Government Relations Update

July 20, 2021
- Federal Update: Infrastructure Legislation & Community Project Funding
- Budget Update
- Legislative Update
Infrastructure Legislation & Community Project Funding

Tom Downs, Downs Government Affairs
U.S. House of Representatives – the “INVEST Act”

The U.S. House of Representatives has passed $547 billion legislation known as the Investing in a New Vision for the Environment and Surface Transportation (INVEST) in America Act (H.R. 2)

• The INVEST Act is a broad surface transportation infrastructure bill
• H.R. 2 reauthorizes federal highway and transit improvement programs over a five-year period
• The House passed H.R. 2 on July 2 and sent the bill to the Senate
United States Senate – Seeking a Bipartisan Approach

• *Under consideration this week* – $1.2 trillion infrastructure bill negotiated by the White House and bipartisan group of over 20 Senators

• While details are not clear, the bill includes $579 billion in new spending

• Majority Leader Chuck Schumer (D-NY) is setting up a cloture vote, which requires a 60-vote majority to move toward consideration

• The cloture vote may take place tomorrow, Wednesday, July 21
If the $1 trillion infrastructure bill passes the Senate –

• The Senate will consider a $3.5 trillion bill with elements of the American Jobs Plan and American Families Plan, including *free community college*

• Senate Democrats plan to use “budget reconciliation,” requiring a simple majority vote (50D-50R with tie-breaker by Vice President Kamala Harris)

• Budget reconciliation was the process used successfully in March 2021 to pass the American Rescue Plan COVID-19 response legislation

• The Senate Majority’s goal is to get this done before the August recess
A new “earmarking” opportunity through annual appropriations as well as authorization bills

Vehicles for earmarking include the INVEST Act surface transportation bill and FY 2022 appropriations bills under consideration

- The INVEST Act includes 1,473 earmarks for transportation projects
- The House Appropriations Committee is moving on FY 2022 appropriations bills, including earmarks for community colleges
- The Senate Appropriations Committee is continuing to collect and evaluate Senators’ requests for earmarked funding
COMMUNITY PROJECT FUNDING

U.S. House of Representatives – the “INVEST Act”

The INVEST Act restored the practice of “earmarking.” Some examples –

• $15 million for Malaga Bridge Project, Fontana, CA
• $20 million for Monroe Street Interchange Project, CA
• $15 million for I Street Bridge Replacement, Sacramento, CA
• $20 million for Valley Link Sustainability Blueprint, Livermore, CA
• $20 million for I–15/SR-78 Managed Lanes Project, Escondido, CA
• $20 million for SR-41 Excelsior Corridor Project, Fresno County, CA
• $20 million for Central Mobility Hub Pre-Construction, San Diego, CA
Examples of earmarks for community colleges approved by the House Appropriations Committee on July 15 –

- $975,000 for San Diego CCD, CA for IT system upgrades
- $400,000 for Los Angeles CCD, CA for workforce training
- $2 million for Houston Community College, TX resiliency initiative
- $2 million for Iowa community college career transition counselors
- $2 million for Bristol Community College, MA offshore wind training
- $1.5 million for Riverside CCD, CA Inland Empire Technical Trade Center
Questions?

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Cost-of-Living Adjustment (COLA)

**January**
- $111.1 million ongoing Proposition 98 General Fund 1.5% COLA

**May**
- An **increase** of $185.4 million ongoing Proposition 98 General Fund
- To reflect a compounded cost-of-living adjustment of 4.05 percent

**Legislative Action**
- 5.07% super COLA to match K-12, or $371.91 million

**Final Action**
- 5.07% super COLA to match K-12, or $371.91 million
## Ongoing: Additions

| Add | Strong Workforce Program: Add funding, Change structure to 75% local, 25% regional  
|     | • Governor: $12.40 million  
|     | Legislature: $42.4 million |
| Provide | Provide **4.05% COLA** to Adult Education |
| Hold Harmless | Extended by one more year from 2023-24 to 2024-25 |
## Ongoing: Stays the Same

<table>
<thead>
<tr>
<th>Program</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Student Equity and Achievement Program</td>
<td>$23.76 million</td>
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<tr>
<td>Enrollment Growth</td>
<td>$23.61 million</td>
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<tr>
<td>CENIC Broadband</td>
<td>$8 million</td>
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<tr>
<td>Dreamer Resources Center</td>
<td>$5.8 million</td>
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<tr>
<td>Library Services Platform</td>
<td>$4 million</td>
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<tr>
<td>Project</td>
<td>Amount</td>
</tr>
<tr>
<td>-----------------------------------------------------</td>
<td>------------</td>
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<tr>
<td>COLA for select categorical programs</td>
<td>$17.55 million</td>
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<tr>
<td>California Apprenticeship Initiative</td>
<td>$15 million</td>
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<tr>
<td>Online tools</td>
<td>$10.61 million</td>
</tr>
<tr>
<td>Adult Education Program technical assistance</td>
<td>$1 million</td>
</tr>
</tbody>
</table>
Ongoing: with policy changes

Basic needs centers and coordinators
$30 million
• Adopts placeholder trailer bill language describing duties of basic needs coordinators and centers

Student mental health and technology
$30 million
• Modify to focus funding solely on mental health
Legislative Action: Ongoing Increases

- Umoja: $4.9* million
- Puente: $7.33 million
- MESA: $8.19 million
- EOPS: $20 million
- HBCU Transfer: $1.3 million
Ongoing: Legislative Reductions & Elimination

**Vocational ESL**
- Governor: $50 million
- Legislature: $0
- Final Action: $0

**Guided Pathways**
- Governor: $10 million
- Legislature: $0
- Final Action: $0
Governor proposed no significant changes for Calbright College

Legislature proposed its elimination

Compromise: “Continues funding for Calbright College but adds budget bill language stating that any legislation that eliminates the college will be binding.”
Legislative Action: Faculty (Ongoing)

Increase support for Part-Time Faculty

- Legislative Action: $75 million
- Final Action: $10 million ongoing Proposition 98 General Fund to support part-time faculty office hours. $90 million (one-time Proposition 98 General Fund)

Increase Full-Time Faculty Hiring

- Legislative Action: $171.43 million
- Final Action: $100 million
Financial Aid

$155.4 million to eliminate the age and time out of high school requirements for the Cal Grant for income-eligible California community college students starting in 2021-22 and $487 million for all students in 2022-23.

$500 million to establish the Golden State Education and Training Program and award grants to displaced workers seeking to attend a community college, CSU, or UC.

$200 million to create the Learning Aligned Employment Program and offer students a state-funded work-study opportunity related to their field of study on campus or at non-profit and private sector entities.

A new requirement that public high schools confirm that their graduating high school seniors complete an application for financial aid or an opt-out waiver.
One-Time Legislative Changes
Deferred Maintenance

**Governor’s Proposal**
- $314.1 million one-time Proposition 98 General Fund
- $250 million one-time American Rescue Plan Act of 2021

**Legislative Action**
- $438.760 million one-time Prop 98 General Fund
- $250 million one-time American Rescue Plan Act of 2021

**Final Action**
- $511 million one-time Prop 98 General Fund
Rej ects the May Revision proposal to provide the California School Finance Authority with $4 billion one-time to support student housing projects.

Provides a new $4 billion fund that will support campus capacity expansion projects at UC and CSU and student housing projects at community colleges, UC and CSU. Adopts placeholder trailer bill language setting criteria and retaining legislative authority over projects.

C reates a new $2 billion fund for CSU and UC facilities and for student housing at Community Colleges, CSU, and UC. Specific details of the program will be established through legislation enacted later.
One Time: Stays the Same

- Common course numbering
  $10 million
- Competency-based education pilot
  $10 million
- Instructional materials for dual enrollment students
  $2.5 million
- CCC Job Registry
  $1 million
## One-Time: Mostly Stays the Same

<table>
<thead>
<tr>
<th></th>
<th>Amount</th>
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<tr>
<td>Deferral paydowns</td>
<td>$1,561.13 million</td>
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<tr>
<td>Emergency student financial aid</td>
<td>$250 million</td>
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<td>Retention and enrollment strategies</td>
<td>$120 million</td>
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<tr>
<td>Student Basic Needs</td>
<td>$100 million</td>
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<tr>
<td>Equal employment opportunity</td>
<td>$10 million*</td>
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<tr>
<td>High Road Training Partnerships</td>
<td>$20 million</td>
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<tr>
<td>Faculty professional development</td>
<td>$20 Million*</td>
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<tr>
<td>CalFresh</td>
<td>$3.10 million</td>
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One-time: Added – Remain in Approved Budget

Support LGBTQ+ Centers: $10 million

Rising Scholars: $10 million

AB 1460 implementation/antiracism initiatives: Increased to $5.60 million
## One Time: Legislature Actions to Reduce

<table>
<thead>
<tr>
<th>Program</th>
<th>Governor</th>
<th>Legislature</th>
<th>Final</th>
</tr>
</thead>
<tbody>
<tr>
<td>Guided Pathways</td>
<td>$150 million</td>
<td>$50 million</td>
<td>$50 million</td>
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<tr>
<td>Zero Textbooks-cost degrees</td>
<td>$115 million</td>
<td>$15 million</td>
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<tr>
<td>Dual enrollment expansion incentives</td>
<td>$75 million</td>
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<tr>
<td>COVID-19 response block grant</td>
<td>$50 million</td>
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<td>$0</td>
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</tbody>
</table>
Other Budget Issues
Prop 51: capital outlay projects

- Approves projects and reappropriations in the Governor’s Budget, April Finance letter, and May Revision.
- 9 new projects and
- 32 continuing projects.
Budget includes language emphasizing the importance of in-person instruction,

Requires districts to report on the percentage of in-person instruction they are offering in Fall 2021,

Their plans for increasing in-person instruction in Spring 2022, and

How they are responding to student demand for in-person or online instruction
Dual Admission

Budget creates a new dual admissions transfer program.

First-time freshman applicants to CSU and UC

Program with a three-year sunset and reporting language

To increase access to and graduation from public universities for underrepresented students
QUESTIONS

Please insert your questions in the chat
Bills for Discussion:

League Priority Bills:
AB 927 (Medina) BA Degrees
AB 1456 (Medina) Financial Aid Reform

Academic Affairs:
AB 928 (Berman) Transfer
AB 1111 (Berman) Common Course Numbers
AB 1040 (Muratsuchi) Ethnic Studies

Collective Bargaining:
AB 275 (Medina) Classified Employees
AB 375 (Medina) Part-Time Faculty Load
AB 438 (Reyes) Classified Employees: Layoff Notices and Hearings
League Priority Bills:
AB 927 (Medina) BA Degrees
AB 1456 (Medina) Financial Aid Reform

**AB 927 (Medina) BA Degrees**

Would permit community colleges to offer baccalaureate degrees that are not offered by the UC and CSU and remove the sunset date of the current 15 college program.

**Location:** Senate Committee on Appropriations

**AB 1456 (Medina) Financial Aid Reform**

Would reform the state’s system of financial aid by:

- Creating two new Cal Grant Awards focused on either four-or two-year students.
- Significantly expanding number of students eligible for award.
- Two-year award focused on access costs.

**Location:** Senate Committee on Education
AB 928 (Berman) Transfer

Introduced in order to smooth out the ADT approval, adoption, and utilization process, this bill would:

• Create a committee charged to make recommendations to the legislature on ways to improve the transfer process.

• The proposed committee would be made up of the following:
  • Three representatives from each of the system offices of the UC/CSU/CCC.
  • Three representatives from each of the Academic Senates of the UC/CSU/CCC.
  • Three representatives from each of the student body organizations of the UC/CSU/CCC.
  • One member from the California Intersegmental Articulation Council.
  • Three members of the public, one each appointed by the Governor and state legislature.

• Require the UC and CSU to adopt one unified transfer pathway.

• Require community college students to be automatically enrolled in an ADT program. Those who intend to transfer to the UC or prefer a traditional AA would need to opt-out.

Location: Senate Committee on Appropriations
AB 1111 (Berman) Common Course Numbers
Would require California’s community colleges to establish a common course numbering system.

**Location:** Senate Committee on Appropriations

AB 1040 (Muratsuchi) Ethnic Studies
Would require students at a community college to take a 3-unit ethnic studies course in order to graduate.

**Location:** Held in the Senate Committee on Education
Collective Bargaining:

AB 275 (Medina) Classified Employees
Currently, colleges and collective bargaining units are permitted to negotiate the length of a probationary period for a newly hired employee for up to one year. This bill would reduce the maximum length of time from one year to six months.

Location: State Assembly

AB 375 (Medina) Part-Time Faculty Load
Would increase the level of teaching load a part-time faculty member could teach from 67% to 85% of a full-time faculty member. A college would be prohibited from assigning a teaching load below 80% to a part-time faculty member who has achieved reemployment rights.

Location: Senate Committee on Appropriations
Collective Bargaining:
AB 438 (Reyes) Classified Employees: Layoffs

AB 438 (Reyes) Classified Employees: Layoff Notices and Hearings

Would provide classified school employees with the same rights to a notice and hearing with respect to layoffs as is provided to certificated employees of school districts or academic employees at community colleges.

Location: Senate Committee on Appropriations
QUESTIONS

Please insert your questions in the chat
THANK YOU!