

# Governor's 2018-19 Budget Proposal

## Student Centered Funding Formula

### Summary Chart

Formula Framework	Calculation of Grants
<b>50%: Base Grants</b>	<ol style="list-style-type: none"><li>1. Minimum funding level = 2017-18 FY</li><li>2. Basic allocation based on number of colleges and centers</li><li>3. Allocation based on credit, CDCP, and non-credit FTES</li><li>4. Base grants equal to <u>45.2%</u> of credit, CDCP, or non-credit FTES rates</li></ol> <p>FTES Calculation:</p> <ul style="list-style-type: none"><li>• The higher 2017-18 rate will be used to determine district base grant.</li><li>• In 2018-19 FY, districts must decide which year (2018-19 or 2019-20) to apply summer FTES.</li><li>• Summer shift of FTES ends after 2018-19.</li><li>• Decreases in FTES result in revenue reductions the year after the initial year of enrollment decline</li><li>• Up to three years of restoration</li></ul> <p>Growth:</p> <ul style="list-style-type: none"><li>• Percentage allocated in annual budget</li><li>• Growth formula approved in 2015-16</li><li>• Growth attributable to supplemental grants</li><li>• Growth attributable to student success incentive grants</li></ul>
<b>25%: Supplemental Grants</b>	<ol style="list-style-type: none"><li>1. Supplemental grant equal to <u>25.07%</u> of credit rate multiplied by number of California College Promise Grants (formerly BOG Fee Waiver) recipients</li><li>2. Supplemental grant equal to <u>40%</u> of credit rate multiplied by number of Pell Grant recipients</li></ol> <p>Other:</p> <ul style="list-style-type: none"><li>• Number of students is defined by number of students served by district</li><li>• Utilizes prior year data</li></ul>

	<ul style="list-style-type: none"> <li>Decreases in number in BOG or Pell result in revenue reductions the year after the initial year of decline</li> </ul>
<p><b>25%: Student Success Incentive Grants</b></p>	<ol style="list-style-type: none"> <li>Student Success grant equal to <u>104%</u> of credit rate multiplied by number of Chancellor’s Office approved degrees, certificates, and awards granted by the district</li> <li>Student Success grant equal to <u>120.2%</u> of credit rate multiplied by number of students who complete a degree, certificate, or transfer in 3 years or less based upon prior year as defined by Scorecard</li> <li>Student Success grant equal to <u>18.35%</u> of credit rate multiplied by number of ADT degrees granted by the district</li> </ol> <p>Other:</p> <ul style="list-style-type: none"> <li>Utilizes prior year data</li> <li>Decreases in number of success measures result in revenue reductions the year after the initial year of decline</li> </ul>
<p><b>Hold Harmless</b></p>	<ol style="list-style-type: none"> <li>Minimum 2018-19 = 2017-18 FY</li> <li>Beginning in 2019-20 and each year thereafter, funding level determined by multiplying <u>district new FTES</u> by the 2017-18 FTES.</li> </ol>
<p><i>*Credit Rate = \$5,320 multiplied by 2018-19 COLA CDCP Rate = \$5,320 multiplied by 2018-19 COLA Noncredit Rate = \$3,323 multiplied by 2018-19 COLA</i></p>	