# Advisory Committee on Legislation January 27, 2024





#### COMMUNITY COLLEGE LEAGUE OF CALIFORNIA

## The Governor's Budget addresses \$37.9 billion deficit\*

Reserves—\$13.1 billion. The budget draws upon funds from the state's reserves.

Reductions—\$8.5 billion. The budget reduces funding for various items.

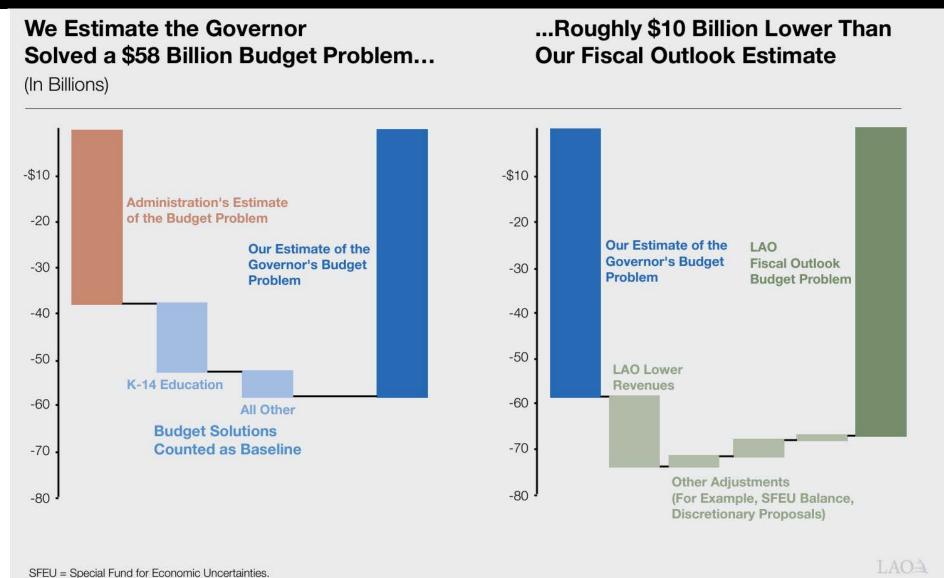
Revenue/Internal Borrowing—\$5.7 billion. The budget includes support from revenue sources and borrows internally from special funds.

Delays—\$5.1 billion. The budget delays funding for multiple items and spreads it across the three-year period, beginning in 2025-26, without reducing the total amount of funding through this period.

Fund Shifts—\$3.4 billion. The budget shifts certain expenditures from the General Fund to other funds.

Deferrals—\$2.1 billion. The budget defers specific obligations to the 2025-26 fiscal year.

#### Legislative Analyst's Office: How Big Is the Budget Problem?



#### CCC Apportionments

- \$69.15 million cost-of-living adjustment (COLA) for Student Centered Funding Formula apportionments, at 0.76%
- Consistent with K-12 COLA
- Categoricals proposed for COLA of 0.76% (in millions)
- \$29.6 million ongoing Proposition 98 General Fund for 0.5% enrollment growth.
- \*CSU and UC received deferrals of \$240 and \$228 million



### Nursing Program Support



An increase of \$60 million one-time Proposition 98 General Fund to expand nursing programs and Bachelor of Science in Nursing partnerships



To develop, educate, and maintain the next generation of registered nurses through the community college system, subject to future statutory changes



Consistent with 2023-24 budget act which intended to provide \$60 million one-time Proposition 98 General Fund per year for five years, starting in the 2024-25 fiscal year

### K-14 Rainy Day Fund



To support Student Centered Funding Formula resource needs



A withdrawal of roughly \$235.9 million in 2023-24



And \$486.2 million in 2024-25



With a remaining PSSSA balance of more than \$3.8 billion at the end of 2024-25

#### CCC Affordable Housing



Administration remains committed to a statewide lease revenue bond approach (Budget Summary, Higher Education, p. 30)



Developing a proposal for consideration at the May Revision



Proposes using resources included in the 2023 Budget to support those projects

#### Cal Grant Reform



The 2022 Budget Act reflected provisions regarding the fiscal conditions upon which the Cal Grant Reform Act may be implemented



The Administration remains attentive to the 2022 Budget Act's provisions regarding the fiscal conditions upon which the Cal Grant Reform Act may be implemented



Will continue to work closely with the Legislature, the Commission, and others

## School Facility Program

The Kindergarten through Community College Public Education Facilities Bond Act of 2016 (Proposition 51), (November 2016)

Which authorized \$9 billion in state General Obligation bonds to support K-12 and community college school facilities construction.

Expects to reach agreement on a bond proposal to be considered in the November 2024 election.

Legislative Analyst's Office The 2024-25 Budget: **Overview of the Governor's Budget** 

#### Assumes \$8 Billion in Lower Spending in 2022-23

Notes proposal plans to reduce General Fund spending on school and community college programs in 2022-23 by \$8 billion

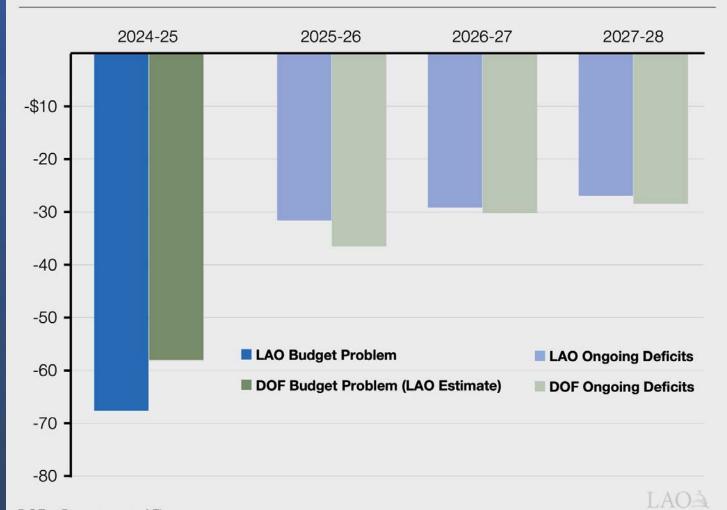
The budget does not specify how the state will implement this reduction

But indicates the state will make the reduction in a way that avoids impacting school and community college budgets.

Plan would make supplemental payments totaling \$8 billion over a five-year period (from 2025-26 through 2029-30).

#### **State Faces Significant Operating Deficits**

(In Billions)



DOF = Department of Finance.

#### League 2024 Talking Points

#### Gratitude

- Thank Administration and Legislature for their support
- Explain how state support has helped your ability to serve your community

#### Education

- Share your college's successes
- Highlight student stories
- Explain how state support has directly contributed to your college's/district's ability to serve your community.

## Flexibility

- State historically has looked to maximize its limited resources in economic downturns
- Encourage policymakers to support additional flexibility
- Like 50% law, for example

#### League 2024 Talking Points

#### Affordable Housing

Final language to be completed by May Revision

#### Cal Grant Reform

Decision on action to be decided in May Revision

#### **School Facilities Bond**

- Funds from last bond are depleted
- Bond negotiations focused on November Ballot
- League supports a K-14 bond like AB 247 (Muratsuchi)

#### Baccalaureate Degree Program

- Our colleges can be pivotal to addressing workforce shortages
- \$60 million for nursing
- SB 895 (Roth) on BSN authority-Ask your delegation to support



## Assembly Higher Education Committee

| Assemblymember Mike Fong, Chair   | Alhambra              |
|-----------------------------------|-----------------------|
| Assemblymember Tri Ta, Vice Chair | Westminster           |
| Assemblymember Joaquin Arambula   | Fresno                |
| Assemblymember Tasha Boerner      | Encinitas             |
| Assemblymember Phillip Chen       | Yorba Linda           |
| Assemblymember Bill Essayli       | Corona                |
| Assemblymember Jacqui Irwin       | Thousand Oaks         |
| Assemblymember Corey Jackson      | Perris                |
| Assemblymember Evan Low           | Sunnyvale             |
| Assemblymember Al Muratsuchi      | Rolling Hills Estates |
| Assemblymember Sharon Quirk-Silva | Fullerton             |

## Assembly Budget Subcommittee 3

- David Alvarez
   San Diego
- Megan Dahle Bieber
- Bill Essayli
  Corona
- Mike Fong
   Alhambra
- Kevin McCarty
  Sacramento
- Al Muratsuchi Rolling Hills Estates







### Upcoming Legislative Deadlines

31 January

Last day for each house to pass 2-year bills.

26 April

Last day for policy committees to hear and report to fiscal committees, fiscal bills introduced in their house.

17 May

Last day for fiscal committees to hear and report to the Floor bills introduced in their house. (Suspense Day)

Last day for bills to be introduced.

16 February

Last day for policy committees to hear and report to the Floor nonfiscal bills introduced in their house.

3 May

Last day for each house to pass bills introduced in that house.

24 May

## AB 359 (Holden) Dual Enrollment

#### AB 359 (Holden) Dual Enrollment: College and Career Access Pathways partnerships

Among other provisions, would authorize a community college district to enter into a CCAP partnership outside of their service area if the local college district has denied a request to establish a CCAP partnership. Removes the requirement for a high school principal to individually recommend students to participate in dual enrollment courses. Allows courses to be offered in a synchronous or asynchronous online format.

**Location:** Assembly Floor

### AB 810 (Friedman) Hiring Practices

## AB 810 (Friedman) Hiring Practices: academic, athletic, and administrative appointments.

Requires an applicant for employment who has reached the final stage of hiring to disclose any previous employment findings of misconduct against them.

- "Misconduct" means any violation of the policies governing employee conduct at the applicant's previous place of employment, including, but not limited to, violations of policies prohibiting sexual harassment, sexual assault, or other forms of harassment or discrimination, as defined by the employer.
- Applies to the hiring process for an appointment to an academic, athletic, or administrative position

**Location:** Assembly Floor

## AB 1142 (M. Fong) CPEC

## AB 1142 (M. Fong) Postsecondary Education: Coordinating Commission for Postsecondary Education in California

Would create the Coordinating Commission for Postsecondary Education in California as the statewide postsecondary education oversight, coordination, and planning agency. The Commission would be an independent state agency, which shall be advisory to the Governor, the Legislature, other appropriate government officials, and institutions of postsecondary education.

 All other details were removed from the bill, and an informational hearing is planned on February 7, 2024

**Location:** Senate Rules

### AB 1575 (Irwin) Confidential Advocates

AB 1575 (Irwin) Public postsecondary education: sexual harassment, sexual violence, and discrimination: disciplinary actions: confidential advocates and advisors

- The California Community Colleges (CCC), the California State University (CSU), and the University of California (UC), must adopt a policy permitting a student to be represented by an adviser if the student receives a notification of an alleged institution's code of conduct
- The student shall be informed of their right to either select an adviser of their choice or to request the public postsecondary educational institution to provide an adviser to the student.
- The adviser shall be provided training by the institution on the institution's adjudication procedures for the alleged violation.
- An adviser shall participate in the process as an advocate or as an adviser.

**Location:** Assembly Floor

#### AB 1160 (Pacheco) Debt Collection

#### **AB 1160 (Pacheco) Protecting Students from Creditor Colleges Act**

Requires institutions to wait 180 days after alerting students of their institutional debt before engaging with third-party debt collectors. Prohibits institutions from withholding diplomas due to an unpaid debt. Previously, this bill prohibited institutions from placing any enrollment or registration holds onto students due to an unpaid debt.

 Recent amendments require institutions to grant a one-time exemption from an enrollment or registration hold to students who owe an institutional debt. This exemption shall occur in the first instance where a student incurs institutional debt that would otherwise trigger an enrollment or registration hold, following the completion of an academic term.

**Location:** Assembly Floor

**Staff Recommendation: CONCERN** 



## Newly Introduced Legislation: Nursing

**Bill Origin:** Last Fall, ACL members connected League Staff to the **United Nurses Association of California (UNAC).** UNAC successfully secured \$60 million ongoing dollars in the budget for the purpose of nursing. UNAC stated their intent to introduce a bill on community college BSN programs.

**SB 895 (Roth)** Senator Roth wanted to be the first member to claim this issue and crafted a bill he thought would be signed into law, with assistance from Riverside CCD, his home district.

**The Bill:** League Staff were approached to be partners behind this proposal. With a short window of opportunity, we received emergency approval from the CCCT and CEO boards to support the issue and collaborate with the Senator's office.

To signal our strong support and have a seat at the table, the League is co-sponsoring SB 895 with the United Nurses Association of California (UNAC).

## SB 895 (Roth) Community College BSN Programs

#### SB 895 (Roth) Baccalaureate Degree in Nursing Pilot Program

- Authorizes Baccalaureate Degree in Nursing (BSN) programs at 15 community college districts,
   selected by the Community College Chancellor.
- The programs must have equitable access throughout the northern, central, and southern parts of the state, and priority must be given to districts in underserved nursing areas.
- The districts chosen must have nationally accredited ADN Programs
- Class size is limited to 25% of the ADN class, or 35 students, whichever is greater.
- This authority would sunset in January 2031.

**Likely Opposition:** California State University (CSU), Association of Independent California Colleges and Universities (AICCU), and For-profit colleges.

**Likely Neutral:** California Nurses Association (CNA)

#### Next Steps and Ongoing Conversations

- We are engaging with nursing professionals through The California Organization of Associate Degree Nursing (COADN) to ask for their input on the policy, the data, and the context. We intend to engage them consistently during this process, and they have been tremendously helpful in the early stages of the bill's life.
- We plan to engage with the students through the Student Senate for California Community Colleges (SSCCC).
- We are engaging with various college districts that we believe have a vested interest in this proposal, including: Los Angeles, Riverside, State Center (Fresno), Merced, and the Community College Baccalaureate Degree Association (Constance Carroll).
- We are partnering with labor; they are the ones driving this effort. We can be part of the conversation or be left behind.
- We are partnering with the Chancellor's Office, who indicated that they are aligned and will do what they can to support the effort. We intend to have the Chancellor's Office participate in our coalition meetings going forward.

## Newly Introduced Legislation

#### AB 1780 (Ting) Postsecondary Education: legacy admissions

States the intent of the author to introduce legislation related to legacy admissions in institutes of higher Education.

#### SB 906 (Skinner) Student Athlete Bill of Rights

States the intent of the author to further modify existing law related to the student athlete's bill of rights.

## AB 1790 (Connolly) California State University: sexual harassment: implementing California State Auditor recommendations

Requires the California State University to implement the recommendations provided in a specified California State Auditor report by January 1, 2026.

## Newly Introduced Legislation

SB 971 (Portantino) Community colleges: exemption from nonresident tuition fee: resident of a region impacted by war or regional conflict.

Would exempt from the nonresident tuition fee a nonresident student who meets all the following requirements:

- 1. Must be a low-income student.
- 2. Must be a resident of a region impacted by war or other regional conflict.
- 3. Registers for lower division courses at a community college.
- 4. Has indicated that they have sought residency in California in an effort to find relief from identified conflicts in their nation of origin.

The bill would, in any academic year, prohibit more than 150 full-time equivalent students at a community college from being exempted from payment of the nonresident tuition fee pursuant to this exemption.

## Newly Introduced Legislation

#### AB 1818 (Jackson) Homeless students: parking

Requires each CCC, CSU, and UC campus to allow overnight parking by a student attending its campus if:

- The student uses the vehicle as housing.
- The student has a valid parking permit issued by the campus.
- The vehicle is parked in or on a campus-owned and controlled parking lot or parking structure.

Prohibits each campus from citing or penalizing the student.

This policy proposal is identical to AB 302 (Berman, 2019) which the League opposed.

Staff Recommendation: **OPPOSE** 

#### 50% Law Update

Engaging with numerous legislative offices

Drafted two different concepts

Panel at the Legislative Conference

Presenting at Student Senate (SSCCC) Board of Directors Meeting



#### Save the date:



## BASIC NEEDS CAPITOL BRIEFING

Tuesday January 30th, 2024 10:00 am

Legislative Office Building, Room 100

1020 N Street Sacramento, 95814



#### **BROUGHT TO YOU BY**





































# 2024 Annual Legislative Conference Tom Downs | Downs Government Affairs, LLC

### In this Government Relations Update

- I. Federal agency rulemaking update
- II. Federal legislative update for the 118th Congress
- III. Update on Community Project Funding, aka Congressionally Directed Spending ("earmarks")
- IV. Potential changes on the horizon for the 119th Congress
- V. Plans for Washington, DC, during the week of February 5

#### Roundup of Pending Federal Regulatory Items

#### These regulatory items may impact community colleges and students

- ED Readjusting Free Application for Federal Student Aid (FAFSA)
- ED Financial Value Transparency and Gainful Employment rulemaking
- ED Title IV negotiated rulemaking addressing accreditation, distance education, state authorization, and return of Title IV funds
- DOL National Apprenticeship System Enhancements
- DOL Fair Labor Standards Act (FLSA) rulemaking
- HHS Temporary Assistance for Needy Families (TANF) rulemaking

### The Only Significant Legislation Passed in 2023

#### The National Defense Authorization Act (NDAA) for Fiscal Year 2024

During the 12 months of the first session of the 118th Congress, the NDAA was the only major piece of legislation enacted. Key provisions –

- Establish an Enlisted Training Corps Demonstration Program for community colleges
- DOD SkillBridge program authorization
- Military recruitment at high schools and community colleges
- Credentialing opportunities and scholarships related to cybersecurity
- Space Force education

### Legislation Most Likely to Move in this Session

#### **Bipartisan Workforce Pell Act (H.R. 6585)**

- Helps low-income students participate in short-term programs to land a job quickly
- Creates a quality assurance system for Workforce Pell Grant programs
- Guarantees prices align with economic value, so students receive a positive ROI
- Ensures programs provide students with relevant education and competencies necessary for employment in in-demand industries
- Outlines a process for accreditors to oversee Workforce Pell and supports the onramp of new expert accreditors to oversee Workforce Pell programs

### Legislation Most Likely to Move in this Session

#### Workforce Innovation and Opportunity Act (WIOA) reauthorization

The "Stronger Workforce for America Act" (H.R. 6655) would expand skills development and strengthen the relationship between employers and the workforce system

- Dedicates 50% of adult and dislocated worker funding to upskilling programs
- Emphasizes employer-led initiatives that equip workers for jobs in critical industries.
- Streamlines the eligible training provider list to ensure programs align with skill and hiring demands
- Emphases work-based learning for youth, codifies a program to help individuals released from incarceration transition back to employment, and enhances workforce education programs at community colleges that align with in-demand jobs
- Creates a demonstration authority for state and local boards to reimagine workforce systems and provides technical assistance to employers on skills-based hiring practices

### Other Pending Legislation

#### **Federal Aviation Administration Reauthorization**

<u>Goal</u>: Triple funding for FAA Aviation Workforce Development grants to train pilots and aviation maintenance technicians

#### The Farm Bill

<u>Goal</u>: Authorize USDA "Capacity Building Grants for Community College Agriculture and Natural Resources Programs"

#### **Small Business Administration Reauthorization**

<u>Goal</u>: Create SBA Innovation Centers to award competitive grants to community colleges and minority-serving institutions (MSI)

### Other Pending Legislation

**Hispanic Educational Resources & Empowerment (HERE) Act**, S. 2813/H.R. 5469

**Grants for Resources in Occupational and Workforce Training for Healthcare (GROWTH) Act** (H.R. 6078)

Tax Free Pell Grant Act, H.R. 3000

**Opportunity to Address College Hunger Act**, S. 2813/H.R. 5469

**College for All Act** (S. 1963/H.R. 4117)

### Community Project Funding

#### An opportunity for appropriations earmarking

- The Community Project Funding (aka earmarking) opportunity established in the FY 2022 budget cycle under Democratic House leadership continues under Republican House leadership
- Each member of Congress is permitted to request up to 15
   Community Project Funding items
- The United States Senate has a similar process known as Congressionally Directed Spending
- We expect these opportunities to continue in the upcoming cycle

### Anticipated Turnover in Congress Next Year

#### **U.S.** House of Representatives

To date, 48 Members of Congress have resigned, announced retirement plans, or are running for a different office

- This includes Reps. Tony Cárdenas (D-CA-29), Anna Eshoo (D-CA-16), Barbara Lee (D-CA-12), Grace Napolitano (D-CA-31), Katie Porter (D-CA-47), and Adam Schiff (D-CA-30)
- California's 20<sup>th</sup> district, formerly held by Rep. Kevin McCarthy (R-CA), will be filled by a special election with a primary scheduled for March 19, and a general election scheduled for May 21, 2024

### Anticipated Turnover in Congress Next Year

#### **U.S.** House of Representatives (continued)

Polling suggests a likely change in party control from the current headcount of 220 Republicans (Majority) to 213 Democrats (Minority)

- The Cook Political Report (CPR) finds that of Congressional races that are competitive, Democrats are likely to hold onto 30 seats, while Republicans are likely to hold 19 seats
- CPR ranks 15 Republican and 10 Democratic incumbent reelection races as "toss up or worse"
- Of course, the Presidential campaign may have down-ballot effects

### Anticipated Turnover in Congress Next Year

#### **United States Senate**

Democrats now have a 51-49 Senate majority. The headcount is 48 Democrats, 49 Republicans, and 3 Independents caucusing with Democrats

- Of 23 Democratic-held seats on the ballot in 2024, CPR expects West Virginia to flip while 3 others – Arizona, Ohio and Montana – are toss-up
- Of 11 Republican-held Senate seats on the ballot in 2024, 9 are considered "safe" Republican and 2 are "leaning Republican"
- The Senate seat held by Laphonza Butler (D-CA) is open, with Reps. Barbara Lee (D-CA-12), Katie Porter (D-CA-47), and Adam Schiff (D-CA-30) running in the March 5 primary

### Plans for Washington the Week of February 5

#### Highlights during the ACCT National Legislative Summit

Feb. 5, 6-8 PM – Networking Reception, Army & Navy Club, 901 17th St, NW

- Host: Tom Downs, tcdowns@downsgovaffairs.com, (703) 283-5914 (m)
- Feb. 6, 7:30–9 AM California Delegation Breakfast & Briefing, Marquis 12
- Hosts: The League, and FoundationCCC
- Keynotes: Rep. Jimmy Panetta (D-CA) and Rep. Sara Jacobs (D-CA)
- Feb. 6, 6-8 PM Networking Reception, Sonoma, 223 Pennsylvania Ave., SE
- Hosts: The League, FoundationCCC, CCCCO, and Los Angeles CCD

### QUESTIONS?

Thomas C. Downs

Downs Government Affairs

1629 K Street, NW, Suite 300

Washington, DC 20006

tcdowns@downsgovaffairs.com

t 202.403.2302 | m 703.283.5914

## Thank you!

