

Introduced by Committee on Budget and Fiscal Review

January 10, 2019

~~An act relating to the Budget Act of 2019.~~ *An act to amend Sections 69432, 69617, 70023, 78222, 84321.7, 84750.4, 88821, 88822, 88825, and 99200 of, to add Section 84321.62 to, to add Article 7 (commencing with Section 89780) to Chapter 6 of Part 55 of Division 8 of, to add Article 6 (commencing with Section 92060) to Chapter 1 of Part 57 of Division 9 of, Title 3 of, to add and repeal Sections 69438.9 and 84363 of, and to add and repeal Article 22.5 (commencing with Section 70027) of Chapter 2 of Part 42 of Division 5 of Title 3 of, the Education Code, to amend Sections 19816.18, 22956, and 22959.83 of the Government Code, and to amend Item 6440-001-0007 of Section 2.00 of the Budget Act of 2019 (Chapters 23 and 55 of the Statutes of 2019), relating to postsecondary education, and making an appropriation therefor, to take effect immediately, bill related to the budget.*

LEGISLATIVE COUNSEL'S DIGEST

SB 116, as amended, Committee on Budget and Fiscal Review.
~~Budget Act of 2019.~~ *Postsecondary education trailer bill.*

(1) Existing law, the Ortiz-Pacheco-Poochigian-Vasconcellos Cal Grant Program, establishes the Cal Grant A and B Entitlement Awards, the California Community College Transfer Entitlement Awards, the Competitive Cal Grant A and B Awards, the Cal Grant C Awards, and the Cal Grant T Awards under the administration of the Student Aid Commission, and establishes eligibility requirements for awards under these programs for participating students attending qualifying institutions. Existing law specifies the amounts of the maximum Cal

Grant A and B awards for students attending private nonprofit postsecondary institutions of higher education and private for-profit postsecondary educational institutions that are regionally accredited, as specified. For the 2020–21 award year, the maximum tuition award is either \$9,084 or \$8,056, as provided.

This bill instead would set the maximum Cal Grant A and B awards for students attending an independent institution of higher education at \$9,084 for the 2020–21 award year.

(2) Existing law also requires that a person, other than a nonimmigrant alien, as defined, who has attended high school in California for 3 or more years, who has graduated from a California high school or attained the equivalent thereof, who has registered at or attends an accredited institution of higher education in California not earlier than the fall semester or quarter of the 2001–02 academic year, and who, if the person is an alien without lawful immigration status, has filed a prescribed affidavit, is exempt from paying nonresident tuition at the California Community Colleges and the California State University.

Existing law, known as the California Dream Act of 2011, provides that a student attending the California State University, the California Community Colleges, or the University of California who is exempt from paying nonresident tuition under the provision described above is eligible to receive a scholarship derived from nonstate funds received, for the purpose of scholarships, by the public postsecondary educational segment that the student attends.

Existing law establishes the California Dreamer Service Incentive Grant Program under the administration of the Student Aid Commission. Existing law establishes the eligibility requirements for students participating in the program, including submission of a California Dream Act application to the commission and meeting all of the requirements for an exemption from paying nonresident tuition as described above.

This bill would suspend operation of the California Dreamer Service Incentive Grant Program for the 2019–20 and 2020–21 fiscal years, and would redirect local assistance funds available for the program for these fiscal years to provide disaster relief emergency student financial aid to students at the University of California, the California State University, and the California Community Colleges with identified financial need who meet all of the requirements for an exemption from

paying nonresident tuition as described above, and apply for student financial aid, as provided.

(3) Existing law establishes the Student Aid Commission as the primary state agency for the administration of state-authorized student financial aid programs available to students attending all segments of postsecondary education. Existing law establishes the Golden State Teacher Grant Program under the administration of the commission to provide one-time grants of \$20,000 to each student enrolled in an approved teacher credentialing program who commits to working in a high-need field at a priority school for 4 years after the student receives a preliminary teaching credential, as provided, and subject to moneys appropriated by the Legislature for purposes of the program. Existing law requires a grant recipient to agree to repay the grant to the state in specified circumstances. The Budget Act of 2019 appropriates \$89,750,000 to fund the program that is available for encumbrance or expenditure until June 30, 2020. The Budget Act of 2020 appropriates specified moneys to fund the program that is available for encumbrance until June 30, 2021.

This bill would authorize grants for the Golden State Teacher Grant Program in an amount less than \$20,000. The bill would extend the availability of funds appropriated for purposes of the program in the Budget Act of 2020 to June 30, 2023, and would specify program implementation criteria for which those funds may be expended, thereby making an appropriation. The bill would authorize the commission to adopt regulations necessary for the implementation of this program.

(4) Under existing law, the Middle Class Scholarship Program provides that an undergraduate student enrolled at the University of California or the California State University, or enrolled in upper division coursework in a community college baccalaureate program, and meeting certain requirements, is eligible for a scholarship award that, combined with other federal, state, and institutionally administered grants and fee waivers, totals up to 40% of the systemwide tuition and fees.

Existing law transfers \$99,938,000 from the General Fund to the Middle Class Scholarship Fund for the 2017–18 fiscal year, \$107,037,000 from the General Fund to the Middle Class Scholarship Fund for the 2018–19 fiscal year, \$110,248,000 from the General Fund to the Middle Class Scholarship Fund for the 2019–20 fiscal year, and \$117,000,000 from the General Fund to the Middle Class Scholarship Fund for the 2020–21 fiscal year and each fiscal year thereafter, and

appropriates those sums to the Student Aid Commission for purposes of the scholarship program.

This bill would decrease the appropriation for the 2018–19 fiscal year from \$107,037,000 to \$104,345,000, and would increase the appropriation for the 2019–20 fiscal year from \$110,248,000 to \$117,000,000.

(5) Existing law establishes the California Community Colleges, under the administration of the Board of Governors of the California Community Colleges, as one of the segments of public postsecondary education in this state. Existing law establishes the Student Equity and Achievement Program for the purpose of advancing the systemwide goal of boosting achievement for all students with an emphasis on eliminating achievement gaps for traditionally underrepresented groups through specified actions. Existing law requires a community college district to comply with certain requirements as a condition of the receipt of funds for purposes of the program and authorizes the Chancellor of the California Community Colleges to designate a percentage of funds allocated for the program for related administrative operations, as specified.

Existing law requires, to receive a certain funding incentive, the governing board of participating community college districts to designate as a “hunger free campus” each of its respective campuses that meet specified criteria, including an on-campus food pantry or regular food distributions on campus.

Existing law requires the California Community Colleges to designate a Dreamer Resource Liaison on each of their respective campuses to assist certain students, including undocumented students, by streamlining access to all available financial aid, social services, state-funded immigration legal services, internships, externships, and academic opportunities for those students.

This bill would require a community college district, as a condition of the receipt of funds for purposes of the Student Equity and Achievement Program, to also support, or establish, on-campus food pantries or regular food distributions.

(6) Existing law establishes community college districts throughout the state, authorizes the districts to provide instruction at the community college campuses they operate and maintain, and provides apportionments of state funds to the districts. Existing law requires the Board of Governors of the California Community Colleges to adopt

regulations providing for the payment of apportionments to districts on a specified schedule.

This bill, notwithstanding the provisions referenced above, would adjust the payment of apportionments to community college districts commencing with the 2020–21 fiscal year to defer \$1,453,243,000 of those payments in accordance with a designated schedule. The bill would appropriate that amount to the board of governors, in accordance with a specified provision of the Budget Act of 2020, for apportionments to community college districts for expenditure in the fiscal year in which the payments are disbursed. The bill, pursuant to a specified provision of the Budget Act of 2020, would authorize the Director of Finance to reduce the amounts of these deferrals if the director determines that there are sufficient federal funds provided to the state for that purpose for the 2020–21 fiscal year, as specified.

The bill would authorize up to \$30,000,000 of the amounts deferred commencing with the 2020–21 fiscal year to instead be drawn in specified months of the prior fiscal year for community college districts that certify to the Office of the Chancellor of the California Community Colleges and to the Director of Finance that they will be unable to meet their financial obligations for any of the months of February, March, April, May, or June, as provided. If the total amount requested by community college districts pursuant to this provision exceeds \$30,000,000 for any of the applicable months, the bill would authorize additional payments not to exceed \$60,000,000 for any of the deferral months, as specified.

The bill would also require the Department of Finance, in collaboration with the Office of the Chancellor of the California Community Colleges, to annually report specified information about these deferral payments to the Joint Legislative Budget Committee.

(7) Existing law establishes the California Community Colleges, under the administration of the Board of Governors of the California Community Colleges, as one of the segments of public postsecondary education in this state. The California Community Colleges system comprises 73 community college districts and 115 campuses throughout the state.

Existing law requires the expenditure, during each fiscal year, for the payment of salaries of classroom instructors by a community college district, of 50% of the district’s current expense of education. Existing law defines “current expense of education” as the gross total expended for certain expenses that include academic salaries, classified salaries,

employee benefits, and books, supplies, and equipment replacement, but that generally exclude expenses for student transportation, food services, and community services.

This bill, for purposes of computing the expenditure requirements pursuant to the provision described above, would require a community college district to exclude from that computation any expenditures incurred by that district during a state or local declared emergency related to the COVID-19 pandemic that are not otherwise normal expenditures that would have been incurred by that district. The bill would make its provisions inoperative on July 1, 2021, and would repeal them on January 1, 2022. To the extent that this bill would require community college districts to revise the process of computing their current expense of education, it would impose a state-mandated local program.

(8) Existing law establishes community college districts throughout the state, and authorizes these districts to provide instruction at the community college campuses they operate and maintain. Existing law provides for a formula for the calculation of general purpose apportionments of state funds to community colleges. Existing law provides for base allocations of state funds to be made to community college districts on a full-time equivalent student basis, in amounts differing according to fiscal year, and specified for certain community college districts.

Existing law, for the 2019–20 fiscal year, would set the marginal funding rates for the base allocation, supplemental allocation, and student success allocation to align with the total computational revenue computed by the Department of Finance for community college apportionments, and would allocate the revenue in specified percentages to those components. Existing law establishes hold harmless provisions to ensure a minimum level of funding to community college districts for the fiscal years 2018–19 to 2021–22, inclusive, as provided, and includes provisions to allocate different apportionments to the San Francisco Community College District and the Compton Community College District through the 2023–24 fiscal year.

This bill instead, for the 2019–20 fiscal year, would set the marginal funding rates for the base allocation, supplemental allocation, and student success allocation at specified amounts. The bill would provide a specified cost-of-living adjustment for purposes of these provisions, provide for certain adjustments in calculating the base allocation, supplemental allocation, and student success allocation for the 2020–21

fiscal year, and extend for 2 additional fiscal years the hold harmless provisions and the specified apportionments for the San Francisco Community College District and the Compton Community College District described above.

(9) Existing law establishes the Strong Workforce Program, which, among other things, provides funding to career technical education regional consortia made up of community college districts and local educational agencies, as specified. Existing law requires the apportionments for community colleges under the Strong Workforce Program to fund regionally prioritized projects and programs that meet the needs of local and regional economies.

This bill would encourage community college districts to expedite the development of targeted credit or noncredit short-term workforce training programs, as provided. The bill would specify that the regionally prioritized projects and programs funded with the Strong Workforce Program's community college apportionments include short-term workforce training programs.

(10) Existing law establishes the California State University, under the administration of the Trustees of the California State University, and the University of California, under the administration of the Regents of the University of California, as 2 of the segments of postsecondary education in this state.

This bill would require that funding provided to either of these segments in the annual budget act to provide summer term financial aid to any student who is eligible for state financial aid and who is a California resident, as specified, would be suspended on December 31, 2021, unless a designated condition exists relating to estimated state General Fund revenues and expenditures for the 2021–22 and 2022–23 fiscal years. The bill would express the intent of the Legislature to consider alternative solutions to restore the summer term financial aid if this suspension takes effect.

(11) Existing law provides for the establishment and maintenance by the Regents of the University of California, with the approval of the Concurrence Committee, of 9 specified subject matter projects, including the mathematics, science, writing, and reading and literature projects. Existing law requests the Regents of the University of California to establish and maintain cooperative endeavors designed to, among other things, provide teachers with instructional strategies for delivering career-oriented, integrated academic and technical content in a manner that is linked to high priority industry sectors, as provided.

This bill would add, to the cooperative endeavors requested from the Regents of the University of California, cooperative endeavors designed to address learning loss in mathematics, science, and English, language arts due to the COVID-19 pandemic. The bill would require the Concurrence Committee to provide a report on addressing learning loss due to the COVID-19 pandemic in the mathematics, science, writing, and reading and literature projects to the Governor and to appropriate policy and fiscal committees of the Legislature on or before January 1, 2024, including specified information, compiled for a 3-year period.

(12) Existing law creates the Public Employees' Retirement System, the management and control of which is vested in the Board of Administration of the Public Employees' Retirement System.

Existing law, the State Employees' Dental Care Act, authorizes the state, through the Department of Human Resources, the Trustees of the California State University, or the Regents of the University of California, to contract with carriers for dental care plans for employees, annuitants, and eligible family members. Existing law requires the Board of Administration of the Public Employees' Retirement System to assist the California State University upon request by providing annuitant names and addresses to the California State University solely for the purpose of notifying those annuitants of eligibility for enrollment in a dental care plan offered by the California State University.

This bill would instead require the board to assist the California State University upon request by providing retiree names and addresses to the California State University solely for the purpose of notifying retirees of eligibility for enrollment in a dental care plan.

(13) Existing law, the California State University Annuitant Vision Care Program, requires the California State University to administer a vision care program for all participating annuitants. Existing law requires the board to assist the California State University upon request by providing annuitant names and addresses to the California State University solely for the purpose of notifying those annuitants of eligibility for enrollment in a vision plan offered by the California State University.

This bill would instead require the board to assist the California State University upon request by providing retiree names for the purpose of notifying retirees of eligibility for enrollment in a vision care plan.

(14) The Budget Act of 2019 made appropriations for the support of state government for the 2019–20 fiscal year.

This bill would amend the Budget Act of 2019 by amending an item of appropriation to reduce an appropriation for support of the University of California, payable from the Breast Cancer Resources Account, Breast Cancer Fund, as specified.

(15) Existing law establishes the California Community Colleges, under the administration of the Board of Governors of the California Community Colleges, as one of the segments of public postsecondary education in this state. Existing law requires the board of governors to appoint a chief executive officer, to be known as the Chancellor of the California Community Colleges. Existing law establishes community college districts throughout the state and authorizes them to operate campuses and provide instruction.

This bill would appropriate \$66,255,000 from the General Fund to the board of governors to allocate to community college districts for specified purposes. The bill would require the Office of the Chancellor of the California Community Colleges to submit a report on the use of these funds on or before December 1, 2023.

(16)The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that, if the Commission on State Mandates determines that the bill contains costs mandated by the state, reimbursement for those costs shall be made pursuant to the statutory provisions noted above.

(17) This bill would declare that it is to take effect immediately as a bill providing for appropriations related to the Budget Bill.

~~This bill would express the intent of the Legislature to enact statutory changes relating to the Budget Act of 2019:~~

Vote: majority. Appropriation: ~~no~~-yes. Fiscal committee: ~~no~~ yes. State-mandated local program: ~~no~~-yes.

The people of the State of California do enact as follows:

1 SECTION 1. Section 69432 of the Education Code is amended
2 to read:

3 69432. (a) (1) Cal Grant Program awards shall be known as
4 “Cal Grant A Entitlement Awards,” “Cal Grant B Entitlement
5 Awards,” “California Community College Transfer Entitlement

1 Awards,” “Competitive Cal Grant A and B Awards,” “Cal Grant
2 C Awards,” and “Cal Grant T Awards.”

3 (2) For purposes of this section, “associate degree for transfer
4 commitment” means a commitment by an independent institution
5 of higher education that chooses to accept the California
6 Community College associate degree for transfer pursuant to
7 Section 66749.6.

8 (b) Maximum award amounts for students at independent
9 institutions of higher education, private for-profit postsecondary
10 educational institutions, and for Cal Grant C and T awards shall
11 be identified in the annual Budget Act. Maximum award amounts
12 for Cal Grant A and B awards for students attending public
13 institutions shall be referenced in the annual Budget Act.

14 (c) (1) Notwithstanding subdivision (b), and subdivision (c) of
15 Section 66021.2, commencing with the 2013–14 award year, the
16 maximum tuition award amounts for Cal Grant A and B awards
17 for students attending private for-profit postsecondary educational
18 institutions shall be four thousand dollars (\$4,000).

19 (2) Notwithstanding paragraph (1) of this subdivision,
20 subdivision (b) of this section, and subdivision (c) of Section
21 66021.2, commencing with the 2018–19 award year, the maximum
22 tuition award amounts for Cal Grant A and B awards for students
23 attending private for-profit postsecondary educational institutions
24 accredited by the Western Association of Schools and Colleges
25 shall be nine thousand eighty-four dollars (\$9,084) for new
26 recipients, unless otherwise specified in the Budget Act of 2018.

27 (d) Notwithstanding subdivision (b) of this section, and
28 subdivision (c) of Section 66021.2, the maximum tuition award
29 amounts for Cal Grant A and B awards for students attending
30 independent institutions of higher education shall be as follows:

31 (1) For the 2015–16, 2016–17, 2017–18, 2018–19, and 2019–20
32 2019–20, and 2020–21 award years, nine thousand eighty-four
33 dollars (\$9,084) for new recipients.

34 ~~(2) For the 2020–21 award year:~~

35 ~~(A) (i) If the number of new unduplicated transfer students~~
36 ~~accepted by independent institutions of higher education who have~~
37 ~~been given associate degree for transfer commitments in the~~
38 ~~2019–20 academic year meets or exceeds a target of 2,000, nine~~
39 ~~thousand eighty-four dollars (\$9,084) for new recipients.~~

1 ~~(ii) The Fall 2019 cohort shall be reported showing progress~~
2 ~~towards the annual goal by April 2020. The association~~
3 ~~representing the largest number of independent colleges and~~
4 ~~universities shall provide, by April 2020, a list of campuses that~~
5 ~~have adopted, or are in the process of adopting, the associate degree~~
6 ~~for transfer pathway.~~

7 ~~(B) If the number of new unduplicated transfer students accepted~~
8 ~~by independent institutions of higher education who have been~~
9 ~~given associate degree for transfer commitments in the 2019–20~~
10 ~~academic year is fewer than 2,000, eight thousand fifty-six dollars~~
11 ~~(\$8,056) for new recipients.~~

12 ~~(3)~~

13 (2) For the 2021–22 award year:

14 (A) If the number of new unduplicated transfer students accepted
15 by independent institutions of higher education who have been
16 given associate degree for transfer commitments in the prior award
17 year meets or exceeds a target of 3,000, nine thousand eighty-four
18 dollars (\$9,084) for new recipients.

19 (B) If the number of new unduplicated transfer students accepted
20 by independent institutions of higher education who have been
21 given associate degree for transfer commitments in the prior award
22 year is fewer than 3,000, eight thousand fifty-six dollars (\$8,056)
23 for new recipients.

24 ~~(4)~~

25 (3) For the 2022–23 award year:

26 (A) If the number of new unduplicated transfer students accepted
27 by independent institutions of higher education who have been
28 given associate degree for transfer commitments in the prior award
29 year meets or exceeds a target of 3,500, nine thousand eighty-four
30 dollars (\$9,084) for new recipients.

31 (B) If the number of new unduplicated transfer students accepted
32 by independent institutions of higher education who have been
33 given associate degree for transfer commitments in the prior award
34 year is fewer than 3,500, eight thousand fifty-six dollars (\$8,056)
35 for new recipients.

36 ~~(5)~~

37 (4) For the 2023–24 award year and each award year thereafter:

38 (A) If the number of new unduplicated transfer students accepted
39 by independent institutions of higher education who have been
40 given associate degree for transfer commitments in the prior award

1 year meets or exceeds the target specified in subdivision (h), nine
2 thousand eighty-four dollars (\$9,084) for new recipients.

3 (B) If the number of new unduplicated transfer students accepted
4 by independent institutions of higher education who have been
5 given associate degree for transfer commitments in the prior award
6 year is less than the target specified in subdivision (h), eight
7 thousand fifty-six dollars (\$8,056) for new recipients.

8 (e) The renewal award amount for a student whose initial award
9 is subject to a maximum award amount specified in this section
10 shall be calculated pursuant to paragraph (2) of subdivision (a) of
11 Section 69433.

12 (f) It is the intent of the Legislature that independent institutions
13 of higher education make a good faith effort to make the process
14 for transferring from the California Community Colleges easier
15 for resident students and a decision determining the maximum
16 award amounts made pursuant to this section for students attending
17 an independent institution of higher education will be made with
18 consideration of the effort of the institution to make that process
19 easier.

20 (g) The association representing the largest number of
21 independent institutions of higher education shall submit a report
22 relative to the implementation of this section to the Department
23 of Finance and the Legislature, in conformity with Section 9795
24 of the Government Code, on or before April 15 of each year.

25 (h) For the 2023–24 award year and each award year thereafter,
26 the target number of new unduplicated recipients accepted by
27 independent institutions of higher education who have been given
28 associate degree for transfer commitments shall be equal to the
29 number of new transfer students attending independent institutions
30 of higher education who were given associate degree for transfer
31 commitments in the prior award year, adjusted by the percentage
32 change in the total number of new transfer students from the year
33 two years prior, compared to the prior year.

34 (i) For purposes of this section, “independent institution of
35 higher education” has the same meaning as in Section 66010.

36 *SEC. 2. Section 69438.9 is added to the Education Code, to*
37 *read:*

38 *69438.9. (a) The program is hereby suspended for the 2019–20*
39 *and 2020–21 fiscal years. The program shall resume operations*
40 *commencing with the 2021–22 fiscal year.*

1 (b) *Local assistance funds for the program available for the*
2 *2019–20 and 2020–21 fiscal years shall be redirected to provide*
3 *disaster relief emergency student financial aid pursuant to Article*
4 *22.5 (commencing with Section 70027) of Chapter 2.*

5 (c) *This section shall become inoperative on July 1, 2021, and,*
6 *as of January 1, 2022, is repealed.*

7 SEC. 3. *Section 69617 of the Education Code is amended to*
8 *read:*

9 69617. (a) (1) Subject to moneys appropriated by the
10 Legislature for the purposes of this section, the Student Aid
11 Commission shall administer the Golden State Teacher Grant
12 Program. Under the program, the Student Aid Commission shall
13 provide one-time grant funds of *up to* twenty thousand dollars
14 (\$20,000) to each student enrolled on or after January 1, 2020, in
15 a professional preparation program *within an accredited California*
16 *institution of higher education* leading to a preliminary teaching
17 credential, approved by the Commission on Teacher Credentialing,
18 if the student commits to working in a high-need field at a priority
19 school for four years after the student receives the teaching
20 credential.

21 (2) *Funds appropriated for the Golden State Teacher Grant*
22 *Program in the Budget Act of 2020 shall be available for*
23 *encumbrance or expenditure by the commission until June 30,*
24 *2023.*

25 (3) *Grant funds shall be used to supplement and not supplant*
26 *other sources of grant financial aid.*

27 (b) ~~The total number of one-time grant awards funds~~ issued
28 pursuant to this section shall not exceed ~~4,487~~. *the amount*
29 *appropriated for the Golden State Teacher Grant Program in the*
30 *Budget Act of 2020.*

31 (c) (1) A grant recipient shall agree to teach in a high-need field
32 at a priority school for four years and shall have five years, upon
33 completion of the recipient's *professional* preparation program,
34 to meet that obligation. Except as provided in paragraph (4), a
35 grant recipient shall agree to repay the state ~~five thousand dollars~~
36 ~~(\$5,000)~~ *25 percent of the total received grant funds* annually, up
37 to full repayment of ~~twenty thousand dollars (\$20,000)~~, *the*
38 *received grant funds*, for each year the recipient fails to do one or
39 more of the following:

1 (A) Be enrolled in or have successfully completed a teacher
2 preparation program approved by the Commission on Teacher
3 Credentialing.

4 (B) While enrolled in the teacher preparation program, maintain
5 good academic standing.

6 (C) Upon completion of the teacher preparation program, satisfy
7 the state basic skills proficiency test requirement pursuant to
8 Sections 44252 and 44252.5.

9 (D) Complete the required teaching service following
10 completion of the recipient's teacher preparation program.

11 (2) Nonperformance of the commitment to teach in a high-need
12 field at a priority school for four years shall be certified by the
13 State Department of Education.

14 (3) Nonperformance of the commitment to earn a preliminary
15 teaching credential in a high-need field shall be certified by the
16 Commission on Teacher Credentialing to the Student Aid
17 Commission.

18 (4) Any exceptions to the requirement for repayment shall be
19 defined by the Student Aid Commission, and may include, but
20 shall not necessarily be limited to, counting a school year towards
21 the required four-year teaching requirement if a grant recipient is
22 unable to complete the school year when any of the following
23 occur:

24 (A) The grant recipient has completed at least one-half of the
25 school year.

26 (B) The employer deems the grant recipient to have fulfilled
27 the grant recipient's contractual requirements for the school year
28 for the purposes of salary increases, probationary or permanent
29 status, and retirement.

30 (C) The grant recipient was not able to teach due to the financial
31 circumstances of the school district, including a decision to not
32 reelect the employee for the next succeeding school year.

33 (D) The grant recipient has a condition covered under the federal
34 Family and Medical Leave Act of 1993 (29 U.S.C. Sec. 2601 et
35 seq.) or similar state law.

36 (E) The grant recipient was called or ordered to active duty
37 status for more than 30 days as a member of a reserve component
38 of the Armed Forces of the United States.

1 (d) The Student Aid Commission may use up to 1.5 percent of
2 funding appropriated for purposes of this section for outreach and
3 administration.

4 (e) For purposes of this section, “high-need field” means any
5 of the following:

6 (1) Bilingual education.

7 (2) Mathematics or science, technology, engineering, and
8 mathematics (STEM), including *computer science and career*
9 *technical education in STEM areas.*

10 (3) Science.

11 (4) Special education.

12 (5) Multiple subject instruction.

13 (6) Other subjects as designated annually by the Commission
14 on Teacher Credentialing based on an analysis of the availability
15 of teachers in California pursuant to Section 44225.6.

16 (f) (1) A “priority school” means a school with a high
17 percentage, as determined by the Commission on Teacher
18 Credentialing in consultation with the State Department of
19 Education, of teachers holding emergency-type ~~permits~~, *permits*
20 *over the last three years*, based on the most recent data available
21 to the Commission on Teacher Credentialing and the State
22 Department of Education. ~~By January 1, 2020, the~~

23 (2) ~~The Commission on Teacher Credentialing shall publish a~~
24 ~~list of priority schools. schools by January 1 of each year for which~~
25 ~~moneys have been appropriated by the Legislature to support~~
26 ~~grants pursuant to this section.~~

27 ~~(2)~~

28 (3) For purposes of this section, “emergency-type permits”
29 include, but not are limited to, any of the following:

30 (A) Provisional internships.

31 (B) Short-term staff permits.

32 (C) Credential waivers.

33 (D) Substitute permits.

34 (g) *The commission may adopt regulations necessary for the*
35 *implementation of this program.*

36 *SEC. 4. Section 70023 of the Education Code is amended to*
37 *read:*

38 70023. (a) For each academic year, the commission shall
39 determine an amount sufficient, when combined with other federal,
40 state, or institutionally administered student grants or fee waivers

1 received by eligible students from other sources, to provide
2 scholarships to eligible students in the amounts described in
3 paragraphs (2) and (3) of subdivision (a) of Section 70022. The
4 University of California, the California State University, and the
5 Office of the Chancellor of the California Community Colleges
6 shall provide the commission with any financial aid data that are
7 necessary for the determination of these amounts.

8 (b) The commission shall annually determine if the amounts
9 appropriated under this section in each fiscal year are sufficient to
10 cover the costs of the scholarships as projected to be awarded
11 pursuant to the program. If those amounts are not sufficient for
12 this purpose, the scholarships shall be reduced proportionately by
13 an equal percentage for all recipients of scholarships under this
14 article.

15 (c) The commission may adopt regulations necessary to carry
16 out the purposes of this article under subdivision (b) as emergency
17 regulations in accordance with Chapter 3.5 (commencing with
18 Section 11340) of Part 1 of Division 3 of Title 2 of the Government
19 Code. For purposes of the Administrative Procedure Act, including
20 Section 11349.6 of the Government Code, the adoption of those
21 regulations shall be deemed to be an emergency and necessary for
22 the immediate preservation of the public peace, health and safety,
23 or general welfare, notwithstanding subdivision (e) of Section
24 11346.1 of the Government Code. Notwithstanding subdivision
25 (e) of Section 11346.1 of the Government Code, any regulation
26 adopted pursuant to this section shall not remain in effect more
27 than 180 days unless the commission complies with all provisions
28 of Chapter 3.5 (commencing with Section 11340) of Part 1 of
29 Division 3 of Title 2 of the Government Code, as required by
30 subdivision (e) of Section 11346.1 of the Government Code.

31 (d) The unencumbered balance, as of June 30 of each fiscal
32 year, of the amount appropriated from the Middle Class Scholarship
33 Fund pursuant to paragraph (1) of subdivision (e) shall revert to
34 the General Fund.

35 (e) (1) Upon order of the Director of Finance, the following
36 amounts shall be transferred from the General Fund to the Middle
37 Class Scholarship Fund, and are hereby appropriated to the
38 commission for allocation pursuant to this article:

39 (A) For the 2014–15 fiscal year, one hundred seven million
40 dollars (\$107,000,000).

1 (B) For the 2015–16 fiscal year, eighty-two million dollars
2 (\$82,000,000).

3 (C) For the 2016–17 fiscal year, seventy-one million two
4 hundred forty-four thousand dollars (\$71,244,000).

5 (D) For the 2017–18 fiscal year, ninety-nine million nine
6 hundred thirty-eight thousand dollars (\$99,938,000).

7 (E) For the 2018–19 fiscal year, one hundred ~~seven~~ *four* million
8 ~~thirty-seven~~ *three hundred forty-five* thousand dollars
9 (~~\$107,037,000~~). (*\$104,345,000*).

10 (F) For the 2019–20 fiscal year, *and for each fiscal year*
11 *thereafter*, one hundred ~~ten million two hundred forty-eight~~
12 ~~thousand dollars~~ (~~\$110,248,000~~). *seventeen million dollars*
13 (*\$117,000,000*).

14 (G) For the ~~2020–21 fiscal year and for each fiscal year~~
15 ~~thereafter~~, one hundred ~~seventeen million dollars~~ (~~\$117,000,000~~).

16 (2) An annual appropriation to the commission is hereby
17 established in the amounts and for the fiscal years described in
18 paragraph (1) to carry out the purposes of this section and Section
19 70022.

20 (3) It is the intent of the Legislature that any savings realized
21 from changes made to the allocations under this subdivision by a
22 bill providing for appropriations related to the Budget Bill for the
23 2015–16 fiscal year shall be used to support higher education.

24 (4) The funds transferred and appropriated pursuant to paragraph
25 (1) shall only be available for encumbrance in the fiscal year in
26 which they are transferred, and the General Fund shall have no
27 liability or any obligation beyond the transfers explicitly authorized
28 in paragraph (1) unless a subsequent transfer or allocation is
29 required pursuant to statute.

30 (5) In any fiscal year, additional appropriations may be enacted
31 pursuant to statute to carry out the purposes of this article.

32 (6) (A) Beginning with the Governor’s Budget proposal for the
33 2014–15 fiscal year, and in the Governor’s Budget for each fiscal
34 year thereafter, the Department of Finance shall include a fund
35 condition statement for the Middle Class Scholarship Fund for the
36 fiscal year of the proposed budget and the two immediately
37 preceding fiscal years prepared in accordance with existing law.

38 (B) Upon order of the Director of Finance and commencing
39 with the 2013–14 fiscal year, if the May Revision projects a budget
40 deficit for the next fiscal year, the amount specified in paragraph

1 (1) for the fiscal year for which the budget deficit is projected may
2 be reduced by up to 33 percent.

3 (f) Subject to an appropriation in the annual Budget Act for its
4 purposes, the commission may begin implementation of, and
5 establish outreach services relating to, this article.

6 *SEC. 5. Article 22.5 (commencing with Section 70027) is added*
7 *to Chapter 2 of Part 42 of Division 5 of Title 3 of the Education*
8 *Code, to read:*

9
10 *Article 22.5. Disaster Relief Emergency Student Financial Aid*

11
12 *70027. (a) As used in this article, “commission” means the*
13 *Student Aid Commission.*

14 *(b) Local assistance funds available for the California Dreamer*
15 *Service Incentive Grant Program established pursuant to Article*
16 *5.5 (commencing with Section 69438) of Chapter 1.7 for the*
17 *2019–20 and 2020–21 fiscal years shall be used to provide disaster*
18 *relief emergency student financial aid to students at the University*
19 *of California, the California State University, and the California*
20 *Community Colleges with identified financial need who are exempt*
21 *from paying nonresident tuition under Section 68130.5, and who*
22 *apply for financial aid using the application established by the*
23 *commission pursuant to subdivision (b) of Section 69508.5, apply*
24 *for a fee waiver pursuant to subdivision (g) of Section 76300, or*
25 *who apply for financial aid by other means established by their*
26 *college or university.*

27 *(c) The commission shall distribute available local assistance*
28 *funding in the following manner:*

29 *(1) (A) Eleven million dollars (\$11,000,000) to the California*
30 *Community Colleges. The Office of the Chancellor of the California*
31 *Community Colleges shall distribute these funds to community*
32 *colleges that request funding for the purposes described in*
33 *subdivision (b). The funds shall be distributed based on the number*
34 *of students enrolled at the community college who are exempt from*
35 *paying nonresident tuition under Section 68130.5, and who apply*
36 *for a fee waiver pursuant to subdivision (g) of Section 76300, or*
37 *who apply for student financial aid by other means established by*
38 *their college. The funds shall supplement, and not supplant, existing*
39 *student financial aid provided to qualifying students.*

1 (B) Each community college that receives funding pursuant to
2 this paragraph shall report to the chancellor's office on the number
3 of students served, the total amount of financial aid provided, and
4 the average award amount provided to qualifying students pursuant
5 to this paragraph. On or before January 30, 2021, the chancellor's
6 office shall report to the Department of Finance and the Joint
7 Legislative Budget Committee the information it receives from
8 community colleges.

9 (C) The chancellor's office may develop administrative guidance
10 to clarify the requirements of this paragraph.

11 (2) (A) Three million dollars (\$3,000,000) to the California
12 State University to be distributed to students with identified
13 financial need who are exempt from paying nonresident tuition
14 under Section 68130.5, and who apply for financial aid using the
15 application established by the commission pursuant to subdivision
16 (b) of Section 69508.5, or who apply for student financial aid by
17 other means established by their university. The funds shall
18 supplement, and not supplant, existing student financial aid
19 provided to qualifying students.

20 (B) On or before January 30, 2021, the Office of the Chancellor
21 shall report to the Department of Finance and the Joint Legislative
22 Budget Committee on the number of students served, the total
23 amount of student financial aid provided, and the average award
24 amount provided to qualifying students pursuant to this paragraph.

25 (3) One million dollars (\$1,000,000) to the University of
26 California to be distributed to students with identified financial
27 need who are exempt from paying nonresident tuition under Section
28 68130.5, and who apply for financial aid using the application
29 established by the commission pursuant to subdivision (b) of
30 Section 69508.5, or who apply for student financial aid by other
31 means established by their university. The funds shall supplement,
32 and not supplant, existing student aid provided to qualifying
33 students.

34 (d) On or before January 30, 2021, the Office of the President
35 of the University of California shall report to the Department of
36 Finance and the Joint Legislative Budget Committee on the number
37 of students served, the total amount of financial aid provided, and
38 the average award amount provided to qualifying students pursuant
39 to this paragraph.

1 70028. *This article shall become inoperative on July 1, 2021,*
2 *and, as of January 1, 2022, is repealed.*

3 *SEC. 6. Section 78222 of the Education Code is amended to*
4 *read:*

5 78222. (a) (1) The Student Equity and Achievement Program
6 is hereby established.

7 (2) It is the intent of the Legislature that funds for the Student
8 Equity and Achievement Program support the California
9 Community Colleges in advancing the systemwide goal to boost
10 achievement for all students with an emphasis on eliminating
11 achievement gaps for students from traditionally underrepresented
12 groups by doing all of the following:

13 (A) Implementing activities and practices pursuant to the
14 California Community College Guided Pathways Grant Program.

15 (B) Ensuring students complete their educational goals and a
16 defined course of study.

17 (C) Providing quality curriculum, instruction, and support
18 services to students who enter college deficient in English and
19 mathematics to ensure these students complete a course of study
20 in a timely manner.

21 (b) As a condition of the receipt of funds for purposes of this
22 section, a district shall comply with all of the following:

23 (1) Maintain a student equity plan pursuant to Section 78220
24 to ensure equal educational opportunities and to promote student
25 success for all students, regardless of race, gender, age, disability,
26 or economic circumstances.

27 (2) Provide student matriculation services pursuant to Section
28 78212, including implementation of orientation, counseling and
29 advising, referral to specialized student support services, and other
30 education planning services needed to assist a student in making
31 informed decisions about the student's educational goal and course
32 of study and in developing an education plan. The Office of the
33 Chancellor of the California Community Colleges shall establish
34 guidelines on student matriculation services, including, but not
35 limited to, the development of an education plan leading to a course
36 of study. Notwithstanding any other law, students who are
37 exempted from matriculation services pursuant to Section 78215
38 are not subject to the requirements of this paragraph.

39 (3) Adopt and implement placement policies consistent with
40 the requirements of Section 78213.

1 (4) Provide all students with an education plan, which identifies
2 courses, a sequence of courses, key progress milestones, and other
3 requirements the student must complete to earn an associate degree,
4 career technical education certificate, other community college
5 certificate, or meet transfer requirements. Notwithstanding any
6 other law, students who are exempted from having an education
7 plan under Section 78215 are not subject to the requirement of this
8 paragraph.

9 (5) *Provide support to, or establish, on-campus food pantries*
10 *or regular food distributions.*

11 ~~(5)~~

12 (6) Provide a report to the chancellor’s office by January 1 of
13 each year detailing how funding pursuant to this section was
14 expended in the prior fiscal year and for what specific purposes.
15 A district report shall also include an assessment of the progress
16 in advancing the goals identified in paragraph (2) of subdivision
17 (a).

18 (c) (1) If the total amount of funds appropriated for purposes
19 of this section is equal to or greater than the amount of funds
20 appropriated in the 2017–18 fiscal year for the Student Success
21 and Support Program pursuant to Section 78212, the student equity
22 plans pursuant to Section 78221, and the Student Success for Basic
23 Skills program pursuant to Section 88815, the chancellor shall
24 allocate to each district an amount equal to or greater than the
25 amount allocated in the 2017–18 fiscal year.

26 (2) If the total amount of funds appropriated for purposes of
27 this section is less than the amount of funds appropriated in the
28 2017–18 fiscal year for the Student Success and Support Program
29 pursuant to Section 78212, the student equity plans pursuant to
30 Section 78221, and the Student Success for Basic Skills program
31 pursuant to Section 88815, the chancellor shall allocate to each
32 district the pro rata share of the amount appropriated based on the
33 amount allocated to each district in the 2017–18 fiscal year.

34 (3) The Board of Governors of the California Community
35 Colleges may require districts or colleges to provide a local fund
36 match for funding appropriated for purposes of this section.

37 (4) The chancellor shall provide guidance to districts regarding
38 eligible expenditures and activities and integrated planning to
39 ensure funding for the Student Equity and Achievement Program
40 is used to support the goal of eliminating disparities pursuant to

1 paragraph (2) of subdivision (a). It is the intent of the Legislature
2 that colleges prioritize funding for high-need and disadvantaged
3 students, as those terms are defined in subdivision (c) of Section
4 78221.

5 (5) (A) The chancellor may allocate up to 5 percent of the total
6 funds appropriated for the purposes of this program for state
7 administrative operations to carry out the intent of this section.

8 (B) Of the amount allocated pursuant to subparagraph (A), the
9 chancellor shall allocate to a community college district no less
10 than the amount that was provided to a district in the 2017–18
11 fiscal year pursuant to paragraph (1) of subdivision (b) of Section
12 88815 to carry out faculty and staff development to improve
13 curriculum, instruction, student services, and program practices
14 in the areas of basic skills and English as a second language
15 program.

16 (6) By April 1 of each year, the chancellor’s office shall submit
17 a systemwide report to the Legislature and Department of Finance
18 that provides a summary of the district reports referenced in
19 paragraph ~~(5)~~ (6) of subdivision (b). A report to the Legislature
20 pursuant to this paragraph shall be submitted in compliance with
21 Section 9795 of the Government Code.

22 (d) (1) All districts receiving an allocation of funds pursuant
23 to subdivision (c) shall comply with the requirements of Section
24 78214. In meeting this requirement, the Student Success and
25 Support Program referenced in Section 78214 means the Student
26 Equity and Achievement Program.

27 (2) For purposes of Section 87482.3, the Student Success and
28 Support Program means the Student Equity and Achievement
29 Program.

30 *SEC. 7. Section 84321.62 is added to the Education Code,*
31 *immediately following Section 84321.61, to read:*

32 *84321.62. (a) Notwithstanding any other law that governs the*
33 *regulations adopted by the Chancellor of the California Community*
34 *Colleges to disburse funds, the payment of apportionments to*
35 *community college districts pursuant to Section 84320 shall be*
36 *adjusted, commencing with the 2020–21 fiscal year, by the*
37 *following:*

38 *(1) For the month of June, three hundred million dollars*
39 *(\$300,000,000) shall be deferred to July.*

1 (2) For the month of May, three hundred million dollars
2 (\$300,000,000) shall be deferred to August.

3 (3) For the month of April, three hundred million dollars
4 (\$300,000,000) shall be deferred to September.

5 (4) For the month of March, three hundred million dollars
6 (\$300,000,000) shall be deferred to October.

7 (5) For the month of February, two hundred fifty-three million
8 two hundred forty-three thousand dollars (\$253,243,000) shall be
9 deferred to November.

10 (b) The sum of one billion four hundred fifty-three million two
11 hundred forty-three thousand dollars (\$1,453,243,000) is hereby
12 appropriated from the General Fund to the Board of Governors
13 of the California Community Colleges for apportionments to
14 community college districts, for expenditure during the fiscal year
15 the payments are disbursed, to be expended in accordance with
16 the applicable schedules of Item 6870-101-0001 of Section 2.00
17 of the applicable Budget Act.

18 (c) Of the funds appropriated in subdivision (b), three hundred
19 million dollars (\$300,000,000) shall be allocated in each of the
20 months of July, August, September, and October and two hundred
21 fifty-three million two hundred forty-three thousand dollars
22 (\$253,243,000) shall be allocated in November of the fiscal year
23 the payments are disbursed in satisfaction of the moneys deferred
24 pursuant to subdivision (a).

25 (d) (1) The chancellor may adjust the monthly schedule
26 described in subdivision (a) to increase the amount deferred in a
27 specified month if it ensures a shorter time between a deferred
28 payment and repayment.

29 (2) If adjusting the monthly schedule, the chancellor shall not
30 exceed the total amount of deferred payments described in
31 subdivision (a).

32 (e) Pursuant to Section 8.28 of the Budget Act of 2020, if the
33 Director of Finance determines that there are sufficient federal
34 funds provided to the state for the 2020–21 fiscal year that may
35 be used to offset the deferral of payments in the amount specified
36 in that section, the Director of Finance shall reduce the amounts
37 reflected in subdivisions (a), (b), and (c). In reducing these
38 amounts, the Director of Finance shall first reduce the amounts
39 deferred from any months occurring earliest in the 2020–21 fiscal
40 year.

1 (f) For purposes of making the computations required by Section
 2 8 of Article XVI of the California Constitution, the appropriations
 3 made by subdivision (b) shall be deemed to be “General Fund
 4 revenues appropriated for community college districts,” as defined
 5 in subdivision (d) of Section 41202, for the fiscal year in which
 6 the payments are disbursed, and included within the “total
 7 allocations to school districts and community college districts
 8 from General Fund proceeds of taxes appropriated pursuant to
 9 Article XIII B,” as defined in subdivision (e) of Section 41202, for
 10 the fiscal year in which the payments are disbursed.

11 (g) This section shall become operative on December 15, 2020.

12 SEC. 8. Section 84321.7 of the Education Code is amended to
 13 read:

14 84321.7. (a) Commencing with the ~~2011–12~~ 2020–21 fiscal
 15 year, up to ~~thirteen~~ thirty million dollars ~~(\$13,000,000)~~
 16 ~~(\$30,000,000)~~ of the amount of the warrants for the principal
 17 apportionments for ~~the month of~~ any of the months of February,
 18 March, April, May or June, that are instead to be drawn in ~~July~~
 19 the applicable months of the following fiscal year pursuant to
 20 Section ~~84321.6~~, 84321.62, may be drawn in February, March,
 21 April, May, or June, as applicable, subject to the approval of the
 22 Director of Finance, for a community college district as follows:

23 (1) In order for a community college district to receive a
 24 payment in February, March, April, May, or June pursuant to this
 25 section, the community college district shall certify to the Office
 26 of the Chancellor of the California Community Colleges and to
 27 the Director of Finance ~~on or before April 1~~ at least two months
 28 before the applicable deferral that the deferral of warrants pursuant
 29 to Section ~~84321.6~~ 84321.62 will result in the community college
 30 district being unable to meet its financial obligations for ~~June~~ any
 31 of the months of February, March, April, May, or June, as
 32 applicable, and shall provide the Office of the Chancellor of the
 33 California Community Colleges an estimate of the amount of
 34 additional funds necessary for the community college district to
 35 meet its financial obligations for ~~the month of June~~. months of
 36 February, March, April, May, or June, as applicable.

37 (2) The criteria, as applicable, set forth in statute and regulations
 38 to qualify a community college district for an emergency
 39 apportionment shall be used to make the certification specified in
 40 paragraph (1).

1 (3) A community college district may receive, pursuant to this
2 section, no more than the lesser of the following:

3 (A) The total amount of additional funds necessary for the
4 community college district to meet its financial obligations for ~~the~~
5 ~~month of any of the months of February, March, April, May, or~~
6 June, as reported to the Office of the Chancellor of the California
7 Community Colleges pursuant to paragraph (1).

8 (B) The total payments the community college district is entitled
9 to receive in ~~July for the prior fiscal year.~~ *the applicable deferral*
10 *month pursuant to Section 84321.62.*

11 (b) If the total amount requested by community college districts
12 pursuant to paragraph (3) of subdivision (a) exceeds ~~thirteen~~ *thirty*
13 ~~million dollars~~ *(\$13,000,000), (\$30,000,000) for any of the*
14 *applicable deferral months*, the Controller, the Treasurer, and the
15 Director of Finance may authorize additional payments to meet
16 these requests, but total payments to community college districts
17 pursuant to this section shall not exceed ~~thirty-nine~~ *sixty* million
18 ~~dollars~~ *(\$39,000,000). (\$60,000,000) for any of the applicable*
19 *deferral months*. No later than ~~May 1~~, *one month before the*
20 *applicable deferral*, the Controller, the Treasurer, and the Director
21 of Finance shall determine whether sufficient cash is available to
22 make payments in excess of ~~thirteen~~ *thirty* million dollars
23 ~~(\$13,000,000)~~ *(\$30,000,000)* to a community college district. In
24 making the determination that cash is sufficient to make additional
25 payments, in whole or in part, the Controller, Treasurer, and
26 Director of Finance shall consider costs for state government, the
27 scope of any identified cash shortage, timing, achievability,
28 legislative direction, and the impact and hardship imposed on
29 potentially affected programs, entities, and related public services.
30 The Department of Finance shall notify the Joint Legislative
31 Budget Committee within 10 days of this determination and
32 identify the total amount of requests that will be paid.

33 (c) If the total amount of cash made available pursuant to
34 subdivision (b) is less than the amount requested pursuant to
35 paragraph (2) of subdivision (a), payments to community college
36 districts shall be ~~prioritized according to the date on which~~
37 ~~notification was provided to the Office of the Chancellor of the~~
38 ~~California Community Colleges and the Department of Finance.~~
39 *prorated.*

1 (d) Payments pursuant to this section shall be made *by the*
 2 *Controller no later than June 20, the last business day of the months*
 3 *of February, March, April, May, or June, as applicable.*

4 (e) *By August 1 of each year, commencing in 2021, the*
 5 *Department of Finance, in collaboration with the Office of the*
 6 *Chancellor of the California Community Colleges, shall notify the*
 7 *Joint Legislative Budget Committee of the following information*
 8 *by each community college district that, in the prior fiscal year,*
 9 *requested an exemption to the deferral of payments:*

10 (1) *The amount requested for each applicable month pursuant*
 11 *to subdivision (a).*

12 (2) *The amount received for each applicable month pursuant*
 13 *to this section. and, if the request was not granted, the reason for*
 14 *the denial.*

15 (e)

16 (f) Except as provided in subdivisions (c) and (e) of Section
 17 41202, for purposes of making the computations required by
 18 Section 8 of Article XVI of the California Constitution, the
 19 warrants drawn pursuant to subdivision (a) shall be deemed to be
 20 “General Fund revenues appropriated for ~~school~~ community college
 21 districts,” as defined in subdivision ~~(e)~~ (d) of Section 41202, for
 22 the fiscal year in which the warrants are *required to be* drawn
 23 *pursuant to Section 84321.62*, and included within the “total
 24 allocations to school districts and community college districts from
 25 General Fund proceeds of taxes appropriated pursuant to Article
 26 XIII B,” as defined in subdivision (e) of Section 41202, for the
 27 fiscal year in which the warrants are ~~drawn~~ *required to be drawn*
 28 *pursuant to Section 84321.62.*

29 *SEC. 9. Section 84363 is added to the Education Code,*
 30 *immediately following Section 84362, to read:*

31 84363. (a) *For purposes of computing the expenditure*
 32 *requirements pursuant to Section 84362, a community college*
 33 *district shall exclude from that computation any expenditures*
 34 *incurred by that district during a state or local declared emergency*
 35 *related to the COVID-19 pandemic that are not otherwise normal*
 36 *expenditures that would have been incurred by that district.*

37 (b) *This section shall become inoperative on July 1, 2021, and,*
 38 *as of January 1, 2022, is repealed.*

39 *SEC. 10. Section 84750.4 of the Education Code is amended*
 40 *to read:*

1 84750.4. (a) (1) The board of governors, in accordance with
2 this section, and in consultation with institutional representatives
3 of the California Community Colleges and statewide faculty and
4 staff organizations, so as to ensure their participation in the
5 development and review of policy proposals, shall develop criteria
6 and standards for the purpose of making the annual budget request
7 for the California Community Colleges to the Governor and the
8 Legislature, and for the purpose of allocating the state general
9 apportionment revenues.

10 (2) It is the intent of the Legislature in enacting this section to
11 adopt a formula for general purpose apportionments that
12 encourages access for underrepresented students, provides
13 additional funding in recognition of the need to provide additional
14 support for low-income students, rewards colleges' progress on
15 improving student success metrics, and improves overall equity
16 and predictability so that community college districts may more
17 readily plan and implement instruction and programs.

18 (3) It is the intent of the Legislature to determine the amounts
19 appropriated for purposes of this section through the annual Budget
20 Act. This section shall not be construed as limiting the authority
21 of either the Governor to propose, or the Legislature to approve,
22 appropriations for the California Community Colleges programs
23 or purposes.

24 *(4) It is the intent of the Legislature that for the 2020–21 fiscal*
25 *year, 70 percent of funding for the Student Centered Funding*
26 *Formula is for the base allocation provided to districts, 20 percent*
27 *is for the supplemental allocation provided to districts, and 10*
28 *percent is for student success allocation provided to districts.*

29 (b) (1) Commencing with the 2018–19 fiscal year, and each
30 fiscal year thereafter, the chancellor's office shall annually calculate
31 a base allocation, a supplemental allocation, and a student success
32 allocation for each community college district in the state pursuant
33 to this section. This calculation applies only to the allocation of
34 credit revenue. Noncredit instruction, and instruction in career
35 development and college preparation full-time equivalent students
36 (FTES) shall be funded pursuant to the requirements of paragraphs
37 (3) and (4), respectively, of subdivision (d) of Section 84750.5, as
38 that section read on January 1, 2018.

39 ~~(2) For the 2019–20 fiscal year, the marginal funding rates for~~
40 ~~the base allocation, supplemental allocation, and student success~~

1 allocation shall be set to align with the total computational revenue
2 computed by the Department of Finance for community college
3 apportionments as computed for purposes of the 2019–20 Budget
4 Act, in the following manner, after accounting for funding for the
5 hold harmless provisions in subdivisions (g) and (h):

6 (A) Seventy percent of the total computational revenue shall be
7 distributed to the base allocation pursuant to subdivision (c) and
8 subparagraph (C) of paragraph (1) of subdivision (d).

9 (B) Twenty percent of the total computational revenue shall be
10 distributed to the supplemental allocation pursuant to subdivision
11 (e).

12 (C) (i) Ten percent of the total computational revenue shall be
13 distributed to the student success allocation pursuant to subdivision
14 (f).

15 (ii) Of the funding distributed pursuant to clause (i), 75 percent
16 shall be allocated for purposes of paragraph (1) of subdivision (f)
17 and 25 percent shall be allocated for purposes of paragraph (2) of
18 subdivision (f).

19 (3) It is the intent of the Legislature that the final rates set
20 pursuant to paragraph (2) be established in statute for the 2020–21
21 fiscal year.

22 (2) *For purposes of this section, unless otherwise specified in*
23 *the annual Budget Act, the cost-of-living adjustment shall be the*
24 *percentage change in the annual average value of the Implicit*
25 *Price Deflator for State and Local Government Purchases of Goods*
26 *and Services for the United States, as published by the United*
27 *States Department of Commerce for the 12-month period ending*
28 *in the third quarter of the prior fiscal year.*

29 (c) For purposes of computing the base allocation, the marginal
30 funding rate for credit revenue per FTES shall be as follows:

31 (1) For the 2018–19 fiscal year, three thousand seven hundred
32 twenty-seven dollars (\$3,727).

33 (2) For the 2019–20 fiscal year, ~~the rate set for this purpose~~
34 ~~pursuant to subparagraph (A) of paragraph (2) of subdivision (b).~~
35 *four thousand nine dollars (\$4,009).*

36 (3) Commencing with the 2020–21 fiscal year, the rate specified
37 in paragraph (2) adjusted for changes in the cost-of-living
38 adjustment and other base adjustments in subsequent annual budget
39 acts.

1 (d) (1) The base allocation shall be computed for each
2 community college district as follows:

3 (A) Each community college district shall receive a basic
4 allocation based on the number of colleges and comprehensive
5 centers in the community college district that is consistent with
6 the basic allocation formula established by the board of governors
7 pursuant to paragraph (2) of subdivision (d) of Section 84750.5 as
8 of the 2015–16 fiscal year.

9 (B) Unless otherwise specified in subparagraph (C), each
10 community college district shall receive an allocation based on
11 credit base revenues associated with funded FTES as computed
12 pursuant to subparagraph (A) of paragraph (2) at the rate pursuant
13 to subdivision (c).

14 (C) Notwithstanding the rate in subdivision (c), for community
15 college districts that had higher rates used to calculate their
16 2017–18 general purpose apportionments, the following rates shall
17 be used to calculate their base allocations:

18 (i) For the 2018–19 *fiscal* year, as follows:

19 (I) For Foothill-De Anza Community College District, the rate
20 shall be no less than three thousand seven hundred forty-five dollars
21 (\$3,745).

22 (II) For Lake Tahoe Community College District, the rate shall
23 be no less than three thousand eight hundred eighteen dollars
24 (\$3,818).

25 (III) For Lassen Community College District, the rate shall be
26 no less than three thousand seven hundred ninety-four dollars
27 (\$3,794).

28 (IV) For Marin Community College District, the rate shall be
29 no less than four thousand two hundred sixty-one dollars (\$4,261).

30 (V) For MiraCosta Community College District, the rate shall
31 be no less than three thousand seven hundred thirty-four dollars
32 (\$3,734).

33 (VI) For San Francisco Community College District, the rate
34 shall be no less than three thousand seven hundred fifty-six dollars
35 (\$3,756).

36 (VII) For San Jose-Evergreen Community College District, the
37 rate shall be no less than three thousand seven hundred forty-four
38 dollars (\$3,744).

1 (VIII) For Santa Monica Community College District, the rate
2 shall be no less than three thousand seven hundred seventy-six
3 dollars (\$3,776).

4 (IX) For South Orange Community College District, the rate
5 shall be no less than three thousand eight hundred twenty-six
6 dollars (\$3,826).

7 (X) For West Kern Community College District, the rate shall
8 be no less than four thousand nine hundred thirty-four dollars
9 (\$4,934).

10 (ii) For the 2019–20 fiscal year, ~~the rates set for this purpose~~
11 ~~pursuant to subparagraph (A) of paragraph (2) of subdivision (b).~~
12 *as follows:*

13 (I) *For Foothill-De Anza Community College District, the rate*
14 *shall be no less than four thousand twenty-eight dollars (\$4,028).*

15 (II) *For Lake Tahoe Community College District, the rate shall*
16 *be no less than four thousand one hundred seven dollars (\$4,107).*

17 (III) *For Lassen Community College District, the rate shall be*
18 *no less than four thousand eighty-one dollars (\$4,081).*

19 (IV) *For Marin Community College District, the rate shall be*
20 *no less than four thousand five hundred eighty-three dollars*
21 *(\$4,583).*

22 (V) *For MiraCosta Community College District, the rate shall*
23 *be no less than four thousand sixteen dollars (\$4,016).*

24 (VI) *For San Francisco Community College District, the rate*
25 *shall be no less than four thousand forty dollars (\$4,040).*

26 (VII) *For San Jose-Evergreen Community College District, the*
27 *rate shall be no less than four thousand twenty-seven dollars*
28 *(\$4,027).*

29 (VIII) *For Santa Monica Community College District, the rate*
30 *shall be no less than four thousand sixty-two dollars (\$4,062).*

31 (IX) *For South Orange Community College District, the rate*
32 *shall be no less than four thousand one hundred fifteen dollars*
33 *(\$4,115).*

34 (X) *For West Kern Community College District, the rate shall*
35 *be no less than five thousand three hundred seven dollars (\$5,307).*

36 (iii) Commencing with the 2020–21 fiscal year, the rates
37 specified in clause (ii) adjusted for changes in the cost-of-living
38 adjustment and other base adjustments in subsequent annual budget
39 acts.

1 (2) To calculate the base allocation for each community college
2 district, the chancellor’s office shall calculate the three-year rolling
3 average comprised of funded FTES from the current year, the prior
4 year, and the year prior to the prior year, as follows:

5 (A) Commencing with the 2018–19 fiscal year, the chancellor’s
6 office shall compute the sum of annually funded credit FTES from
7 the current year, the prior year, and the year prior to the prior year,
8 and divide the sum by three.

9 (B) (i) In computing the three-year average pursuant to
10 subparagraph (A), credit FTES associated with enrollment growth
11 proposed in the annual Budget Act shall be excluded from the
12 three-year average and shall instead be added to the computed
13 three-year rolling average.

14 (ii) In computing the three-year average pursuant to
15 subparagraph (A), credit FTES generated by students who meet
16 the requirements of subdivision (a) of Section 84810.5 and special
17 admit students pursuant to Sections 76002, 76003, and 76004 shall
18 be excluded.

19 (C) The sum of a community college district’s computed
20 three-year FTES rolling average and current year funded FTES
21 growth shall be multiplied by a community college district’s
22 applicable base allocation funding rate pursuant to subdivision (c),
23 or subparagraph (C) of paragraph (1), as applicable, to compute a
24 community college district’s base allocation.

25 (D) Community college districts are entitled to the restoration
26 of any reductions in their base allocation due to decreases in FTES
27 during the three years following the initial year of decrease if there
28 is a subsequent increase in FTES.

29 (E) *For the calculation of the three-year rolling average for the*
30 *base allocation for the 2020–21 fiscal year, the sum of funded*
31 *credit FTES for the 2019–20 fiscal year, as adjusted for shifts in*
32 *summer enrollment between fiscal years, may be used in place of*
33 *funded credit FTES for the 2020–21 fiscal year.*

34 (3) In addition to the amounts computed pursuant to paragraphs
35 (1) and (2), each community college district shall receive an
36 allocation based on credit base revenues associated with funded
37 FTES generated by students who meet the requirements of
38 subdivision (a) of Section 84810.5 and special admit students
39 pursuant to Sections 76002, 76003, and 76004. FTES generated
40 by students who meet the requirements of subdivision (a) of Section

1 84810.5 and special admit students pursuant to Sections 76002,
2 76003, and 76004 shall be multiplied by a community college
3 district's applicable credit revenue rate computed for the 2017–18
4 fiscal year pursuant to Section 84750.5, as that section read on
5 January 1, 2018, as adjusted for 2018–19 fiscal year cost-of-living
6 adjustment and other base adjustments, and adjusted for the
7 changes in the cost-of-living and other base adjustments in
8 subsequent annual budget acts.

9 (4) The chancellor shall allocate any funding appropriated in
10 the Budget Act for enrollment growth to support the following:

11 (A) First, for the stated percentage of enrollment growth in the
12 Budget Act and consistent with the growth formula used by the
13 board of governors in the 2015–16 fiscal year.

14 (B) Second, for the amount of uncapped growth attributable to
15 increases in the amount of a community college district's
16 supplemental allocation.

17 (C) Third, for the amount of uncapped growth attributable to
18 increases in the amount of a community college district's student
19 success allocation.

20 (e) Commencing with the 2018–19 fiscal year, a supplemental
21 allocation shall be computed for each community college district
22 based on the total points calculated for each community college
23 district in accordance with all of the following:

24 (1) The marginal funding rate per point for computing a
25 supplemental allocation shall be as follows:

26 (A) For the 2018–19 fiscal year, nine hundred nineteen dollars
27 (\$919).

28 (B) For the 2019–20 fiscal year, ~~the rate set for this purpose~~
29 ~~pursuant to subparagraph (B) of paragraph (2) of subdivision (b).~~
30 *nine hundred forty-eight dollars (\$948).*

31 (C) (i) Commencing with the 2020–21 fiscal year, the rate
32 specified in subparagraph (B) adjusted for changes in the
33 cost-of-living adjustment and other base adjustments in subsequent
34 annual budget acts.

35 (ii) *For the calculation of the supplemental allocation for the*
36 *2020–21 fiscal year, data from the 2018–19 fiscal year, for*
37 *purposes of paragraphs (2), (3), and (4), may be used in place of*
38 *data from the 2019–20 fiscal year.*

39 (2) Each community college district shall be granted one point
40 for each student who is a recipient of financial aid under the Federal

1 Pell Grant program (20 U.S.C. Sec. 1070a) based on headcount
2 data of students in the prior year.

3 (3) Each community college district shall be granted one point
4 for each student who is granted an exemption from nonresident
5 tuition pursuant to Section 68130.5, based on headcount data of
6 students in the prior year.

7 (4) Each community college district shall be granted one point
8 for each student who receives a fee waiver pursuant to Section
9 76300, based on headcount data of students in the prior year.

10 (5) For the purposes of calculating the supplemental allocation,
11 the number of students shall be defined as the number of students
12 served by the community college district.

13 (6) It is the intent of the Legislature that the annual Budget Act
14 fully fund increases in the supplemental allocations computed
15 under this section.

16 (f) Commencing with the 2018–19 fiscal year, a student success
17 allocation shall be computed for each community college district
18 based on the total points calculated for each community college
19 district in accordance with all of the following:

20 (1) (A) (i) The marginal funding rate per point for computing
21 student success allocation revenue shall be as follows:

22 (I) For the 2018–19 fiscal year, four hundred forty dollars
23 (\$440).

24 (II) For the 2019–20 fiscal year, ~~the rate set for this purpose~~
25 ~~pursuant to subparagraph (C) of paragraph (2) of subdivision (b).~~
26 *five hundred fifty-nine dollars (\$559).*

27 (III) Commencing with the 2020–21 fiscal year, the rate
28 specified in subclause (II) adjusted for changes in the cost-of-living
29 adjustment and other base adjustments in subsequent annual budget
30 acts.

31 (ii) (I) Commencing with the 2019–20 fiscal year, to calculate
32 the student success allocation for each community college district,
33 the chancellor’s office shall calculate a three-year rolling average
34 for each metric described in this paragraph. To compute the
35 three-year average for each metric, the chancellor’s office shall
36 compute the sum of data for that metric from the prior year, the
37 year prior to the prior year, and the year prior to the year prior to
38 the prior year, and divide the sum by three.

39 (II) *For the calculation of the three-year rolling average for*
40 *the student success allocation for the 2020–21 fiscal year, data*

1 *from the 2018–19 fiscal year, for purposes of subparagraphs (B),*
2 *(C), (D), (E), and (F), may be used in place of data from the*
3 *2019–20 fiscal year.*

4 (B) Each community college district shall be granted, for each
5 student, points for one of the following, with the community
6 college district receiving points based on the outcome that would
7 generate the highest number of points and with the points counted
8 only if the student was enrolled in the community college district
9 in the academic year in which the award was granted:

10 (i) Three points for each chancellor’s office approved associate
11 degree or approved baccalaureate degree granted, excluding an
12 associate degree for transfer granted pursuant to Article 3
13 (commencing with Section 66745) of Chapter 9.2 of Part 40 of
14 Division 5, based on the three-year rolling average for this metric
15 calculated pursuant to clause (ii) of subparagraph (A).

16 (ii) Four points for each chancellor’s office approved associate
17 degree for transfer degree granted pursuant to Article 3
18 (commencing with Section 66745) of Chapter 9.2 of Part 40 of
19 Division 5, based on the three-year rolling average for this metric
20 calculated pursuant to clause (ii) of subparagraph (A).

21 (iii) (I) Two points for each chancellor’s office approved credit
22 certificate requiring 18 or more units granted, based on the
23 three-year rolling average for this metric calculated pursuant to
24 clause (ii) of subparagraph (A).

25 (II) Chancellor’s office approved credit certificates requiring
26 16 or more units granted may be used to compute these points if
27 the chancellor’s office adopts regulations authorizing the approval
28 and issuance of certificates requiring 16 or more units.

29 (C) Each community college district shall be granted two points
30 for each student who successfully completes both transfer-level
31 mathematics and English courses within the student’s first
32 academic year of enrollment, based on the three-year rolling
33 average for this metric calculated pursuant to clause (ii) of
34 subparagraph (A).

35 (D) (i) Each community college district shall be granted one
36 and one-half points for each student who successfully transfers to
37 a four-year university, based on the three-year rolling average for
38 this metric calculated pursuant to clause (ii) of subparagraph (A).

39 (ii) The chancellor’s office may reduce a community college
40 district’s transfer points if a community college district enters into,

1 or expands, a transfer partnership with a private for-profit college
2 that has not demonstrated a track record of providing its students
3 with a baccalaureate degree that leads to a majority of the private
4 for-profit college's baccalaureate degree program students
5 obtaining a regional living wage within one year of completing
6 their degree program.

7 (iii) The chancellor's office may reduce a community college
8 district's transfer points if a community college district enters into,
9 or expands, a transfer partnership with a private for-profit college
10 that does not meet the qualifications to offer its students federal
11 financial aid.

12 (iv) (I) For the 2018–19 fiscal year, the data for this metric
13 shall be compiled using publicly available data on transfer students
14 to in-state private and out-of-state institutions, based upon the
15 definition of transfer students reflected in the Transfer Volume to
16 In-State Private and Out-of-State Baccalaureate Granting
17 Institutions Report from the community college management
18 information system as of January 1, 2019, publicly reported transfer
19 data from the California State University, and publicly reported
20 transfer data from the University of California.

21 (II) Commencing with the 2019–20 fiscal year, the data for this
22 metric shall be based upon a student meeting the following criteria:

23 (ia) The student has an enrollment record in a community college
24 district in the year prior to the prior year.

25 (ib) The student has completed 12 or more semester units, or
26 the equivalent, systemwide through the end of the prior year.

27 (ic) The student does not have an enrollment record systemwide
28 in the prior year.

29 (id) The student enrolled in a four-year university in the prior
30 year.

31 (ie) The student has completed 12 or more semester units, or
32 the equivalent, in the community college district in the year prior
33 to the prior year.

34 (E) Each community college district shall be granted one point
35 for each student who successfully completes nine or more career
36 technical education units, based on the three-year rolling average
37 for this metric calculated pursuant to clause (ii) of subparagraph
38 (A).

39 (F) Each community college district shall be granted one point
40 for each student who obtains a regional living wage within one

1 year of community college completion, based on the three-year
2 rolling average for this metric calculated pursuant to clause (ii) of
3 subparagraph (A).

4 (2) (A) (i) Each community college district shall also be granted
5 additional points for an equity component of the student success
6 allocation. The marginal funding per point for the equity
7 component of the student success allocation revenue shall be as
8 follows:

9 (I) For the 2018–19 fiscal year, one hundred eleven dollars
10 (\$111).

11 (II) For the 2019–20 fiscal year, ~~the rate set for this purpose~~
12 ~~pursuant to subparagraph (C) of paragraph (2) of subdivision (b).~~
13 *one hundred forty-one dollars (\$141).*

14 (III) Commencing with the 2020–21 fiscal year, the rate
15 specified in subclause (II) adjusted for changes in the cost-of-living
16 adjustment and other base adjustments in subsequent annual budget
17 acts.

18 (ii) (I) Commencing with the 2019–20 fiscal year, to calculate
19 the equity component of the student success allocation for each
20 community college district, the chancellor’s office shall calculate
21 a three-year rolling average for each metric described in this
22 paragraph. To compute the three-year average for each metric, the
23 chancellor’s office shall compute the sum of data for that metric
24 from the prior year, the year prior to the prior year, and the year
25 prior to the year prior to the prior year, and divide the sum by three.

26 (II) *For the calculation of the three-year rolling average for*
27 *the equity component of the student success allocation for the*
28 *2020–21 fiscal year, data from the 2018–19 fiscal year, for*
29 *purposes of subparagraphs (B) and (C), may be used in place of*
30 *data from the 2019–20 fiscal year.*

31 (B) Each community college district shall receive points for a
32 student who received a fee waiver pursuant to Section 76300 and
33 generated points for any of the metrics described in paragraph (1),
34 based on the three-year rolling average for this metric calculated
35 pursuant to clause (ii) of subparagraph (A). For each student
36 identified pursuant to this subparagraph, the community college
37 district shall receive the number of points equal to the number of
38 points that the community college was granted for that student for
39 each of the metrics described in paragraph (1).

1 (C) (i) Each community college district shall receive points for
2 a student who received financial aid under the Federal Pell Grant
3 program (20 U.S.C. Sec. 1070a) and generated points for any of
4 the metrics described in paragraph (1), based on the three-year
5 rolling average for this metric calculated pursuant to clause (ii) of
6 subparagraph (A).

7 (ii) Each community college district shall receive, for each
8 student identified pursuant to clause (i), points for one of the
9 following, with the community college district receiving points
10 based on the outcome that would generate the highest number of
11 points and with the points counted only if the student was enrolled
12 in the community college district in the academic year in which
13 the award was granted:

14 (I) Four and one-half points for each chancellor’s office
15 approved associate degree or approved baccalaureate degree
16 granted, excluding an associate degree for transfer granted pursuant
17 to Article 3 (commencing with Section 66745) of Chapter 9.2 of
18 Part 40 of Division 5, based on the three-year rolling average for
19 this metric calculated pursuant to clause (ii) of subparagraph (A).

20 (II) Six points for each chancellor’s office approved associate
21 for transfer degree granted pursuant to Article 3 (commencing
22 with Section 66745) of Chapter 9.2 of Part 40 of Division 5, based
23 on the three-year rolling average for this metric calculated pursuant
24 to clause (ii) of subparagraph (A).

25 (III) Three points for each chancellor’s office approved credit
26 certificate requiring 16 or more units granted, based on the
27 three-year rolling average for this metric calculated pursuant to
28 clause (ii) of subparagraph (A).

29 (iii) Each community college district shall receive, for each
30 student identified pursuant to clause (i), the number of points equal
31 to the following:

32 (I) Three points for each student who successfully completes
33 transfer-level mathematics and English courses within the student’s
34 first academic year of enrollment, based on the three-year rolling
35 average for this metric calculated pursuant to clause (ii) of
36 subparagraph (A).

37 (II) Two and one-quarter points for each student who
38 successfully transfers to a four-year university, based on the
39 three-year rolling average for this metric calculated pursuant to
40 clause (ii) of subparagraph (A).

1 (III) One and one-half points for each student who successfully
2 completes nine or more career technical education units, based on
3 the three-year rolling average for this metric calculated pursuant
4 to clause (ii) of subparagraph (A).

5 (IV) One and one-half points for each student who obtains a
6 regional living wage within one year of community college
7 completion, based on the three-year rolling average for this metric
8 calculated pursuant to clause (ii) of subparagraph (A).

9 (3) It is the intent of the Legislature that the annual Budget Act
10 fully fund increases in the student success allocations computed
11 under this section.

12 (g) To establish a hold harmless protection for community
13 college districts pursuant to the funding allocation established in
14 this section, a minimum funding level for all community college
15 districts shall be computed as follows:

16 (1) For the 2018–19 and 2019–20 fiscal years, a level of funding
17 to ensure that all community college districts receive at a minimum
18 the total computational revenue the district received in the 2017–18
19 fiscal year, defined as a district’s final entitlement for general
20 purpose apportionment based on FTES and the number of colleges
21 and comprehensive centers the district operates.

22 (2) Commencing with the 2020–21 fiscal year, and each year
23 thereafter, community college districts shall receive the higher of
24 (A) the funding level determined by the formula established in this
25 section, or (B) the level of funding determined by multiplying the
26 community college district’s new FTES by the associated credit,
27 noncredit, and career development and college preparation rate
28 received by the district in the 2017–18 fiscal year. The level of
29 funding shall be adjusted to include a basic allocation based on
30 the number of colleges and comprehensive centers in the district
31 consistent with the basic allocation rates used in the 2017–18 fiscal
32 year.

33 (3) (A) From the 2019–20 fiscal year to the ~~2023–24~~ 2025–26
34 fiscal year, inclusive, for the San Francisco Community College
35 District and the Compton Community College District, the rates
36 for computing the hold harmless provisions pursuant to paragraphs
37 (1) and (2) shall be multiplied each year by the cost-of-living
38 adjustment identified in the annual Budget Act and adjusted for
39 increases to FTES. The level of funding for the San Francisco
40 Community College District and the Compton Community College

1 District shall be adjusted to include a basic allocation based on the
2 number of colleges and comprehensive centers in the district
3 consistent with the basic allocation rates used in the 2017–18 fiscal
4 year multiplied by the 2018–19 fiscal year cost-of-living
5 adjustment, and adjusted for changes in the cost-of-living in
6 subsequent annual budget acts. The intent of these adjustments is
7 to provide the San Francisco Community College District and the
8 Compton Community College District with the greater of the
9 amount that would have been calculated pursuant to the
10 requirements of Section 84750.5, as that section read on January
11 1, 2018, adjusted for annual changes in the cost-of-living
12 adjustment identified in the annual Budget Act and adjusted for
13 increases in FTES, or the amount computed pursuant to the funding
14 formula established in this section.

15 (B) For purposes of computing the FTES attributable to this
16 paragraph and subdivision (d), for ~~five~~ *seven* fiscal years beginning
17 in the 2017–18 fiscal year, the San Francisco Community College
18 District shall be entitled to restoration of any reduction in
19 apportionment revenue due to decreases in FTES, up to the level
20 of attendance of FTES funded in the 2012–13 fiscal year, if there
21 is a subsequent increase in FTES.

22 (C) (i) For purposes of computing the FTES attributable to this
23 paragraph and subdivision (d), for ~~five~~ *seven* fiscal years beginning
24 in the fiscal year the Compton Community College District is
25 accredited under the governing authority of the Board of Trustees
26 of the Compton Community College District, the board of
27 governors shall provide allocations to the Compton Community
28 College District in an amount not less than the total amount that
29 the district would receive if the level of attendance of FTES was
30 the same level of attendance as in the 2017–18 fiscal year. The
31 amount shall be adjusted to reflect cost-of-living adjustments,
32 deficits in apportionments, or both, as appropriate for the applicable
33 fiscal years.

34 (ii) For purposes of computing the FTES attributable to this
35 paragraph and subdivision (d), for ~~five~~ *seven* fiscal years beginning
36 in the fiscal year the Compton Community College District is
37 accredited under the governing authority of the Board of Trustees
38 of the Compton Community College District, the Compton
39 Community College District shall be entitled to restoration of any
40 reduction in apportionment revenue due to decreases in FTES, up

1 to the level of attendance of FTES funded in the 2017–18 fiscal
 2 year, if there is a subsequent increase in FTES.

3 (iii) In computing statewide entitlements to funding based upon
 4 the attendance of FTES, the Compton Community College District
 5 shall not be credited with more FTES than were actually enrolled
 6 and in attendance.

7 (4) (A) Commencing with the 2020–21 fiscal year, decreases
 8 in a community college district’s total revenue computed pursuant
 9 to the sum of subdivisions (d), (e), and (f), or computed pursuant
 10 to this subdivision shall result in the associated reduction beginning
 11 in the year following the initial year of ~~decreases~~; *decreases*,
 12 *adjusted for changes in the cost-of-living adjustment*.

13 (B) For the 2019–20 fiscal year, a community college district’s
 14 total revenue computed pursuant to the sum of subdivisions (d),
 15 (e), and (f), or computed pursuant to this subdivision shall be no
 16 less than its 2017–18 general purpose apportionment funding
 17 computed pursuant to Section 84750.5 adjusted for the
 18 cost-of-living adjustments for fiscal years 2018–19 and 2019–20.

19 (h) For the fiscal years 2018–19 to ~~2021–22~~, 2023–24, inclusive,
 20 each community college district whose increase in 2017–18 general
 21 purpose apportionment funding computed pursuant to Section
 22 84750.5, compared to apportionment funding computed pursuant
 23 to this section, is less than the year-over-year cost-of-living
 24 adjustments applicable to those fiscal years, shall receive
 25 discretionary resources in an amount needed to ensure that the
 26 community college district receives no less than its 2017–18
 27 general purpose apportionment funding computed pursuant to
 28 Section 84750.5 adjusted for annual year-over-year cost-of-living
 29 adjustments.

30 (i) The board of governors shall develop the criteria and
 31 standards within the statewide minimum requirements established
 32 pursuant to this section.

33 (j) (1) Except as specifically provided in statute, regulations of
 34 the board of governors for determining and allocating the state
 35 general apportionment to the community college districts shall not
 36 require community college district governing boards to expend
 37 the allocated revenues in specified categories of operation.

38 (2) Except as otherwise provided by statute, current categorical
 39 programs providing direct services to students, including extended
 40 opportunity programs and services, and disabled student programs

1 and services, shall continue to be funded separately through the
2 annual Budget Act, and shall not be assumed under the budget
3 formula otherwise specified by this section.

4 (k) It is the intent of the Legislature to allow for changes to the
5 criteria and standards developed pursuant to subdivisions (a) and
6 (h) in order to recognize increased operating costs and to improve
7 instruction.

8 (l) Notwithstanding Subchapter 1 (commencing with Section
9 51000) of Chapter 2 of Division 6 of Title 5 of the California Code
10 of Regulations and Section 84751, the chancellor shall allocate
11 the ongoing funds first appropriated to paragraph (1) of subdivision
12 (e) of provision (2) of Item 6870-101-0001 of Section 2.00 of the
13 Budget Act of 2015 (Chapters 10 and 11 of the Statutes of 2015)
14 to all community college districts, including districts that have
15 offsetting local revenues that exceed the funding calculated
16 pursuant to the district's budget formula, on a per FTES basis by
17 modifying each district's budget formula pursuant to this section.
18 Any revisions to the budget formula made for the purposes of this
19 subdivision shall be made and reported consistent with the
20 requirements of subdivision (i).

21 (m) (1) (A) The governing board of each community college
22 district shall certify it will do all the following, no later than
23 January 1, 2019:

24 (i) Adopt goals for the community college district that meet the
25 following requirements:

26 (I) Are aligned with the systemwide goals identified in the
27 Vision for Success, which were adopted by the Board of Governors
28 of the California Community Colleges in 2017.

29 (II) Are measurable numerically.

30 (III) Specify the specific timeline for achievement.

31 (ii) For the meeting when the goals are considered for adoption,
32 include in the written agenda an explanation of how the goals are
33 consistent and aligned with the systemwide goals.

34 (iii) Submit the written item and summary of action to the
35 chancellor's office.

36 (B) The chancellor's office shall make available guidance to
37 assist governing boards of community college districts in meeting
38 the requirements of this section. The funds apportioned to a
39 community college district pursuant to this section, and for excess
40 tax districts, the Student Equity and Achievement Program, shall

1 be available to implement the activities required pursuant to this
2 paragraph.

3 (2) Each community college district shall align its
4 comprehensive plan pursuant to paragraph (9) of subdivision (b)
5 of Section 70901 with the adopted local plan goals and align its
6 budget with the comprehensive plan. The funds apportioned to a
7 community college district pursuant to this section, and for excess
8 tax districts, the Student Equity and Achievement Program, shall
9 be available to implement the activities required pursuant to this
10 paragraph.

11 (3) If a community college district is identified as needing
12 further assistance to make progress towards achieving specified
13 goals, the chancellor's office, with the approval from the board of
14 governors, may direct the community college district to use up to
15 1 percent of the district's apportionments allocation on technical
16 assistance and professional development to support efforts to meet
17 the district's efforts towards their goals.

18 (4) (A) The chancellor's office shall develop processes to
19 monitor the approval of new awards, certificates, and degree
20 programs. The chancellor's office shall also develop a process to
21 monitor the number of students who transfer to for-profit
22 postsecondary educational institutions and report on the growth
23 of transfer to these institutions compared to four-year public
24 postsecondary educational institutions.

25 (B) The chancellor's office shall also develop minimum
26 standards, in consultation with the oversight committee established
27 pursuant to Section 84750.41, for the approval of certificates and
28 awards that would count towards the funding formula pursuant to
29 this section.

30 (C) The board of governors shall include instructions in the
31 audit report required by Section 84040 related to the
32 implementation of the funding formula pursuant to this section.
33 The chancellor may require a community college district to repay
34 any funding associated with an audit exception identified in a
35 community college district's audit report pursuant to this
36 subparagraph.

37 (5) Notwithstanding Section 10231.5 of the Government Code,
38 on or before October 15, 2019, and each year thereafter, the
39 chancellor's office shall report to the Legislature, consistent with
40 Section 9795 of the Government Code, on the course sections and

1 FTES added at each community college that received
2 apportionment growth funding in the prior fiscal year, including
3 the number of course sections and if any course sections and FTES
4 were added that are within the primary missions of the segment
5 and those that are not within the primary missions of the segment.

6 (6) (A) On or before July 1, 2022, the chancellor’s office shall
7 report to the Legislature and the Department of Finance, consistent
8 with Section 9795 of the Government Code, a description on how
9 community college districts are making progress on advancing the
10 goals outlined in the system’s strategic vision plan.

11 ~~(7) Commencing with the 2019–20 fiscal year, the chancellor’s~~
12 ~~office shall publicly post the data, by community college district,~~
13 ~~used to calculate the supplemental and student success allocations~~
14 ~~pursuant to subdivisions (e) and (f) on the internet website of the~~
15 ~~chancellor’s office. The chancellor’s office shall publicly post a~~
16 ~~preliminary version of the data for the most recently completed~~
17 ~~fiscal years by November 15 of each year, and a final version of~~
18 ~~that data by March 15 of each year.~~

19 (B) The requirement for submitting a report imposed under
20 subparagraph (A) is inoperative on July 1, 2026, pursuant to
21 Section 10231.5 of the Government Code.

22 *(7) Commencing with the 2019–20 fiscal year, the chancellor’s*
23 *office shall publicly post the data, by community college district,*
24 *used to calculate the supplemental and student success allocations*
25 *pursuant to subdivisions (e) and (f) on the internet website of the*
26 *chancellor’s office. The chancellor’s office shall publicly post a*
27 *preliminary version of the data for the most recently completed*
28 *fiscal years by November 15 of each year, and a final version of*
29 *that data by March 15 of each year.*

30 (n) For purposes of this section, the following terms have the
31 following meanings:

32 (1) “Career development and college preparation” means courses
33 in programs that conform to the requirements of Section 84760.5.

34 (2) “Chancellor’s office” means the Office of the Chancellor
35 of the California Community Colleges.

36 (3) “Primary missions of the segment” means credit courses
37 and those noncredit courses specified in paragraphs (2) to (6),
38 inclusive, of subdivision (a) of Section 84757.

39 *SEC. 11. Section 88821 of the Education Code is amended to*
40 *read:*

1 88821. (a) The Legislature finds and declares all of the
2 following:

3 (1) California’s economic competitiveness is fueled, in part, by
4 the strength of its regional economies and its skilled workforce.

5 (2) Upward social and economic mobility helps keep the state’s
6 economy diversified and vibrant.

7 (3) The attainment of industry-valued “middle skill credentials”
8 serves as a gateway for a large and diverse number of careers in
9 the state’s economy.

10 (4) California’s local educational agencies, community college
11 districts, interested public four-year universities, local workforce
12 development boards, economic development and industry leaders,
13 and local civic representatives should collaboratively work together
14 to inform the offerings of courses, programs, pathways, and
15 workforce development opportunities that enable students to access
16 the current and future job market and further social and economic
17 mobility.

18 (b) The Strong Workforce Program is hereby established as a
19 K–14 state education, economic, and workforce development
20 initiative for the purpose of expanding the availability of
21 high-quality, industry-valued career technical education and
22 workforce development courses, programs, pathways, credentials,
23 certificates, and degrees.

24 (c) To facilitate program coordination and alignment with other
25 workforce training, education, and employment services in the
26 state, the Strong Workforce Program shall operate in a manner
27 that complies with the California Strategic Workforce Development
28 Plan, required pursuant to the federal Workforce Innovation and
29 Opportunity Act (Public Law 113-128), and expand upon existing
30 consortia infrastructure.

31 (d) To avoid duplication of effort, activities funded under the
32 Strong Workforce Program shall be informed by, aligned with,
33 and expand upon the activities of existing workforce and education
34 regional partnerships, including those partnership activities that
35 pertain to regional planning efforts established pursuant to the
36 federal Workforce Innovation and Opportunity Act (Public Law
37 113-128), adult education block grant consortia, and other career
38 technical education programs.

39 (e) All of the following guiding principles apply to each
40 consortium participating in the Strong Workforce Program:

1 (1) Any community college district or local educational agency
2 participating in the consortium shall ensure that its career technical
3 education and workforce development courses, credentials,
4 certificates, degrees, programs, and pathway offerings, as
5 applicable, are responsive to the needs of employers, workers,
6 civic leaders, and students.

7 (2) The consortium shall collaborate with other public
8 institutions, including, but not limited to, adult education consortia,
9 local workforce development boards, and interested California
10 State University and University of California institutions.

11 (3) The consortium shall collaborate with civic representatives,
12 representatives from the labor community, and economic
13 development and industry sector leaders within the region.

14 (4) The consortium shall include collaborating entities and
15 persons identified in this subdivision in planning meetings, provide
16 them with adequate notice of the consortium's proposed decisions,
17 and solicit, consider, and respond to comments from them
18 regarding the consortium's proposed decisions.

19 (5) Collaborative efforts shall focus upon evidence-based
20 decisionmaking and student success with workforce outcomes
21 aligned with the performance accountability measures of the federal
22 Workforce Innovation and Opportunity Act (Public Law 113-128),
23 and closing labor market and employment gaps. Each consortium
24 shall strive to align programmatic offerings in the most effective
25 and efficient manner to avoid duplication of effort and streamline
26 access to services, and education and training opportunities.

27 (6) Community college districts, local educational agencies,
28 and other entities participating in a consortium are encouraged to
29 develop long-term partnerships with private sector employers and
30 labor partners to provide coordinated courses, programs, and
31 pathways with employer involvement in the assessment, planning,
32 and development of career technical education courses, programs,
33 and pathways. To the extent practicable, employer partnerships
34 should build upon regional partnerships formed pursuant to the
35 federal Workforce Innovation and Opportunity Act (Public Law
36 113-128) and other state or federal programs.

37 (7) Community college districts, local educational agencies,
38 and other entities participating in a consortium are encouraged to
39 develop and work closely with public and private organizations
40 that offer workforce development programs and pathways to

1 individuals with autism and other developmental disabilities to
2 provide a comprehensive approach to address workforce readiness
3 and employment.

4 (f) The chancellor's office shall, in consultation with the
5 California Workforce Development Board, the Academic Senate
6 for California Community Colleges, and its partners formed
7 pursuant to the federal Workforce Innovation and Opportunity Act
8 (Public Law 113-128), as applicable, develop and implement
9 policies and guidance necessary to implement the Community
10 College component of the Strong Workforce Program, including
11 policies and guidance necessary for consortia, including community
12 college districts and their regional partners, to increase the number
13 of aligned middle skill and career technical education courses,
14 programs, pathways, credentials, certificates, and degrees. No later
15 than June 30, 2017, the chancellor's office shall develop and
16 implement policies and guidance pursuant to this subdivision and
17 bring before the Board of Governors of the California Community
18 Colleges any policies, regulations, and guidance necessary to
19 accomplish all of the following:

20 (1) Facilitate the development, implementation, and sharing of
21 career technical education effective practices, curriculum models
22 and courses, and community college credentials, certificates,
23 degrees, and programs across regions and among community
24 college districts.

25 (2) Enable community college districts to develop career
26 technical education and workforce outcomes, and applicable
27 associate degrees and certificates as appropriate.

28 (3) Provide accessible performance and labor market data that
29 can be used flexibly by participating community college districts
30 and their regional partners to support the implementation of the
31 Strong Workforce Program and related efforts to align regional
32 workforce and education programming with regional labor market
33 needs.

34 (4) Encourage local efficiency through coordinated and
35 collaborative regional workforce efforts in which community
36 college districts are partners.

37 (5) Support curriculum processes to ensure that students are
38 able to efficiently transfer college-level career technical education
39 credits across community college districts and to the California
40 State University and the University of California.

1 (6) Improve sector-based engagement with employers within a
2 region.

3 (7) Provide, in partnership with employers, work-based learning
4 opportunities for students that increase their employability and
5 earning potential.

6 (8) Enable community college districts to facilitate and optimize
7 their resources to support the Strong Workforce Program and other
8 related regional workforce development efforts.

9 (9) Ensure that community college district Strong Workforce
10 Program expenditures are focused on improving student success
11 with workforce outcomes for all students enrolled in community
12 college career technical education courses, programs, and
13 pathways.

14 (10) (A) For the Community College component only,
15 notwithstanding the June 30, 2017, implementation date specified
16 in this subdivision, develop and implement a plan to streamline
17 the course and curriculum approval process, both at the state and
18 local levels. The plan shall reflect an expedited state approval
19 process for career technical education courses, programs, and
20 certificates, and may include the elimination of an existing state
21 course and program approval process. The plan shall reflect one
22 of the following two options:

23 (i) A process of course and curriculum approval that enables
24 community college districts to develop a course or program within
25 one academic year and to offer that course or program the
26 subsequent academic year.

27 (ii) A process of course and curriculum approval that enables
28 community college districts to develop a course or program within
29 one academic semester and to offer that course or program the
30 subsequent academic semester.

31 (B) The plan described in subparagraph (A) shall also reflect
32 the creation of a process that enables career technical education
33 courses and programs to be portable among community college
34 districts. This process shall enable a community college district to
35 adapt, adopt, or adapt and adopt another community college
36 district's approved career technical education courses, programs,
37 and curriculum within one academic semester and to offer that
38 course or program, or utilize that curriculum, the subsequent
39 academic semester.

1 (C) The chancellor's office shall consult with the Legislature
2 and the Governor prior to implementing the plan. The plan shall
3 be developed no later than July 1, 2017, and implemented no later
4 than January 1, 2018.

5 (11) Eliminate barriers to hiring qualified instructors for career
6 technical education courses, including reevaluating the required
7 minimum qualifications for career technical education instructors.

8 (g) *Community college districts are encouraged to expedite the*
9 *development of targeted credit or noncredit short-term workforce*
10 *training programs, in accordance with all of the following:*

11 (1) *Short-term workforce training programs that focus on*
12 *economic recovery and result in job placement.*

13 (2) *Short-term workforce training programs that focus on the*
14 *reskilling and upskilling of individuals.*

15 (3) (A) *Short-term workforce training programs that have at*
16 *least one proven employer partner, demonstrate job vacancies,*
17 *and submit verification to the chancellor's office.*

18 (B) *For purposes of subparagraph (A), verification includes the*
19 *projected number of individuals served, completion rates, and job*
20 *placement rates.*

21 (4) *It is the intent of the Legislature that, where possible,*
22 *short-term noncredit workforce training programs should be*
23 *utilized to be responsive to the workforce training needs of*
24 *employers, with the ability to transition to credit or noncredit*
25 *courses and programs upon successful completion of a program*
26 *established pursuant to this subdivision. Colleges are encouraged*
27 *to develop workforce training that utilizes competency-based*
28 *approaches, and applies credit for prior learning where possible.*

29 ~~(g)~~

30 (h) After June 30, 2017, and only as necessary, the chancellor's
31 office may develop and implement revised policies and guidance
32 for the Community College component only, and bring regulations
33 before the Board of Governors of the California Community
34 Colleges as necessary for a community college district and its
35 regional partners to accomplish both of the following:

36 (1) Implement and expand the amount of aligned middle skill
37 and career technical education credentials, certificates, degrees,
38 courses, programs, and pathways in accordance with paragraphs
39 (1) to (11), inclusive, of subdivision (f).

1 (2) Implement the recommendations of the Strong Workforce
2 Task Force.

3 ~~(h)~~

4 (i) (1) For purposes of this section, the chancellor’s office shall
5 consider input provided by relevant stakeholders, including the
6 Academic Senate of the California Community Colleges, the
7 Workforce Pathways Joint Advisory Committee, and the California
8 Workforce Development Board, before implementing revised
9 guidance, policies, or regulatory changes for the Community
10 College component.

11 (2) For purposes of the Community College component and in
12 compliance with the consultation requirements in Sections 70901
13 and 70902, the Academic Senate of the California Community
14 Colleges shall establish a career technical education subcommittee
15 to provide recommendations on career technical education issues.
16 No less than 70 percent of the subcommittee shall consist of career
17 technical education faculty. The subcommittee’s charter shall
18 require it to provide assistance to community college districts to
19 ensure that career technical education and its instruction is
20 responsive and aligned to current and emergent industry trends,
21 and ensure that similar courses, programs, and degrees are portable
22 among community college districts.

23 *SEC. 12. Section 88822 of the Education Code is amended to*
24 *read:*

25 88822. For purposes of this part, the following terms have the
26 following meanings:

27 (a) “Career pathways” means an identified series of positions,
28 work experiences, or educational benchmarks or credentials that
29 offer occupational and financial advancement within a specified
30 career field or related fields over time.

31 (b) “Career technical education credential” means a workforce
32 certificate, degree, or industry-recognized credential.

33 (c) “Career Technical Education Regional Consortium,” or
34 “consortium,” means an administrative grouping of community
35 college districts and local educational agencies by the Division of
36 Workforce and Economic Development of the chancellor’s office
37 for the purpose of coordination and joint planning within regions,
38 as defined in subdivision (p). Local educational agencies shall be
39 grouped based on their association with community college
40 districts. In the event that a local educational agency does not fall

1 within the geographical boundaries of any community college
2 district, the local educational agency shall be grouped with the
3 nearest community college district.

4 (d) “Chancellor’s office” means the Office of the Chancellor
5 of the California Community Colleges.

6 (e) “Community College component” means the funding
7 allocated pursuant to Section 88825.

8 (f) “Deputy Sector Navigator” means an individual serving as
9 an in-region contact for an industry or occupational cluster,
10 working with the region’s colleges and employers to create
11 alignment around and deliver on workforce training and career
12 pathways.

13 (g) “Industry” or “industry sectors” means trade associations
14 or those firms that produce similar products or provide similar
15 services using somewhat similar business processes.

16 (h) “Joint powers authority” means an entity established in
17 accordance with Article 1 (commencing with Section 6500) of
18 Chapter 5 of Division 7 of Title 1 of the Government Code for
19 purposes of providing instruction to pupils enrolled in grades 9 to
20 12, inclusive.

21 (i) “K–12 component” means funding allocated pursuant to
22 Section 88827.

23 (j) “K–12 Workforce Pathway Coordinator” means an individual
24 serving as an in-region contact to provide technical assistance and
25 support to K–12 local educational agencies pursuant to subdivision
26 (a) of Section 88833.

27 (k) “K–14 Technical Assistance Provider” means an individual
28 serving as the in-region contact pursuant to subdivision (b) of
29 Section 88833 to provide leadership and technical assistance
30 regionwide on K–14 career technical education programs or
31 pathways.

32 (l) “Local educational agency” means a school district, county
33 office of education, or charter school.

34 (m) “Middle skill credential” means a certificate, associate’s
35 degree, or industry-recognized credential that is less than a
36 bachelor’s degree but more than a high school diploma and
37 facilitates student success with workforce outcomes.

38 (n) “Plan” means the regional plan established under this part.

39 (o) “Program” means the Strong Workforce Program established
40 under this part.

1 (p) “Region” means a geographic area of the state defined by
2 economic and labor market factors containing at least one industry
3 cluster and the cities, counties, community college districts, and
4 local educational agencies, or all of them, in the industry cluster’s
5 geographic area. To the extent possible, for the purposes of this
6 part, collaborative regions should align with federal Workforce
7 Innovation and Opportunity Act (Public Law 113-128) regional
8 planning unit boundaries specified in the California Strategic
9 Workforce and Development Plan and expand upon existing
10 consortium infrastructure established by the chancellor’s office.

11 (q) “*Short-term workforce training program*” means a 4 to
12 12-week program with a proven employer partner designed for
13 targeted reskilling and upskilling that results in job placement.

14 ~~(q)~~

15 (r) “Strong Workforce Task Force” means the Task Force on
16 Workforce, Job Creation and a Strong Economy commissioned
17 by the Board of Governors of the California Community Colleges.

18 SEC. 13. Section 88825 of the Education Code is amended to
19 read:

20 88825. (a) This section applies to the Community College
21 component only, and applies commencing with the 2017–18 fiscal
22 year.

23 (b) To promote the success of community college students and
24 the career technical education programs that serve them, up to 5
25 percent of the funds appropriated for the Community College
26 component may be allocated by the Board of Governors of the
27 California Community Colleges to a community college district
28 for statewide activities to improve and administer the program,
29 including the facilitation of system, program, and data alignment
30 at the state and regional levels and the implementation of the 25
31 recommendations presented to the board of governors on January
32 19 and 20, 2016, by the Strong Workforce Task Force. The
33 chancellor’s office shall consult with the California Workforce
34 Development Board and other appropriate state agencies on the
35 development of all statewide activities that would be implemented
36 by the selected district to facilitate broader workforce and education
37 system alignment. Statewide coordination activities funded out of
38 this allocation may include, but are not limited to, the following
39 activities:

1 (1) State-level coordination for the development of labor market
2 analyses pertaining to economic and industry trends and jobs
3 projections for the purpose of supporting common regional
4 planning efforts and the alignment of career technical education
5 program offerings with regional labor market dynamics.

6 (2) Research, evaluation, and technical assistance on the use of
7 effective local and regional policies, best practices, and model
8 partnerships.

9 (3) Development and prototyping of innovative policies,
10 practices, and coordinated services with local workforce and
11 education partners.

12 (4) Participation of community college districts in existing
13 regional coalitions and planning efforts.

14 (5) Cross-training local program staff.

15 (6) Development and maintenance of a state-level cross-system
16 data reporting mechanism with partners formed pursuant to the
17 federal Workforce Innovation and Opportunity Act (Public Law
18 113-128) for the purpose of monitoring workforce program
19 outcomes and performance accountability.

20 (7) Leveraging allocated funds with state and local partners
21 through interagency agreements, memorandums of understanding,
22 or other appropriate mechanisms.

23 (c) (1) Forty percent of the funds apportioned for the
24 Community College component of the program shall be
25 apportioned directly to the fiscal-agent *agents* of the ~~consortium~~
26 *consortia* for the purpose of funding regionally prioritized projects
27 and programs that meet the needs of local and regional economies,
28 *including development of short-term workforce training programs*
29 *focused on California's economic recovery from COVID-19*
30 *beginning in 2020*, as identified in regional plans and Workforce
31 Innovation and Opportunity Act (Public Law 113-128) regional
32 plans.

33 (2) Sixty percent of the funds apportioned for the Community
34 College component of the program shall be apportioned directly
35 to community college districts in the ~~consortium~~ *consortia*. Funds
36 apportioned directly to a community college district shall be
37 expended for the purpose of funding regionally prioritized projects
38 and programs within the community college district that meet the
39 needs of local and regional economies, *including development of*
40 *short-term workforce training programs focused on California's*

1 *economic recovery from COVID-19 beginning in 2020*, as
2 identified in regional plans and Workforce Innovation and
3 Opportunity Act (Public Law 113-128) regional plans. As a
4 condition of receiving direct funding, each community college
5 district shall actively participate in its consortium.

6 (d) The allocation of funds to a consortium shall be based on a
7 schedule determined by the chancellor's office and is effective for
8 the four years of each plan cycle. Within the four-year plan cycle,
9 this schedule may be altered to reflect changes in the statewide
10 allocation for the program as appropriated in the annual Budget
11 Act.

12 (e) The chancellor's office shall provide to the Department of
13 Finance and the Legislative Analyst's Office its recommendations
14 for the allocation of funds available for each consortium no later
15 than August 30 of each year. The department shall approve the
16 allocation plan before the release of funding.

17 (f) (1) For each four-year plan cycle, the chancellor's office
18 shall determine the amount of funds to be allocated to each
19 consortium based on the following weighted factors in each region:

20 (A) The unemployment rate. This factor shall comprise 33
21 percent of the allocation formula.

22 (B) The proportion of career technical education full-time
23 equivalent students. This factor shall comprise 33 percent of the
24 allocation formula.

25 (C) The proportion of projected job openings. This factor shall
26 comprise 17 percent of the allocation formula.

27 (D) The proportion of successful workforce outcomes as
28 evidenced by the performance accountability measures of the
29 federal Workforce Innovation and Opportunity Act (Public Law
30 113-128). This factor shall comprise 17 percent of the allocation
31 formula.

32 (2) For each four-year plan cycle, the chancellor's office shall
33 determine the amount of funds to be allocated directly to each
34 community college district within a consortium based on the
35 weighted factors, specified in subparagraphs (A) to (D), inclusive,
36 of paragraph (1), in each district within the region.

37 (g) A consortium shall allocate funds in accordance with its
38 plan and only to community college districts. Decisions governing,
39 or relating to, the distribution of the consortium's fiscal resources

1 shall be determined exclusively by the community college districts
2 participating in the consortium.

3 (h) As a condition of receipt of funds under this section, a
4 participating community college district shall comply with all of
5 the following:

6 (1) Be a member of a consortium.

7 (2) Participate in regional planning efforts formed pursuant to
8 the federal Workforce Innovation and Opportunity Act (Public
9 Law 113-128) and other efforts that align workforce, employment,
10 and education services.

11 (3) Work with other consortium members to create and submit
12 a plan to the chancellor's office by January 31 of every fourth year
13 of a four-year plan cycle.

14 (4) Provide accessible performance and labor market data that
15 can be used by community college districts and their regional
16 partners to support the implementation of the program and any
17 related efforts to align regional workforce and education
18 programming with regional labor market needs, including, but not
19 limited to, regional planning efforts established pursuant to the
20 federal Workforce Innovation and Opportunity Act (Public Law
21 113-128).

22 (5) Include interested public universities and local educational
23 agencies in regional planning.

24 (6) Certify that the use of funds will meet the intent of the
25 program to accomplish all of the following:

26 (A) Increase the number of students in quality career technical
27 education courses, programs, and pathways that will achieve
28 successful workforce outcomes.

29 (B) Increase the number of quality career technical education
30 courses, programs, and pathways that lead to successful workforce
31 outcomes, or invest in new or emerging career technical education
32 courses, programs, and pathways that may become operative in
33 subsequent years and are likely to lead to successful workforce
34 outcomes.

35 (C) Address recommendations from the Strong Workforce Task
36 Force, including the recommended provision of student services
37 related to career exploration, job readiness and job placement, and
38 work-based learning.

39 (i) Funds appropriated to community college districts for the
40 program shall supplement, not supplant, existing funding of

1 community college career technical education programs. This
2 subdivision shall not be interpreted to mean that a participating
3 community college district is prohibited from eliminating or
4 altering existing programs, but the percentage of that community
5 college district's total full-time equivalent students enrolled in
6 career technical education courses relative to the total full-time
7 equivalent students enrolled in the district shall not be reduced
8 from the percentage computed for the 2015–16 fiscal year.

9 (j) Programs, courses, or instructional materials developed using
10 funding from the program may be made available to all community
11 college districts, as appropriate, through the online clearinghouse
12 of information created as part of the Institutional Effectiveness
13 Partnership Initiative.

14 *SEC. 14. Article 7 (commencing with Section 89780) is added*
15 *to Chapter 6 of Part 55 of Division 8 of Title 3 of the Education*
16 *Code, to read:*

17

18

Article 7. Summer Term Financial Aid

19

20 *89780. (a) Funding provided to the California State University*
21 *in the annual budget act to provide summer term financial aid to*
22 *any student who is eligible for state financial aid and who is a*
23 *California resident, including students who receive an exemption*
24 *from nonresident tuition pursuant to Section 68130.5, shall be*
25 *suspended on December 31, 2021, unless the condition described*
26 *in subdivision (b) occurs.*

27 *(b) The suspension described in subdivision (a) shall not take*
28 *effect if the estimates of General Fund revenues and expenditures*
29 *for the 2021–22 and 2022–23 fiscal years, as determined pursuant*
30 *to Section 12.5 of Article IV of the California Constitution, that*
31 *accompany the May Revision required to be released by May 14,*
32 *2021, pursuant to Section 13308 of the Government Code contain*
33 *a determination by the Director of Finance that estimated annual*
34 *General Fund revenues exceed estimated General Fund*
35 *expenditures for the 2021–22 and 2022–23 fiscal years by an*
36 *amount equal to or greater than the sum total of all General Fund*
37 *appropriations for all programs subject to suspension.*

38 *(c) It is the intent of the Legislature to consider alternative*
39 *solutions to restore the program described in subdivision (a) if*
40 *the suspension described in subdivision (a) takes effect.*

1 *SEC. 15. Article 6 (commencing with Section 92060) is added*
2 *to Chapter 1 of Part 57 of Division 9 of Title 3 of the Education*
3 *Code, to read:*

4

5

Article 6. Summer Term Financial Aid

6

7 92060. (a) *Funding provided to the University of California*
8 *in the annual budget act to provide summer term financial aid to*
9 *any student who is eligible for state financial aid and who is a*
10 *California resident, including students who receive an exemption*
11 *from nonresident tuition pursuant to Section 68130.5, shall be*
12 *suspended on December 31, 2021, unless the condition described*
13 *in subdivision (b) occurs.*

14 (b) *The suspension described in subdivision (a) shall not take*
15 *effect if the estimates of General Fund revenues and expenditures*
16 *for the 2021–22 and 2022–23 fiscal years, as determined pursuant*
17 *to Section 12.5 of Article IV of the California Constitution, that*
18 *accompany the May Revision required to be released by May 14,*
19 *2021, pursuant to Section 13308 of the Government Code contain*
20 *a determination by the Director of Finance that estimated annual*
21 *General Fund revenues exceed estimated General Fund*
22 *expenditures for the 2021–22 and 2022–23 fiscal years by an*
23 *amount equal to or greater than the sum total of all General Fund*
24 *appropriations for all programs subject to suspension.*

25 (c) *It is the intent of the Legislature to consider alternative*
26 *solutions to restore the program described in subdivision (a) if*
27 *the suspension described in subdivision (a) takes effect.*

28 *SEC. 16. Section 99200 of the Education Code is amended to*
29 *read:*

30 99200. (a) *With funds appropriated therefor, and with the*
31 *approval of the Concurrence Committee, the Regents of the*
32 *University of California are requested to establish and maintain*
33 *cooperative endeavors designed to accomplish the following:*

34 (1) *Develop and enhance teachers' subject matter and content*
35 *knowledge in the subject matter areas specified in Section 99201.*

36 (2) *Develop and enhance teachers' instructional strategies to*
37 *improve pupil learning and academic performance as measured*
38 *against State Board of Education standards adopted pursuant to*
39 *Sections 60605 and 60605.8 and, where applicable, to standards*

1 adopted pursuant to Section 60811 and any subsequently adopted
2 standards.

3 (3) Provide teachers with instructional strategies for working
4 with English learners.

5 (4) Provide teachers with instructional strategies for delivering
6 career-oriented, integrated academic and technical content in a
7 manner that is linked to high priority industry sectors identified in
8 the California career technical education model curriculum
9 standards as adopted by the State Board of Education. The
10 Concurrence Committee, in consultation with the appropriate state
11 entities, industry leaders, representatives of organized labor,
12 educators, and other parties, shall determine the priority of industry
13 sectors.

14 (5) Provide teachers with access to and opportunity to examine
15 current research that is demonstrably linked to improved pupil
16 learning and achievement as measured by performance levels on
17 state tests administered pursuant to Section 60605, or any successor
18 assessment system, or on English language development
19 assessments developed, pursuant to Chapter 7 (commencing with
20 Section 60810) of Part 33 of Division 4 of Title 2, or any successor
21 assessments, for English language learners.

22 (6) Maintain subject-specific professional communities that
23 create and encourage ongoing opportunities for teacher
24 collaboration, learning, and research.

25 (7) Develop and deploy as teacher leaders, teachers with
26 demonstrated levels of expertise in the classroom and certifiable
27 levels of content knowledge.

28 (8) Provide teachers with instructional strategies for ongoing
29 collaboration on the delivery of career-oriented, integrated
30 academic and technical content.

31 (9) *Address learning loss in mathematics, science, and English,*
32 *language arts due to the COVID-19 pandemic.*

33 (b) The duties of the Concurrence Committee shall include, but
34 need not be limited to, all of the following:

35 (1) Ensuring that the statewide and local subject matter projects
36 comply with requirements of this chapter.

37 (2) Developing rules and regulations for the statewide subject
38 matter projects.

39 (3) On or before January 1, ~~2016~~, 2024, providing a report on
40 ~~the subject matter projects~~ *addressing learning loss in the*

1 *mathematics, science, writing, and reading and literature projects*
2 *specified in Section 99201 to the Governor and to appropriate*
3 *policy and fiscal committees of the Legislature. The report shall*
4 *include, but need not be limited to, all of the following information,*
5 *compiled for a ~~four-year~~ *three-year* period:*

6 (A) *The number, and level of experience, of participants in ~~each~~*
7 *~~subject matter project.~~ *the mathematics, science, writing, and**
8 **reading and literature projects that are specifically focused on**
9 **addressing learning loss in mathematics, science, and English,**
10 **language arts due to the COVID-19 pandemic.**

11 (B) *The total amount of funds expended, on an annual ~~basis,~~*
12 *~~for each subject matter project~~ *basis that are specifically focused**
13 **on addressing learning loss in mathematics, science, and English,**
14 **language arts due to the COVID-19 pandemic, for the mathematics,**
15 **science, writing, and reading and literature projects.**

16 (C) *An explanation of the type of professional development*
17 *activities offered pursuant to ~~each subject matter project,~~ *the**
18 **mathematics, science, writing, and reading and literature projects**
19 **to address learning loss in mathematics, science, and English,**
20 **language arts due to the COVID-19 pandemic, including the extent**
21 *to which teachers were provided professional development focused*
22 *on delivering career-oriented, integrated academic and technical*
23 *content.*

24 (D) *A list of the name and location of each school affiliated*
25 *with a ~~subject matter project.~~ *the mathematics, science, writing,**
26 **and reading and literature projects that are specifically focused**
27 **on addressing learning loss in mathematics, science, and English,**
28 **language arts due to the COVID-19 pandemic.**

29 (c) *Grants to establish local sites of statewide subject matter*
30 *projects shall be available to institutions of higher education,*
31 *county offices of education and school districts, or any combination*
32 *thereof, with a subject matter proposal approved pursuant to this*
33 *article. Once established, each subject matter project shall be*
34 *administered by the University of California in cooperation with*
35 *the Concurrence Committee. Local sites of statewide subject matter*
36 *projects shall be distributed throughout the state so that elementary,*
37 *secondary, and postsecondary school personnel located in rural,*
38 *urban, and suburban areas may avail themselves of subject matter*
39 *projects.*

1 (d) The Concurrence Committee shall be composed of
2 individuals who are affiliated with leadership, management, or
3 instruction in education or education policy entities, including
4 educational expertise on instructional strategies for English learners
5 and academic language acquisition. They shall be selected as
6 follows:

7 (1) One representative selected by the Regents of the University
8 of California.

9 (2) One representative selected by the Board of Trustees of the
10 California State University.

11 (3) One representative selected by the State Board of Education,
12 who has significant experience with direct classroom instruction.

13 (4) One representative selected by the Governor.

14 (5) One representative selected by the Superintendent of Public
15 Instruction.

16 (6) One representative selected by the Commission on Teacher
17 Credentialing.

18 (7) One representative selected by the Curriculum Development
19 and Supplemental Materials Commission.

20 (8) One representative of the California Community Colleges
21 selected by the Board of Governors of the California Community
22 Colleges.

23 (9) One representative of an independent postsecondary
24 institution selected by the Association of Independent California
25 Colleges and Universities.

26 (e) (1) The requirement for submitting a report pursuant to
27 paragraph (3) of subdivision (b) is inoperative on January 1, ~~2018,~~
28 *2026*, pursuant to Section 10231.5 of the Government Code.

29 (2) A report to be submitted pursuant to paragraph (3) of
30 subdivision (b) shall be in compliance with Section 9795 of the
31 Government Code.

32 *SEC. 17. Section 19816.18 of the Government Code is amended*
33 *to read:*

34 19816.18. (a) The department may either self-fund or
35 self-insure any benefit program under its administration when it
36 is ~~cost effective~~ *cost effective* to do so. The department may
37 administer the self-funded or self-insured benefit program directly
38 or may contract with a third party administrator. The Treasurer,
39 Controller, and the Department of Finance shall assist the
40 department to ensure that the appropriate fiscal and administrative

1 procedures are established. These procedures shall include, but
2 not be limited to, processes, fund accounts, and transfers from each
3 department's operating budget, including a pro rata share of the
4 cost of administration. Notwithstanding any other law, the Public
5 Employees' Retirement System shall assist the department upon
6 request by providing retiree names and addresses to the department
7 solely for the purpose of notifying ~~those~~ retirees of eligibility for
8 enrollment into a dental plan, vision plan, group legal insurance
9 plan, or life insurance plan offered by the department. Any
10 information provided to the department shall be treated as
11 confidential by the department.

12 (b) Funds appropriated for self-funded or self-insured benefit
13 programs established pursuant to this section shall be maintained
14 in the State Employees' Self-Funded Benefit Fund, which is hereby
15 created in the State Treasury. Moneys in this fund shall be used
16 by the department to make benefit payments and pay related
17 administrative costs. Income of whatever nature earned on the
18 moneys in the State Employees' Self-Funded Benefit Fund during
19 any fiscal year shall be credited to the fund. The Controller and
20 the Department of Finance may establish individual accounts within
21 the fund, as deemed appropriate, for individual self-funded or
22 self-insured benefit programs. Notwithstanding Section 13340,
23 moneys in this fund and accounts within the fund that are used to
24 pay benefits for a self-funded or self-insured program established
25 pursuant to this section are continuously appropriated, without
26 regard to fiscal years.

27 *SEC. 18. Section 22956 of the Government Code is amended*
28 *to read:*

29 22956. (a) An annuitant who retires from the state may enroll
30 in a dental care plan offered under this part, provided either of the
31 following apply:

32 (1) The annuitant is not enrolled in a health benefit plan or a
33 dental care plan, but was eligible for enrollment as an employee
34 at the time of separation for retirement, and who retired within
35 120 days of the date of separation.

36 (2) The annuitant is receiving an allowance pursuant to Article
37 6 (commencing with Section 9359) of Chapter 3.5 of Part 1 of
38 Division 2.

39 (b) Except as provided in subdivision (c), the board has no duty
40 to locate or notify any annuitant who may be eligible to enroll, or

1 to provide names or addresses to any person, agency, or entity for
2 the purpose of notifying ~~those annuitants~~.

3 (c) Notwithstanding any other law, the board shall assist the
4 California State University upon request by providing ~~annuitant~~
5 *retiree* names and addresses to the California State University
6 solely for the purpose of notifying ~~those annuitants~~ *retirees* of
7 eligibility for enrollment in a dental care plan offered by the
8 California State University under this part. Any information
9 provided to the California State University for this purpose shall
10 be treated as confidential by the California State University.

11 *SEC. 19. Section 22959.83 of the Government Code is amended*
12 *to read:*

13 22959.83. (a) An annuitant who retires from a California State
14 University campus or the office of the chancellor may enroll in a
15 vision care plan offered under this part, if any of the following
16 apply:

17 (1) The annuitant was enrolled in a health benefit plan, a dental
18 care plan, or vision care plan at the time of separation for
19 retirement, and retired within 120 days of the date of separation.

20 (2) The annuitant was not enrolled in a health benefit plan, a
21 dental care plan, or vision care plan at the time of separation for
22 retirement, but was eligible for enrollment as an employee at the
23 time of separation for retirement, and retired within 120 days of
24 the date of separation.

25 (b) The California State University has no duty to locate or
26 notify any annuitant who may be eligible to enroll, or to provide
27 names or addresses to any person, agency, or entity for the purpose
28 of notifying ~~those annuitants~~.

29 (c) Notwithstanding any other law, the Board of Administration
30 of the Public Employees' Retirement System shall assist the
31 California State University upon request by providing ~~annuitant~~
32 *retiree* names and addresses to the California State University
33 solely for the purpose of notifying ~~those annuitants~~ *retirees* of
34 eligibility for enrollment into a vision care plan offered by the
35 California State University under this part. Any information
36 provided to the California State University for this purpose shall
37 be treated as confidential by the California State University.

38 *SEC. 20. Item 6440-001-0007 of Section 2.00 of the Budget*
39 *Act of 2019 is amended to read:*

1	6440-001-0007—For support of University of California,	
2	payable from the Breast Cancer Research Account, Breast	
3	Cancer Fund.....	10,614,000
4		10,419,000
5	Schedule:	
6	(1) 5440-Support.....	10,614,000
7		10,419,000

8

9 *SEC. 21. (a) (1) For the 2020–21 fiscal year, the sum of*
 10 *sixty-six million two hundred fifty-five thousand dollars*
 11 *(\$66,255,000) is hereby appropriated from the General Fund to*
 12 *the Board of Governors of the California Community Colleges to*
 13 *allocate to community college districts for the same purposes as*
 14 *funds provided in Item 6870-162-8505 of Section 2.00 of the Budget*
 15 *Act of 2020.*

16 *(2) Notwithstanding Provision 5 of Item 6870-162-8505 of*
 17 *Section 2.00 of the Budget Act of 2020, funds appropriated to this*
 18 *subdivision shall be available for encumbrance or expenditure*
 19 *until June 30, 2022.*

20 *(3) On or before December 1, 2023, the Office of the Chancellor*
 21 *of the California Community Colleges shall submit a report on*
 22 *the use of these funds to the Legislature, pursuant to Section 9795*
 23 *of the Government Code, and the Department of Finance. The*
 24 *report shall include all of the following:*

25 *(A) The amount of the funds provided for each community*
 26 *college.*

27 *(B) A description of how the funds were used for each of the*
 28 *purposes reflected in Provision 3 of Item 6870-162-8505 of Section*
 29 *2.00 of the Budget Act of 2020.*

30 *(C) A statement of reasons describing how the funds prioritized*
 31 *services for underrepresented students.*

32 *(D) An explanation of the effectiveness of services or supports*
 33 *provided by the funds.*

34 *(b) For purposes of making the computations required by*
 35 *Section 8 of Article XVI of the California Constitution, thirty-three*
 36 *million two hundred ten thousand dollars (\$33,210,000) of the*
 37 *appropriation made pursuant to subdivision (a) shall be deemed*
 38 *to be “General Fund revenues appropriated for community college*
 39 *districts,” as defined in subdivision (d) of Section 41202 of the*
 40 *Education Code, for the 2019–20 fiscal year, and included within*

1 the “total allocations to school districts and community college
2 districts from General Fund proceeds of taxes appropriated
3 pursuant to Article XIII B,” as defined in subdivision (e) of Section
4 41202 of the Education Code, for the 2019–20 fiscal year.

5 (c) For purposes of making the computations required by Section
6 8 of Article XVI of the California Constitution, thirty-three million
7 forty-five thousand dollars (\$33,045,000) of the appropriation
8 made pursuant to subdivision (a) shall be deemed to be “General
9 Fund revenues appropriated for community college districts,” as
10 defined in subdivision (d) of Section 41202 of the Education Code,
11 for the 2020–21 fiscal year, and included within the “total
12 allocations to school districts and community college districts
13 from General Fund proceeds of taxes appropriated pursuant to
14 Article XIII B,” as defined in subdivision (e) of Section 41202 of
15 the Education Code, for the 2020–21 fiscal year.

16 SEC. 22. If the Commission on State Mandates determines that
17 this act contains costs mandated by the state, reimbursement to
18 local agencies and school districts for those costs shall be made
19 pursuant to Part 7 (commencing with Section 17500) of Division
20 4 of Title 2 of the Government Code.

21 SEC. 23. This act is a bill providing for appropriations related
22 to the Budget Bill within the meaning of subdivision (e) of Section
23 12 of Article IV of the California Constitution, has been identified
24 as related to the budget in the Budget Bill, and shall take effect
25 immediately.

26 SECTION 1. ~~It is the intent of the Legislature to enact statutory~~
27 ~~changes relating to the Budget Act of 2019.~~