

Chancellor's Office Update

ACBO Spring Conference | May 2021



A Plan for An Equitable Recovery

Presentation Topics

- The Role of Title 5 Regulations
- The Role of Fiscal Resiliency
- The Role of Facilities
- The Role of State Investments



The Role of Title 5 Regulations



COVID-19 Emergency Conditions Allowance extended through 2021-22

Districts that opt in will be funded based on 2019-20 final recal FTES

For districts that opted-in for 2019-20 or 2020-21 and wish to remain opted-in, no additional action is necessary.

Regardless of a district's election, actual FTES must be reported on the CCFS-320.

Regulatory Change

Title 5 sections 58003.1 and 58009

- Proposes to allow compressed calendar districts to use 17.5 (or 11.67 for Quarter Calendars) as Term Length Multiplier for Credit Distance Education courses.
- Approved at March BOG Meeting

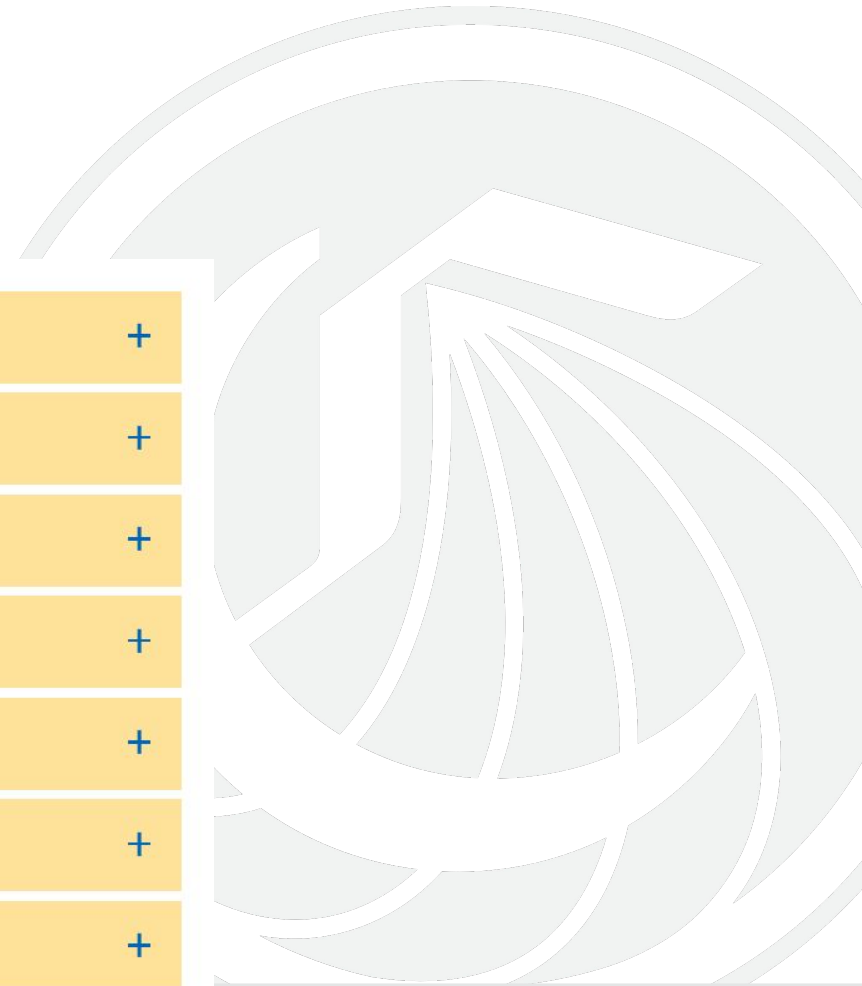
Proposed Regulatory Change

Title 5 section 58161

- Proposes to remove the limit on claiming apportionment for EWs granted due to extenuating circumstances.
- First reading planned for July BOG meeting

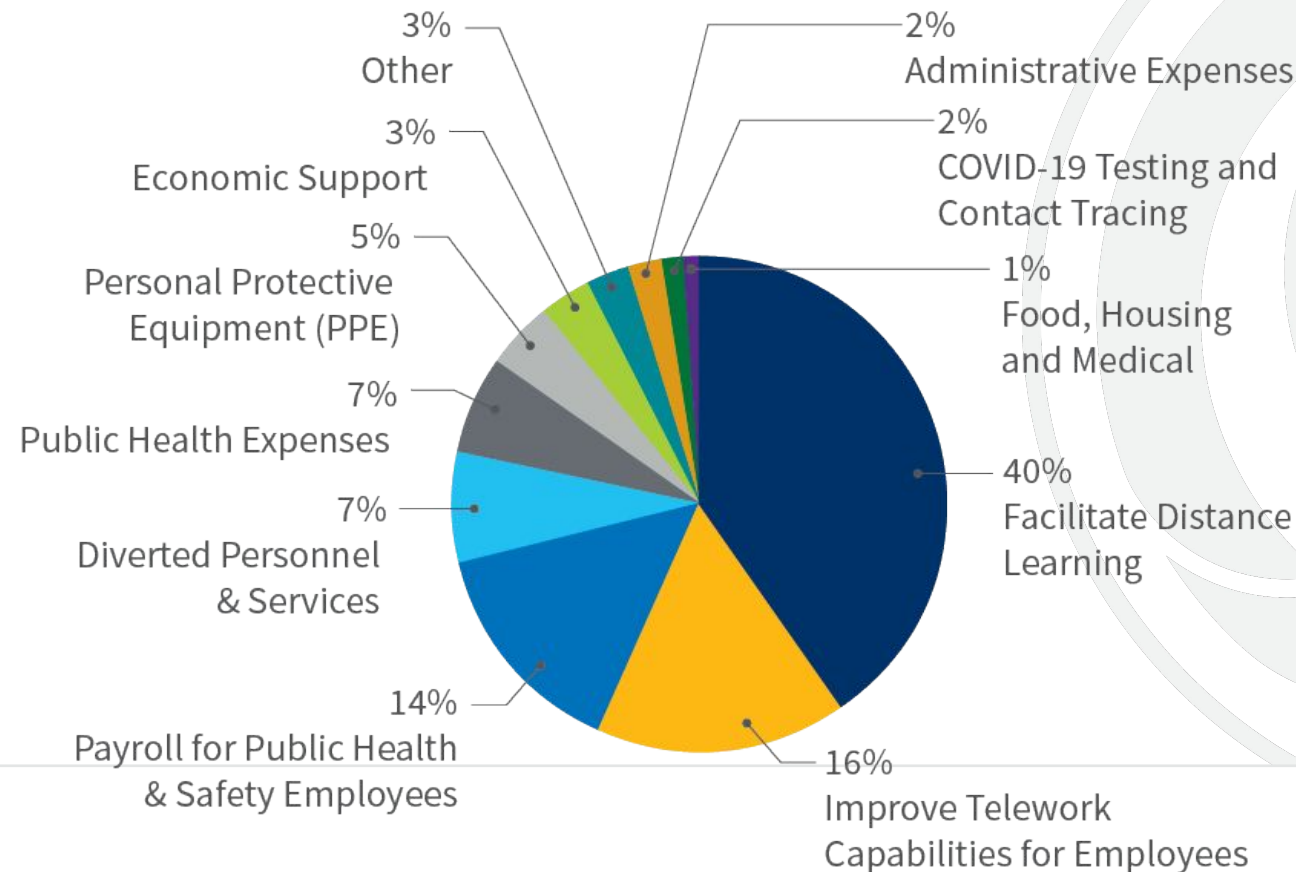
Guidance on Federal Funding CARES Act

CARES Act HEERF I FAQs	+
CARES Act HEERF II FAQs	+
CARES Act HEERF II and III Updates	+
Reporting Requirement and FAQs for All HEERF Awards	+
HEERF Reporting Elements for Student Portion	+
Legal Advisories and Memos	+
Accounting Guidance	+



CRF Legislative Report

Summary of Coronavirus Relief Fund Total Expenditures and Obligations



The Role of Fiscal Resiliency





FISCAL FORWARD

Supporting California Community Colleges Fiscal Health and Success

College Finance and Facilities Planning Division



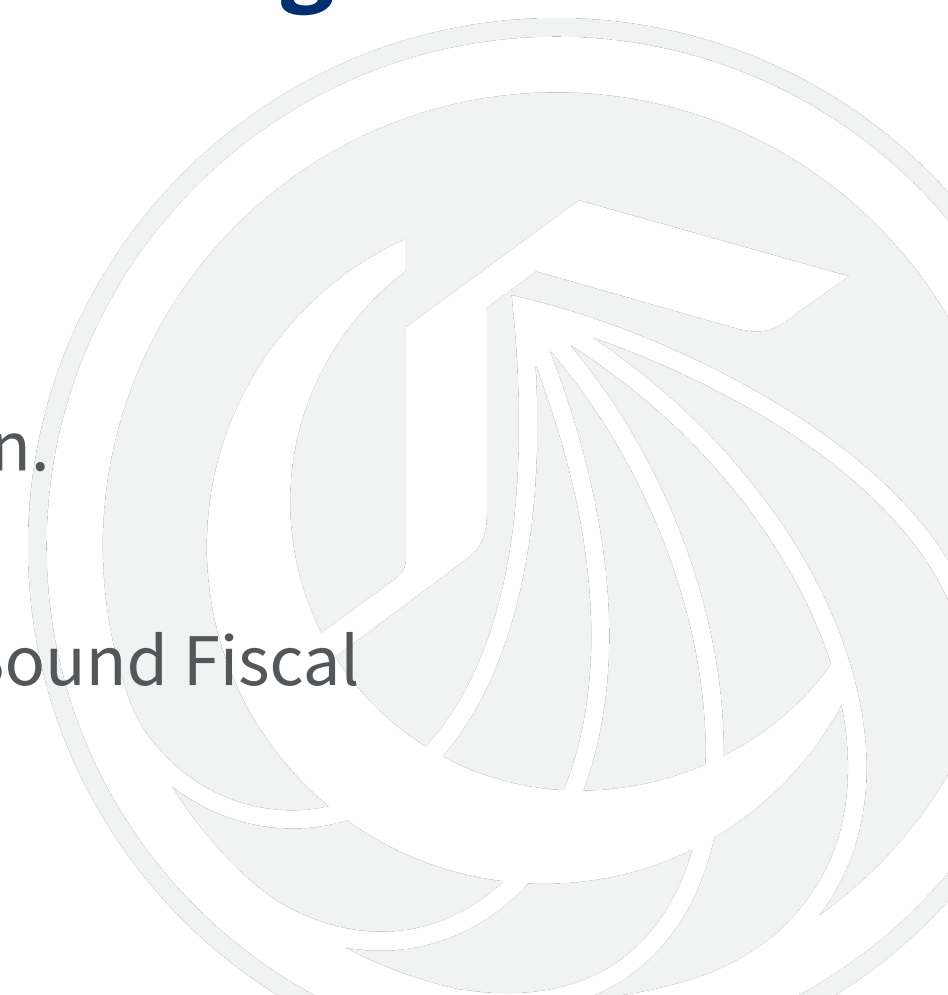
California
Community
Colleges

Fiscal Forward

- **Financial Health.** The evaluation of fiscal health should not be limited to times of crisis. Training made available for recently appointed chief executive officers and chief business officers.
- **Governance.** While short-term fiscal issues might be attributed to non-governance reasons, the same cannot be said of long-term fiscal issues. Board members have the ultimate responsibility for district solvency.
- **Accreditation.** The accreditation process includes a review of leadership and fiscal management.

Responsibilities of Community College Districts

- Provide for annual audits.
- Report information regarding fiscal condition.
- Maintain compliance with the Principles of Sound Fiscal Management.



District Monitoring Triggers and Intervention



Interventions

CFFP Monitoring

District placed on internal monitoring list to evaluate the severity of fiscal risks and options for intervention

Technical Assistance Offered

CFFP reaches out to the District CEO and CBO to discuss identified fiscal risks and offer technical assistance

Fiscal Monitor Assigned

Regular reports on a District's progress toward resolving an identified set of fiscal risks and deficiencies.

Additional Technical Assistance

Additional technical assistance tailored to address defined fiscal risks

District Required Actions

Following minimal progress, the Board of Governors may require explicit actions by in a specific timeline

Special Trustee or Special Trustee Team

Special Trustee(s) appointed to manage a district under defined

Fiscal Forward Desk Sessions

New CEOs and CBOs are invited to join the CFFP team for an overview of:

- Key fiscal indicators
- Audit report highlights
- SCFF – Exhibit C and SCFF Dashboard
- Tour of Chancellor’s Office website
- Other items of interest



Principles of Sound Fiscal Management

Title 5, section 58311

1. Fiscal stability through responsible stewardship of resources
2. Asset management
3. Personnel management
4. Auxiliary activities
5. Org structure establishes responsibility and accountability
6. Governing Board kept informed on fiscal condition
7. Develop and communicate fiscal policies, objectives, procedures, and constraints to the board, staff, and students
8. **Accurate and reliable management information system**
9. Appropriate policies & procedures; Adequate controls
10. Process to evaluate fiscal changes and adjust
11. Short and long-term financial planning, coordinated with educational planning
12. Capital outlay budget consistent with five-year plan

Data Integrity

Title 5, section 58311:

#8. “Each district will have an adequate management information system that provides timely, accurate, and reliable fiscal information to appropriate staff for planning, decision making, and budgetary control.”

Design the data management control environment to ensure data is:

- Complete
- Accurate
- Valid
- Timely

Budget Architecture and Development

Government Financial Officers Association (GFOA)

Budgeting Best Practices

- Achieving a Structurally Balanced Budget

- Adopt rigorous policies to achieve and maintain a structurally balanced budget
- Consider recurring and one-time revenues and expenditures

- Fund Balance Guidelines

- Establish a formal policy for unrestricted reserves
- Maintain **at least two months** of general fund revenues or expenditures

Supporting a Student's Full Journey



Enrollment

Connection to
Aid

Support Along
Journey to
Success

SCFF Dashboard Phases

Phase 1: Analysis and comparison of SB 361 and SCFF

**Coming
Soon!**



Phase 2: Analysis of trends in the Supplement and Success Grants, and Funding Protections. Later release will include analysis of race and ethnicity.

**Anticipated
late 2021**

Phase 3: District planning tool

The Role of College Facilities



CCC Facilities Update

- Call letter for projects
 - Due August 2, 2021
- Revised State Capital Outlay Program
 - Category A (Life and Safety)
 - Category M (Modernization)
 - Category G (Growth)
 - Revised scoring metrics
 - Requires local contribution or hardship waiver
- FUSION updated with revised program updates



Updated Space Standards and Utilization

- Lecture space type increased by 33 percent
 - 20 ASF per station from 15 ASF per station
- Office space type increased by 25 percent
 - 175 ASF per FTEF from 140 ASF
 - 200 ASF per FTEF from 160 ASF for small community college district (CCD)
 - 5,000 FTES or under is considered a small CCD

State Capital Outlay - May Revision

- State Capital Outlay Projects
 - 9 New projects
 - 8 Accelerated projects from 22-23 Spending Plan
- 32 Continuing projects
- 16 Reappropriated projects



Student Housing

- \$4 billion to establish low-cost affordable student housing
 - Administered by State Treasurer and California School Finance Authority
 - 60 percent intended for community colleges
 - New construction or renovation of existing properties
 - Targeted to colleges serving underrepresented students

Deferred Maintenance

- \$314 million one-time State funds
- \$250 million in federal funds from American Rescue Plan Act of 2021

Note: backlog of deferred maintenance needs and projects is over \$1 billion

Board of Governors Climate Change and Sustainability Policy Revision

- Board of Governors approved in May 2019
 - Built on the foundation of the previous Chancellor's Office sustainability policy
- Steering Committee formed in February 2020
- Broaden policy to address issues impacting students, faculty, and staff
- Benchmarking by 2022
- Offers goals for 2025 and 2030
- Create a policy with goals to improve facilities and business services practices

FUSION Revision

- User experience
- Capital Outlay planning
 - Project module coming soon
- Upcoming modules
 - Systemwide Planning
 - RS Means
 - Space Inventory
 - Scheduled Maintenance
 - Facilities Planning Administration



FUSION - Project Information

Scenarios

Official V-1 - Load

Manage Buildings Save

Project Score 60 Details

Enrollment Growth max: 50
5

Existing Inventory max: 50
5

Local Contribution max: 50
50

ASF Change max: 50
0

About Project Cap/Load

Title
Fine Arts Complex

Delivery Type: Traditional (Design-Bid-Build) | Category: Category A: Life and Safety Projects

Occupancy Year: 2021-2022 | Campus: Allan Hancock College

Project Description

This project constructs a 52,260 assignable square feet (asf) Fine Arts complex. The Purpose of this project is to consolidate the fine arts instructional facilities. The complex will provide adjacency of spaces to facilitate interaction between disciplines, shared spaces such as computer labs for better space utilization, a technology network, and adequate ventilation/electrical power required to meet the needs of the current and expected growth of the program. The final building will include 47,044 asf laboratory, 5,096 asf office, and 366 asf of other spaces.

Comments/Notes

hnguyenf New

Add Comment

Project Status

Partially Funded Fully Funded

[View Status History](#)

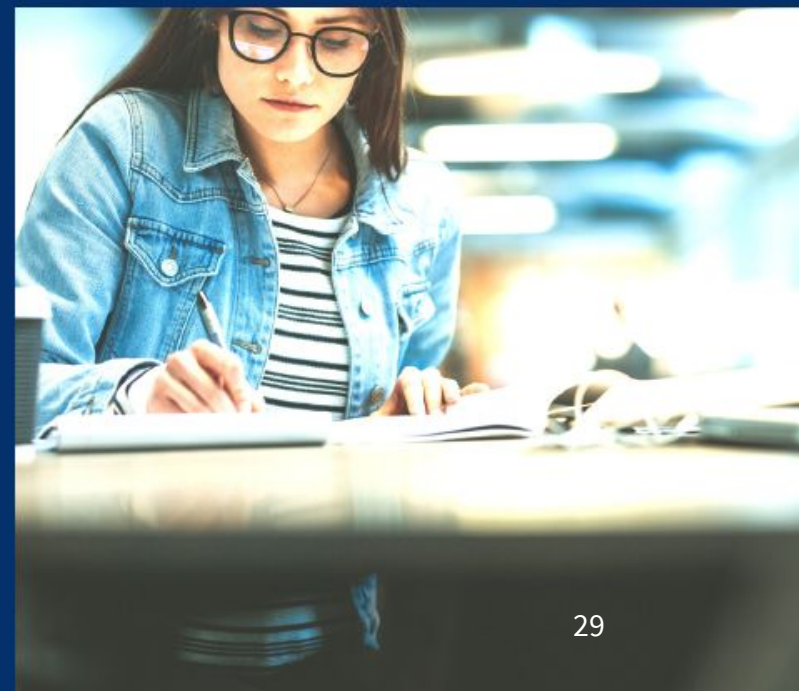
Project Information Entry

- Project Summary**
Summary views for Project's key data
- Review JCAF 31**
JCAF 31 defines how the project's space will be utilized
- Review JCAF 32**
JCAF 32 and QUC provide cost details for the project.
- Review Project Timeline**
Review Funding Years, Milestones and Occupancy Year
- Analyze Project Data Differences**
Compare current project data with past years
- Compare Jcaf31 with Space Inventory**
Compare Jcaf31 with Space Inventory for current year
- Scenario Comparison**
Compare different scenarios for the project
- Manage Documents**
Upload and edit documents for the project
- IPP Form**
Initial Project Proposal

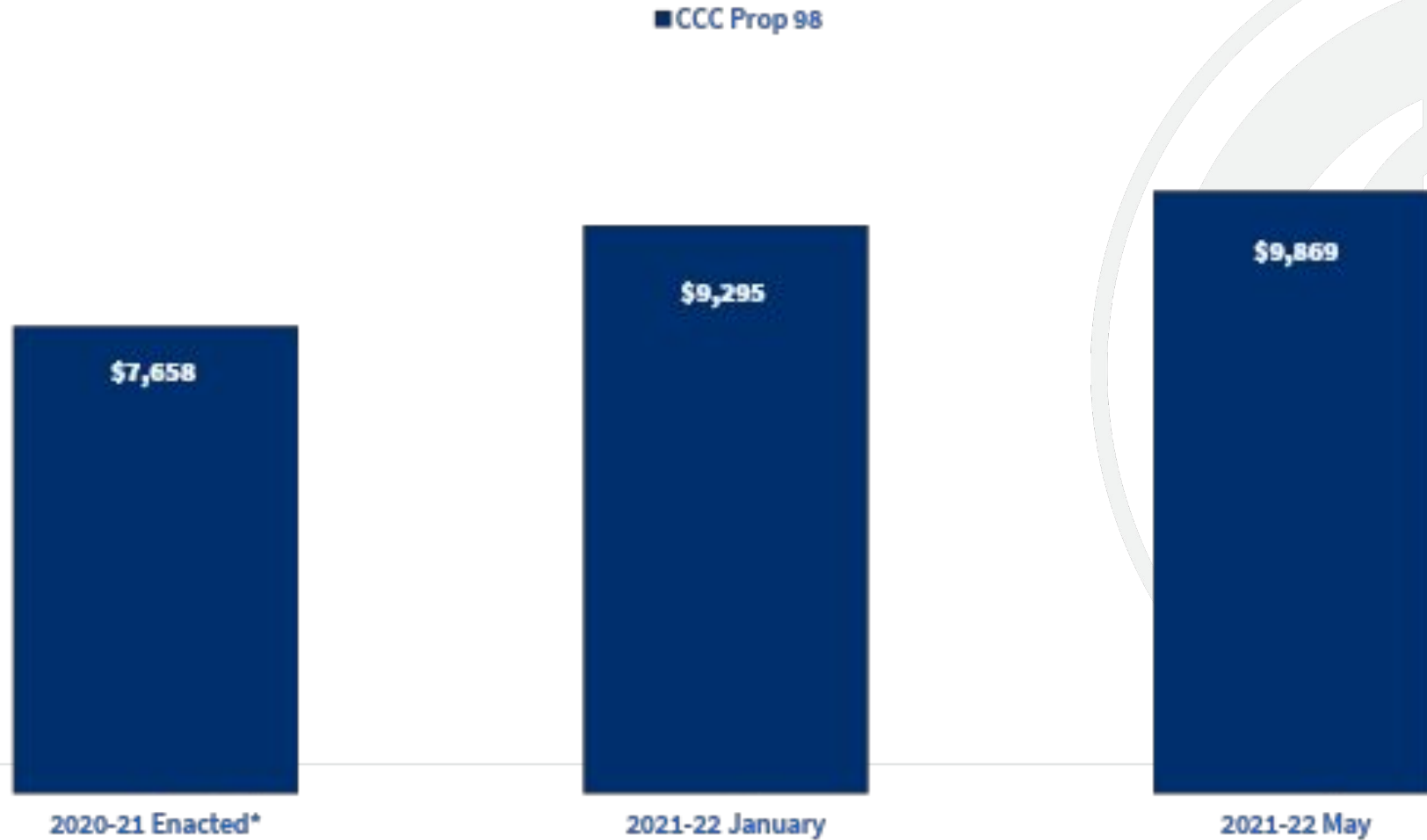


A Plan For An Equitable Recovery

California Community Colleges



CCC Proposition 98 (Dollars In Millions)



Community College Investment Themes

Restore Institutional Resources

Diversity, Equity, and Inclusion

College Affordability and Basic Needs

Pathways

Workforce

Pandemic Recovery



CCC Apportionments

Cost-of-Living Adjustment. The May Revision proposes a compounded cost-of-living adjustment (COLA) of 4.05 percent (total ongoing of \$296.5 million Proposition 98).

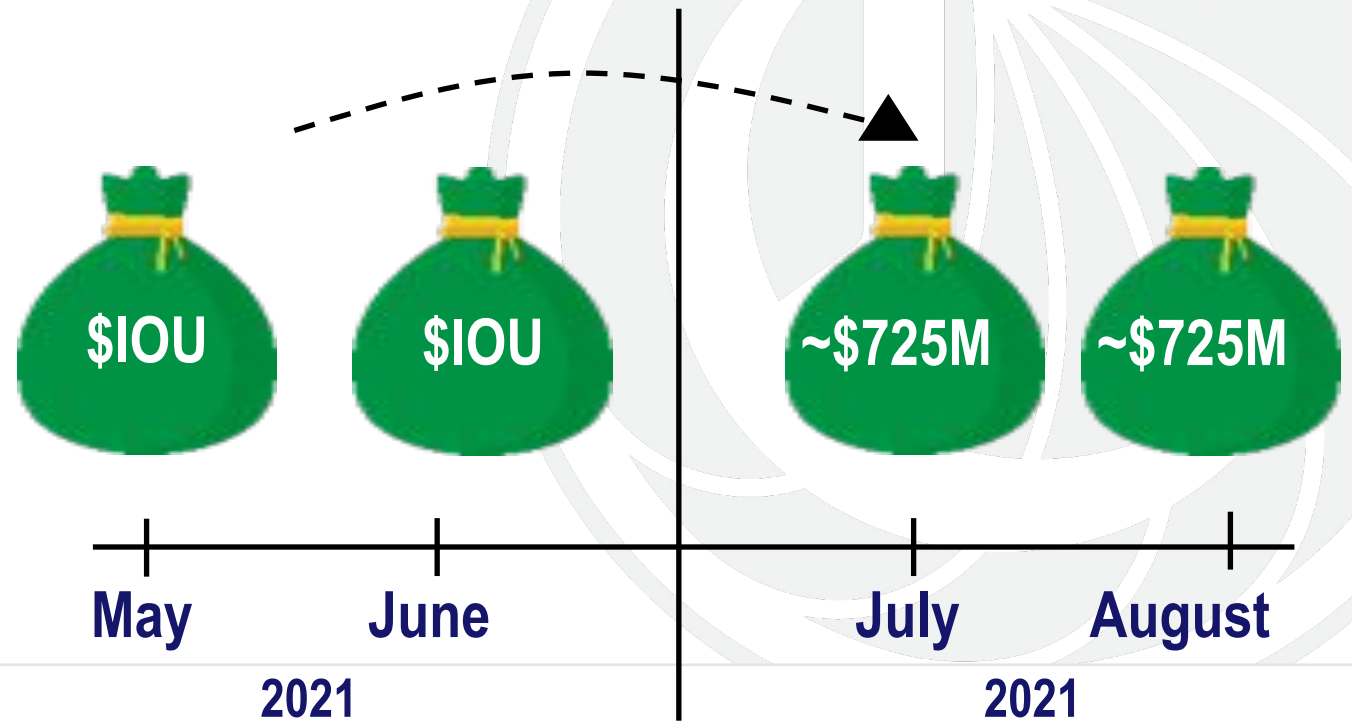
- Rescinds COLA requirements and instead requires conditions for receiving Student Equity and Achievement Program funds:
 - Submit a report by June 30, 2022 with specific plans that each district will implement to reduce equity gaps by 40 percent by 2023 and establish a plan to close gaps by 2027, and
 - Adopt policies by June 30, 2022 that require districts to maintain their online course and program offerings that is at least 10% higher than offered in 2018-19.

CCC Apportionments: Deferrals

Apportionment Deferrals.

The Governor's May Revision pays Apportionment deferrals in full, a total of \$1.45 billion owed to CCCs

Cash Deferrals Payback 2021-22



Diversity, Equity, and Inclusion

- **Invests in the “Call to Action.”** Provides \$600,000 for Chancellor’s Office coordination of antiracism efforts in the curriculum. Focused on alignment of ethnic studies requirement for CSU
- **Equal Employment Opportunity (EEO) Programs.** The May Revision proposes an increase of \$20 million one-time Proposition 98 to support the implementation of EEO best practices.
- **CCC Registry Modernization.** Proposes \$1 million ongoing Proposition 98 General Fund to support the modernization of the California Community College Registry, which is an online database of job opportunities for the CCC.
- **Student Equity and Achievement Program.** The May Revision proposes a base increase of approximately \$23.8 million ongoing Proposition 98 to augment SEA funding by 5%.

College Affordability

- **Student Housing.** \$4 billion for construction or renovation of affordable student housing projects. 60% for CCC, 30% for CSU, 10% for UC
- **Cal Grant.** Increase the number of competitive Cal Grant awards by 9,000 and provide access awards for foster youth. Would require high school seniors to complete a financial aid application.
- **Zero-Textbook-Cost Degrees.** The May Revision proposes \$115 million one-time Proposition 98 to develop and implement zero-textbook-cost degrees and open educational resources.
- **Student Basic Needs.** Proposes \$30 million ongoing to establish basic needs centers and hire basic needs coordinators (allows integration with financial aid). This is in addition to the January proposal of \$100 million one-time for basic needs, and \$30 million ongoing for technology and mental health. *CCCs continue to seek an integrated strategy in this area.*

Pathways

- **Guided Pathways.** \$150 million one-time Proposition 98 to further support colleges' efforts to implement Guided Pathways programs.
- **Dual Enrollment.** \$75 million one-time to expand new and existing CCAP dual enrollment agreements between school districts and community colleges.
- **Common Course Numbering.** \$10 million one-time Proposition 98 to plan for and begin developing a common course numbering system throughout CCCs, which should better enable students to identify the courses needed to complete.
- **Program Pathways Technology.** \$10 million ongoing for the systemwide acquisition of software that clearly maps out curricular pathways for students

Workforce

- **High Road Training Partnerships and Regional Partnerships.** \$20 million one-time to support CCC participation in High Roads Training Programs and regional partnerships developed by the California Workforce Development Board.
- **Partnership with California Workforce Development Board.** The Governor also proposes \$157 million one-time for a regional workforce investment package between the California Workforce Development Board and the CCC Chancellor's Office that strengthens linkages and uses existing regional consortia to build upon and develop new programs.

Workforce, cont'd

- **Strong Workforce Program.** Proposes an increase of approximately \$12.4 million ongoing to increase program funding by five percent. The state currently provides \$248 million for this program.
- **Work-Based Learning.** The January budget proposed \$20 million one-time for work-based learning. The May Revision proposes an increase of \$10 million one-time to develop work-based learning opportunities in (1) cloud computing, and (2) zero emissions and supply chain fields.
- **Competency-Based Education Workgroup Pilot.** Proposes \$10 million one-time to establish a workgroup for a competency-based education pilot program.

Pandemic Recovery

- **Retention and Enrollment Strategies.** The May Revision proposes an increase of \$100 million one-time to support efforts to strengthen student retention rates and enrollment.
- **COVID-19 Response Block Grant.** The May Revision proposes \$50 million one-time Proposition 98 to support grants to assist community colleges with responding to the COVID-19 Pandemic and transitioning back toward in-person education.
- **Deferred Maintenance.** The May Revision proposes \$314.1 million one-time Proposition 98 and \$250 million one-time American Rescue Plan Act of 2021 funds to address deferred maintenance.

Advocacy – What’s Missing

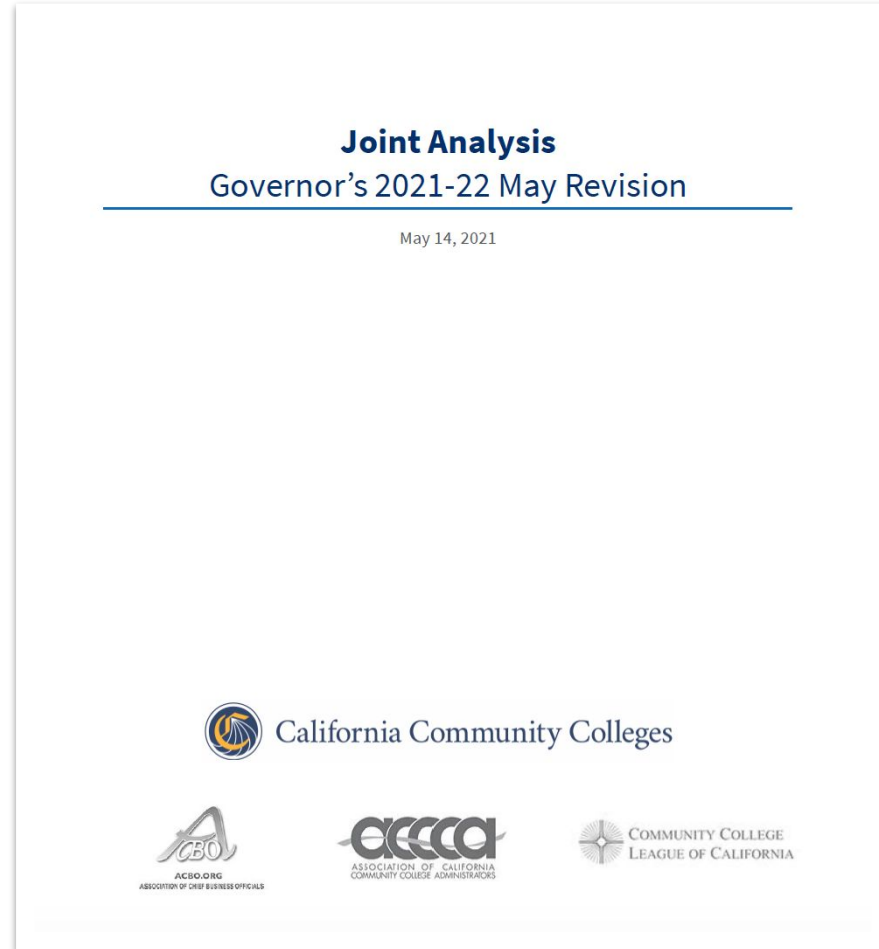
- Cal Grant Reform
- COLA for Categoricals
- Language Refinement
- Chancellor's Office Capacity

Key Dates

- **Senate:** Tuesday, May 18
- **Assembly:** Wednesday, May 19
- **Conference Committee:** TBD



In-Depth Budget Analysis



- Budget Overview
- Analysis of Trailer Bill Language
- Budget Charts
- Glossary
- And more

Fiscal Standards and Accountability Unit

Contact	Subject Matter
Natalie Wagner, nwagner@cccoco.edu	Student Residency Classification/AB 540, Attendance Accounting
Rafael Artiga, rantiga@cccoco.edu	CCFS-311, CCFS-311Q, CCFS-320, Nonresident Tuition Fee, Hardship Exemption from Deferrals
Lorena Romero, lromero@cccoco.edu	Federal Stimulus (CARES Act: HEERF and Coronavirus Relief Funds), Student Residency Classification
Amanda Voie, avoie@cccoco.edu	District Audits, Student Fees
Jubilee Smallwood, jsmallwood@cccoco.edu	FON, 50% law, CCFS-311
Alex Jiral, ajiral@cccoco.edu	Fiscal Health Monitoring
Kris Farrales, kfarrales@cccoco.edu	Student Assistant

Fiscal Services Unit and Budget Office

Contact	Subject Matter
Keith Nezaam, knezaam@cccoco.edu	Director
Diane Brady, dbrady@cccoco.edu	SCFF
Randy Fong, rfong@cccoco.edu	SCFF
Anneliese Mondorf, amondorf@cccoco.edu	SCFF
Satveer Ark, sark@cccoco.edu	SCFF
Lakeisha Gulley, lgulley@cccoco.edu	Apportionments System / Budget Office
Rubindar Kaur, rkaur@cccoco.edu	Budget Office
Tiyasha Watts, twatts@cccoco.edu	Budget Office
Andie Wyatt, (joins us on April 5)	Budget Office

For general questions: apportionments@cccoco.edu

Facilities Planning Unit

Contact	Subject Matter
Hoang Nguyen, hnguyen@cccco.edu	Bond Administration, Climate Change and Sustainability, Emergency Preparedness, FUSION, State Capital Outlay Program and Administration, System-wide 5 Year Plan
Harold Flood, hfflood@cccco.edu	FUSION, State Capital Outlay Program and Administration
Eric Thorson, ethorson@cccco.edu	FUSION, State Capital Outlay Program and Administration
Chay Yang, cyang@cccco.edu	Climate Change and Sustainability, Educational Centers and College Approvals, FUSION, Space Inventory, State Capital Outlay Program and Administration, System-wide 5 Year Plan
Lan Yuan, lyuan@cccco.edu	FUSION, State Capital Outlay Program and Administration
Brian Turner, bturner@cccco.edu	Bond Administration, Climate Change and Sustainability, FUSION, Physical Plant and Instructional Support
Druv Bhat, dbhat@cccco.edu	Bond Administration, Energy Usage, FUSION, State Capital Outlay Program and Administration

Thank You

For more information throughout the budget process, please visit the **Budget News** section of the Chancellor's Office website:

www.cccco.edu/About-Us/Chancellors-Office/Divisions/College-Finance-and-Facilities-Planning/Budget-News

