

# Building a New Budget Allocation Model

*Some Considerations*

# Objective

To provide Chabot-Las Positas Community College District information to be considered as the District embarks on the process of building a new Budget Allocation Model

## How long has it taken districts to complete their BAMs?

- One district took 12 months to complete its BAM, (Rancho Santiago); Kern has committed to finishing within 6 months; North Orange 12 months; Yosemite is shooting for 8 months to finish its work.
- Potential timeline for Chabot/LP to consider: Subcommittee deadline to deliver a draft BAM to the PBC is August 1, 2020. Deadline for PBC to adopt a new BAM is December 1, 2020. New BAM would be used in 2021/22 FY.

## Did the work of designing a funding model involve using subcommittees and who staffed these committees?

- Most colleges have used subcommittees to perform the BAM work. This work is reviewed, amended and then ultimately adopted by the full BAM working group.
- Districts using/used subcommittees: Kern, Rancho, North Orange, Coast
- The committee members usually consisted of, with some exceptions, individuals who can provide technical support and information to help build and validate the model. This has included: Business officers from the colleges, district CBO, district researcher and the district finance manager. In some cases it included representatives from faculty and classified groups.

What districts have revenue models that start at the district; and how many start out with revenues at the college and then distribute the revenues through their models back to the college or district?

- Districts with College to District Models:
  - Rancho Santiago, North Orange, Coast, Kern, Peralta, Contra Costa
- Districts with District to College Models:
  - Chabot/Las Positas, Los Rios, Yosemite, Riverside, Los Angeles,

## What are some significant points to consider in building an “equitable” model?

- If there are existing inequities with the current model, then those inequities need to be identified and addressed in the new model with the subcommittee given latitude to develop solutions to the inequities.
- For example, Kern is looking to correct an issue with educational centers they operate (that are not eligible for the basic allocation funding in the state formula).
- Some models have built-in “Adjustment” sections to correct for inequities brought on by statewide requirements such as the FON and 50% Law. North Orange, for example, makes corrections in their Adjustment section for these two items.

# Questions?