

CHABOT-LASPOSITAS

Community College District

Board of Trustees Study Session Meeting – March 6, 2018 Update on New Student-Centered Funding Formula

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Presentation Summary

- Review Current Budget Allocation Model (BAM)
- Review Proposed Student-Centered Funding Formula
- Comparison of Current Model vs New Model
- Looking Ahead
- * Using 2017-18 Enrollment Data





BUDGET ALLOCATION MODEL

Determine Full Time Equivalent Students (FTES) 17,400 **Calculate State Funding** \$108,626,782 **Apportionment, COLA, Lottery, Mandated Costs, Other State Revenues Fund District-wide Expenses** \$9,452,432 Contractual, Regulatory; Retiree Health Benefits, Insurance, Utilities & Audit **Fund District Office @ 10.48%** \$10,310,440 **Fund Maintenance & Operations @ 8.53%** \$8,391,990 **Allocate Balance of Funds to Colleges Based on FTES** Chabot College @ 58.62% \$47,085,386 Las Positas College @ 41.38% \$33,386,534 **Local Site Revenues to be Added**





Governor's January Budget Proposal for FY 2018-19

<u>Transition to a Student-Centered Funding Formula</u> – \$175 million is proposed for a new funding formula, which would allocate funds for:

- Base Grants (50% of formula) based on FTES enrollment
- Supplemental Grant (25% of formula) based on the number of low-income students
- Student Success Incentive Grant (25% of formula) based on the number of degrees and certificates granted and the number of students who complete a degree or certificate within a specified time frame
- Hold Harmless Provision hold districts harmless during the first year of implementation



Old Model

1. Base:

Number of Students

New Model

1. Base:

Number of Students

2. Supplemental Grants:

Number of Students Receiving College Promise Grant (BOG) Number of Students Receiving Pell Grants

3. Student Success Grants:

CCCO's Approved Degrees, Certificates and Awards 3-Year Completion – Degree Certificate or Transfer Associate Degree for Transfer





Comparison

	Old Formula	New Formula
1. Base	17,400 X \$5,072	17,400 X \$5,072 X 45.20%
2. Supplemental Grant➤ Students on (BOG)➤ Students on (Pell)	Not a Factor Not a Factor	No. X \$5,072 X 25.10% No. X \$5,072 X 40.00%

3. Student Success Grants

Awards	Not a Factor	No. X \$5,072 X 104.00%
3-Year Completion	Not a Factor	No. X \$5,072 X 120.20%
Degree Transfer	Not a Factor	No. X \$5,072 X 18.40%

^{*} Note: \$5,072 is the Credit Rate for 2017-18



Looking Ahead

- New formula produces "winners" and "losers"
- Hold harmless for one (1) year 2018-19
- Eliminates "Roll Back"
- New way of doing business
 - Growth no longer the sole factor
 - Review how we report data
 - Direct \$ to student support areas, Counseling, Tutoring,
 Technology
- Unintended Consequences
 - 50% Law
 - 75/25 (FON) Faculty Obligation Number
 - Different student population @ colleges

