Bad News

Of those not college ready,
6-year success rate is
40.5% (-0.6%).

#Equity2014
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Mixed News

For college ready students,
the achievement gap for
black and Latino students
is ~5%.

#Equity2014
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Mixed News

For non-college ready students, the achievement gap for black and Latino students is ~10%.

#Equity2014
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Bad News

Only 1 in 4 students who
take remedial math
ever complete
college-level math.

#Equity2014
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Bad News

Remedial success is a
challenge:

1 in 4 success in math

1.5 in 4 success in English

1.1 in 4 success in ESL

(success = completion of college level class)

#Equity2014

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The achievement gap is
persistent and pervasive.

Every college.

Every year.

Across the country.

#Equity2014

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We can change the system.

- A 2020 Vision for Student Success
- Student Success Task Force
- AACCC's 21st Century Commission Report

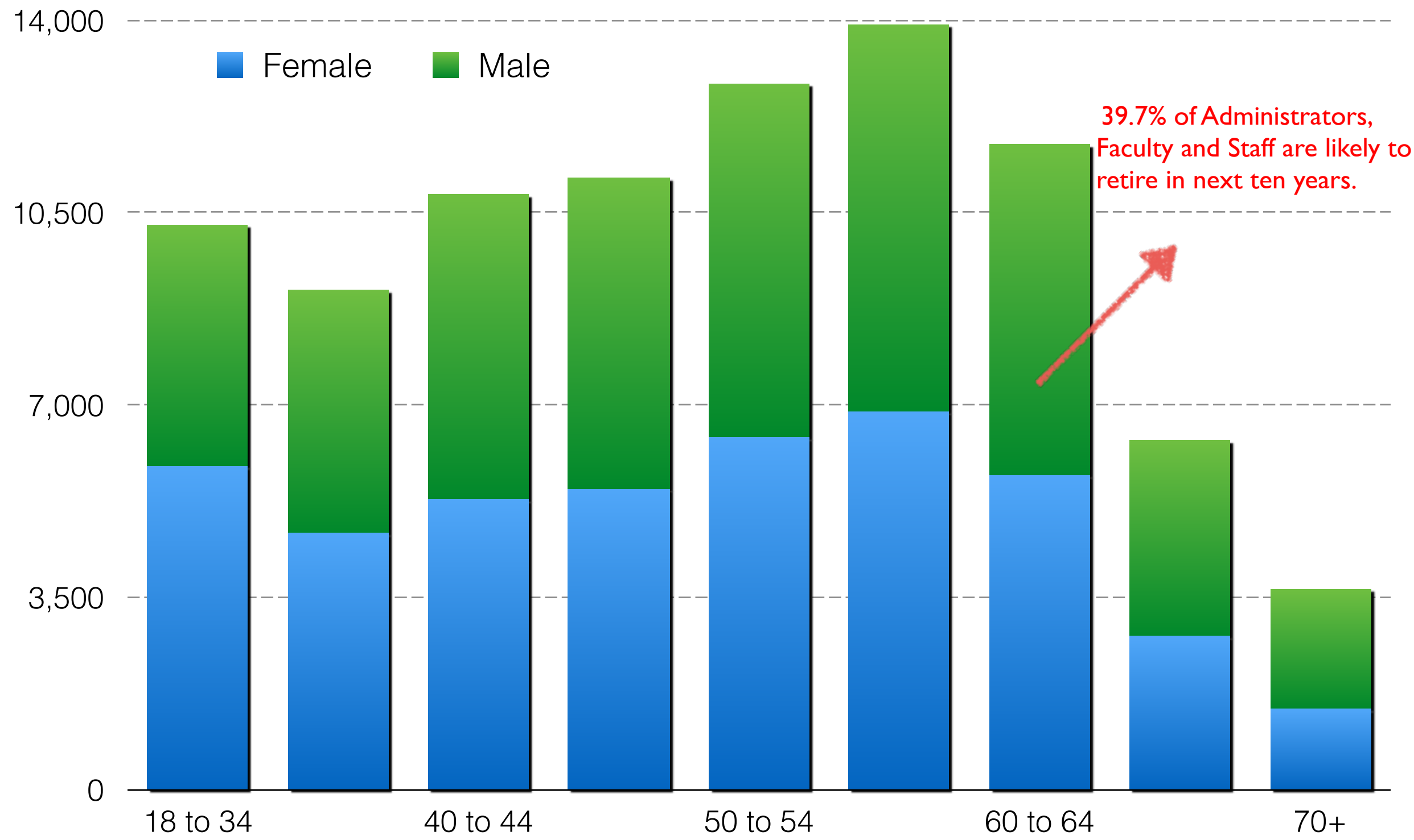
Building Campuses Reflecting Our Communities

How are we doing?

Statewide - Fall 2013

	White	Asian/ Filipino/PI	Black	Hispanic/ Latino
Students	29.1%	14.6%	7.1%	40.4%
Educational Admins	58.6%	9.1%	9.4%	15.9%
Full-time Faculty	64.7%	9.2%	5.6%	13.8%
Part-time Faculty	64.5%	9.7%	4.7%	12.0%

Age Distribution of California Community College Staff



Source: Data-Mart, California Community Colleges. (http://datamart.cccco.edu/Faculty-Staff/Staff_Demo.aspx accessed 03/11/14)

We can change the system

- Huge number of hires in next several years.
- Opportunity to look at hiring committees and practices.
- Need to reach beyond each hiring position into pipeline.
- CSU Master's Enrollment:
 - African-American: 5.2% (Our students: 7.1%, FTF: 5.6%)
 - Latino/a: 21.5% (Our students: 40.4%, FTF: 13.8%)

Thank you!