

**Summary of the Governor's January
Budget Proposal for Fiscal Year 2016-17**

Chabot-Las Positas Community College District

Board of Trustees

Mr. Carlo Vecchiarelli, President
Dr. Hal Gin, Secretary
Dr. Arnulfo Cedillo
Mrs. Isobel F. Dvorsky
Mr. Donald L. "Dobie" Gelles
Mr. William L. "Will" Macedo
Dr. Marshall Mitzman

Administration

Dr. Jannett Jackson, Chancellor
Mr. Lorenzo Legaspi
Vice Chancellor, Business Services
Ms. Barbara Yesnosky
Director, Business Services

On January 7, 2016, the Governor, Jerry Brown, presented his January Budget Proposal for the 2016-17 State Budget. The outlook for K-14 education is positive, although not to the same degree seen in the 2015-16 fiscal year. The purpose of this Budget in Brief is an overview of the Governor's proposal as it relates to the California Community Colleges and the Chabot-Las Positas Community College District.

- **Proposition 98 Minimum Guarantee** - The minimum guarantee for Prop 98 is estimated to grow to \$71.6 billion in 2016-17, up from the \$68.4 billion assumed as part of the 2015-16 budget agreement.
- **Access** - \$114.7 million for increased access. This is an increase of roughly 2 percent, sufficient to expand access by close to 50,000 students (headcount).
- **Cost of Living Adjustment (COLA)** - \$29.3 million for a COLA of 0.47 percent.
- **Full Time Faculty Hiring** - No augmentation. Received \$62.3 million in 2015-16.
- **Base Allocation Funding** - No augmentation. Received \$266.7 million in 2015-16.
- **Cal Grant** - \$39 million is continued for the Full-Time Student Success Grant, which provides supplemental financial assistance to Cal Grant B recipients taking 12 units or more.
- **Proposition 39** - \$45.2 million is provided for energy efficiency projects and workforce development consistent with the intent of Proposition 39.
- **Apprenticeship** - \$1.8 million is provided for the purpose of providing parity to apprenticeship rates relating to various general purpose funding augmentations received by colleges in 2015-16 (e.g., the general operating expense funds, funds for full-time faculty hiring).
- **Workforce** - \$200 million added to the Economic Workforce Development (EWD) item to improve and expand efforts for workforce, consistent with recommendations made by the Task Force on Workforce, Job Creation and Strong Economy.
- **CTE Pathways (SB 1070)** - \$48 million is funded for this program on an ongoing basis. The Governor's intent is to repeal the sunset date for this program to make it permanent.
- **Basic Skills** - \$30 million increase to the existing Basic Skills categorical to incentivize and support colleges that successfully implement research-based practices that transition students from basic skills to college-level programs.

- **Maintenance and Instructional Equipment** - \$289 million is provided for Schedule Maintenance, Instructional Equipment and Specified Water Conservation Projects. Similar to the funding provided in 2015-16, districts will have the flexibility to distribute funds among maintenance, instructional equipment, and drought response activities. No local match is required.
- **Prior Year Mandated Cost Claims** - \$76 million in one-time funding is provided on a per-FTES basis to retire outstanding mandate claims.
- **Data Security** - \$3 million is added to the TTIP program for the purpose of enhancing data security.
- **Institutional Effectiveness** - \$10 million is added to the Institutional Effectiveness program, in part, to augment support of technical assistance to the colleges.
- **Innovation Awards** - \$25 million is proposed for grants related to innovative practices in community colleges. More details on criteria will be released with the trailer bill. This item is proposed on a one-time basis, though the funding comes from ongoing resources.
- **Zero Textbook Cost Degree** - \$5 million is provided to incentivize programs that have no costs to students for the use of textbooks. More details on these grants are expected when the trailer bill is released later this month. This item is proposed on a one-time basis, though the funding comes from ongoing resources.
- **Student Fees** - No fee increases are proposed at this time

This information from the Governor's January Budget Proposal will be used to assist the District in developing its Tentative and Adoption budgets for 2016-17 fiscal year.

Sources of Information:

California Community Colleges System Office

School Services of California

California Community College League