



GOVERNMENT RELATIONS UPDATE

September 2020 Webinar



COMMUNITY COLLEGE LEAGUE OF CALIFORNIA



Agenda

- Save the Date
- Budget
- Legislative Update
- Federal Update

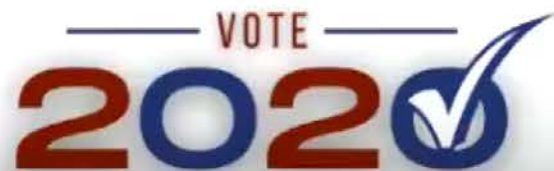


Engaging California Community Colleges in the 2020 Election

WEDNESDAY, SEPTEMBER 9

2:00 P.M. - 3:00 P.M.

http://bit.ly/CCLC_vote2020townhall Recording



HOSTED BY THE COMMUNITY COLLEGE LEAGUE OF CALIFORNIA



Secretary of State Alex Padilla



- Changes to the 2020 election
- Voter registration/Ballot Bowl
- Poll workers
- Drop box center/Voter locations



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Join Us for Our Next Webinars

Proposition 16: Opportunity for All (Repeal Prop 209)

Wednesday, September 16 // 2:00 p.m. - 3:00 p.m.

http://bit.ly/prop16_townhall

Proposition 15: Schools and Communities First

Wednesday, September 23 // 2:00 p.m. - 3:00 p.m.

http://bit.ly/prop15_townhall



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California Community Colleges

**Undocumented Student
Action Week
October 19-23, 2020**



<https://www.ccleague.org/advocacy/federal-advocacy/supporting-undocumented-students>



Budget Update



Key issues in SB 820

- Lt. Governor to serve as the 17th Member of the Board of Governors
- Modifies how lottery funds provided to schools may be used by changing the definition of technology-based materials to include laptop computers and internet access devices



SB 115: Budget Bill Junior

SB 115 authorizes \$16.6 million in Proposition 51 bond funds

- support the preliminary plans and
- working drawings phases of eight community college capital outlay projects
- Signed into law
- September 9, 2020 (Chapter #40, statutes of 2020)

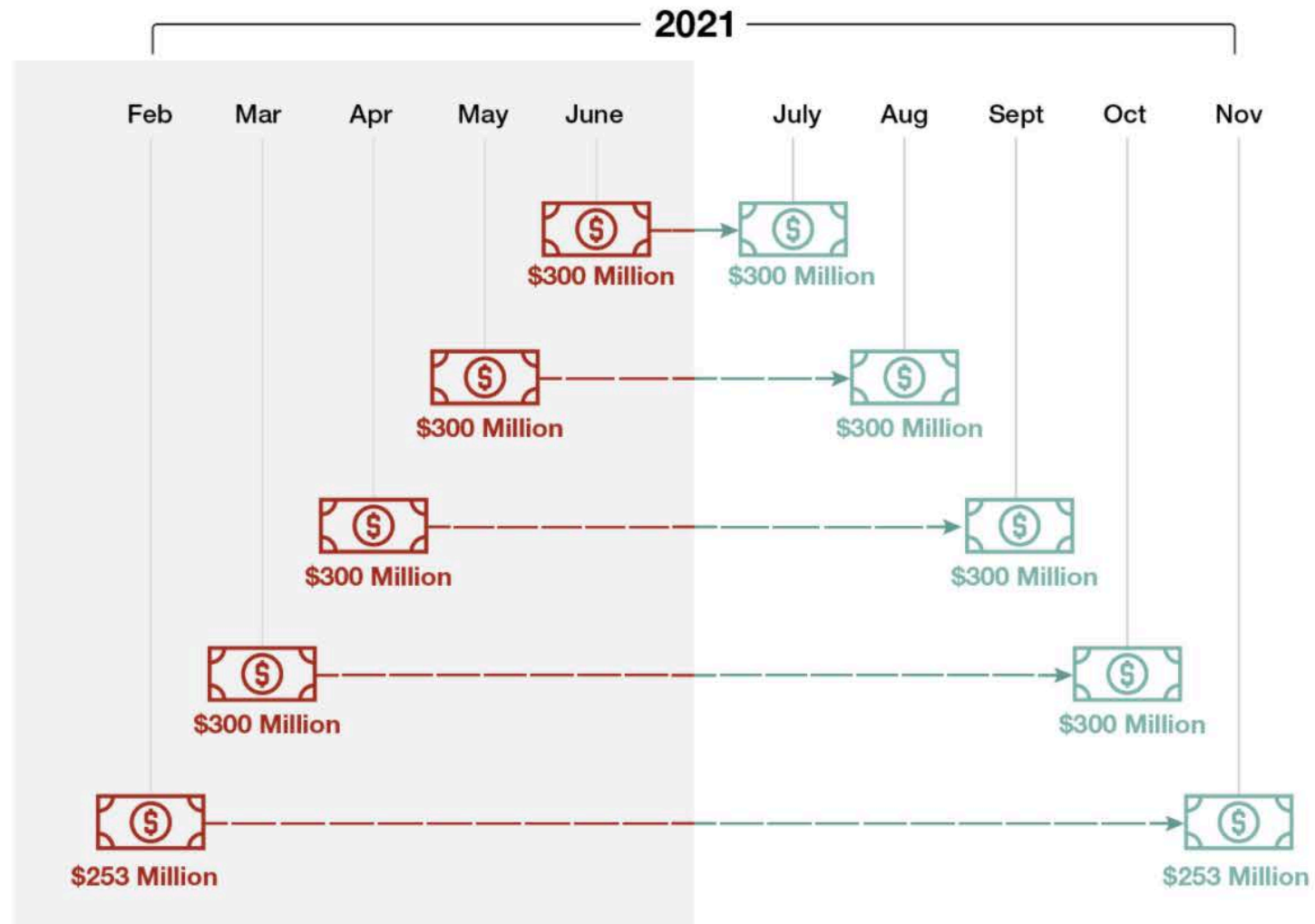


SB 115: Budget Bill Junior

- College of Alameda: Aviation Complex Replacement,
- Saddleback College: Science Math Building Reconstruction,
- City College of San Francisco: Cloud Hall Reconstruction,
- Sierra College: Science Building Phase 1,
- Shasta College: Building 200 Modernization,
- Fullerton College: Music/Drama Complex-Buildings 1100 and 1300 Replacement, and
- Mt. San Antonio College: Technology and Health Replacement.



2020-2021 Deferral Schedule





August Revision to the 2019-20 Second Principal & 2020-21 Advance Apportionment: August 28, 2020

The August revision of the Advance Apportionment reflects the transfer of \$415 million in SEA program resources to the SCFF so that deferrals can be made as specified in statute and SCFF General Fund apportionments can be made through January as intended. SEA funds will be included as part of the \$1.45 billion budget deferral. Deferrals generally allow districts to proceed without interruption to programs. Districts rely on savings and low cost borrowing to supplement cash flow in order to maintain the same level of service.



August Revision to the 2019-20 Second Principal & 2020-21 Advance Apportionment: August 28, 2020

Categorical Programs:

The 2020-21 AD also accelerates the disbursement of most categorical program funding, releasing funds by January 2021 rather than June 2021, to assist districts with cash flow. The Exhibit A12 provides anticipated apportionment allocations for the SCFF and the majority of categorical programs through the end of this fiscal year to assist with cash flow planning. The Exhibit R reflects the amount of funds deferred to 2021-22 for each district from their SCFF General Fund and SEA program allocations that will be repaid from July through November of 2021.

This revision also includes the allocation of nearly half of the COVID-19 Response Block Grant funding. The remaining \$66 million is pending the administrative establishment of expenditure at the SCO. See Fiscal Standards memo 20-08 at the following [link for additional details](#).



California Department of Finance

August 2020

Finance Bulletin

Keely Bosler, Director

MONTHLY CASH REPORT

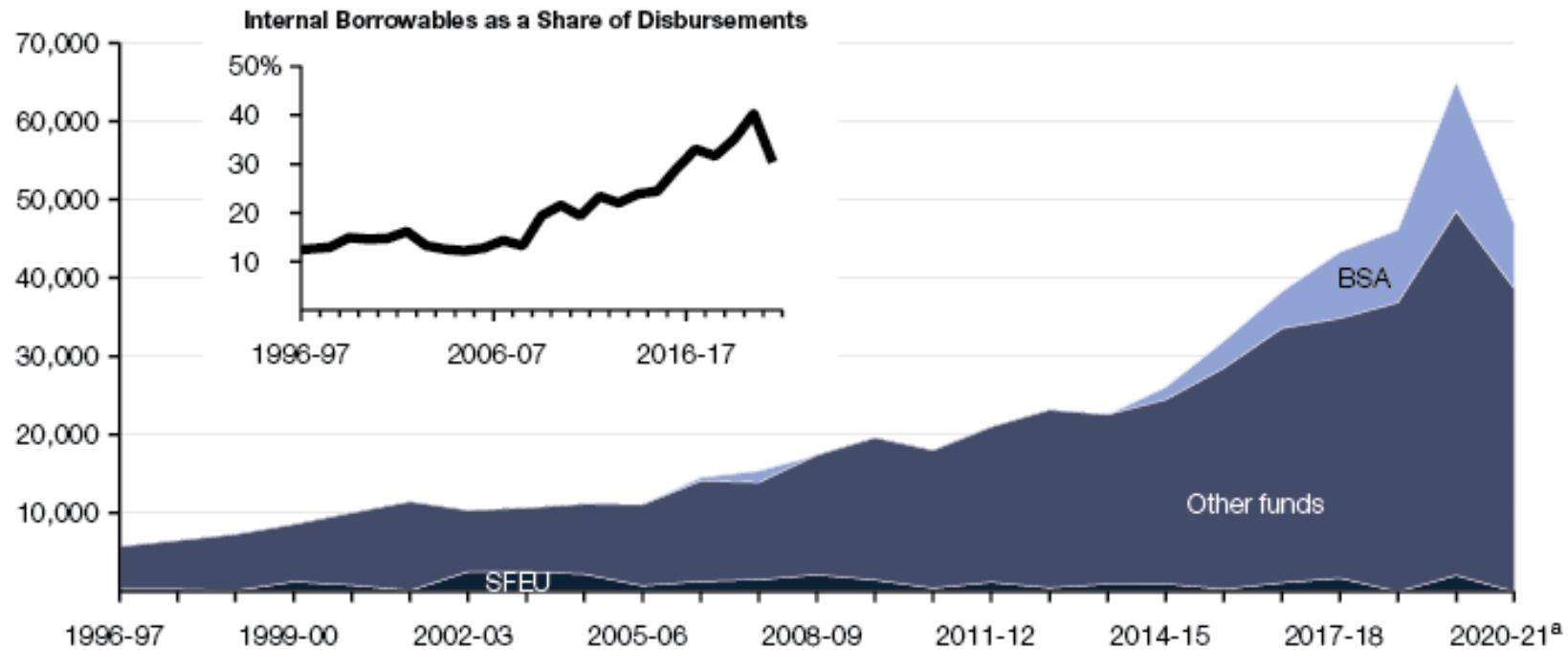
Preliminary General Fund cash receipts for July, the first month of the fiscal year, was \$2.580 billion above the 2020-21 Budget Act forecast of \$27.792 billion, largely related to unexpected strength in the 2019 tax year. Preliminary General Fund agency cash receipts for the entire 2019-20 fiscal year were \$1.135 billion above the 2020-21 Budget Act forecast of \$123.395 billion, or 0.9 percentage point above forecast. Total collections for March through July of 2020 are actually down by 6 percent from the same period in 2019.



LAO: An Update on California's Cash Management Situation

Figure 4

Balances of Internally Borrowable Resources Remain Historically High



^a Projected.

SFEU = Special Fund for Economic Uncertainties and BSA = Budget Stabilization Account.



Variables Moving Forward

Additional Federal Stimulus

- One-time in nature
- Must meet CA Budget Control Language to trigger off deferrals
- Debate on relief to institutions, headcount vs. FTES

Prop 15

- Ongoing annual funding
- Would not be immediate

A stylized sunburst logo consisting of a central white circle with numerous blue lines radiating outwards, creating a sunburst effect. The lines are of varying lengths and thicknesses, with the longest and thickest lines forming a cross shape.

Legislative Update



COVID-19 and the Legislative Process

Legislature officially adjourned at 1:29 am on September 1, 2020.

Most of State Senate Republican Caucus quarantined and thus participated remotely.

Major issues considered this session:

- COVID-19 Response
- Evictions Moratorium
- Police Powers
- Ban on Flavored Tobacco
- Ethnic studies for K-12 and CSU
- Homelessness
- Wildfires





Bills Updates

Academic Affairs:

AB 2288 (Low) Nursing Programs - **Passed to the Governor's Desk**

AB 2416 (Gabriel) Satisfactory Academic Progress - **Passed to the Governor's Desk**

Basic Needs:

AB 2884 (Berman) Lottery Dollars - **Passed to the Governor's Desk**

SB 1232 (Glazer) CalWORKs - **Passed to the Governor's Desk**

College Operations:

AB 70 (Berman) For-Profit to Non-Profit Conversations – **Passed to the Governor's Desk**

SB 1173 (Durazo) Employee Info – **Held in the State Senate**



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Federal Update



Here's the Skinny

What's missing: Additional state aid

Previous GOP Bill: Would not provide more funding but would increase the time window and flexibility for states to utilize the initial \$150 billion in funding to cover revenue shortfalls. Currently, those funds can only be used for coronavirus-related expenses.

Both state and local governments have been pressing Congress for months to send them more money to avoid massive spending cuts and layoffs.

GOP Skinny Bill: Would not provide additional assistance to state and local governments, even though they have been pressing lawmakers for months to send them more money to avoid massive spending cuts and layoffs. The skinny bill does extend the time that state and local governments can use the \$150 billion Coronavirus Relief Fund money provided in the coronavirus package Congress passed in late March. The new date is September 30, 2021.

House Heroes Act: Would provide \$500 billion to states and \$375 billion to local governments, which can be used to replace lost tax revenue and shore up their budgets amid the pandemic.



Status of Negotiations

- Negotiations collapsed in August.
- Democrats and Republicans appear to be far apart.
- President Trump has issued conflicting statements on his stimulus goals.
- Proximity to election day makes it more difficult to reach a deal.



Executive Actions

President Trump Issued the Following Executive Orders:

- Permits deferral of student loan payments through January without accruing interest.
- Supplement to unemployment insurance (funds likely to run out soon)
- An attempt to permit companies to waive payroll taxes.
- Directs various federal departments to study the idea of providing additional rental relief.

