SDICCCA Meeting

Government Relations Update December 2, 2024





New Members

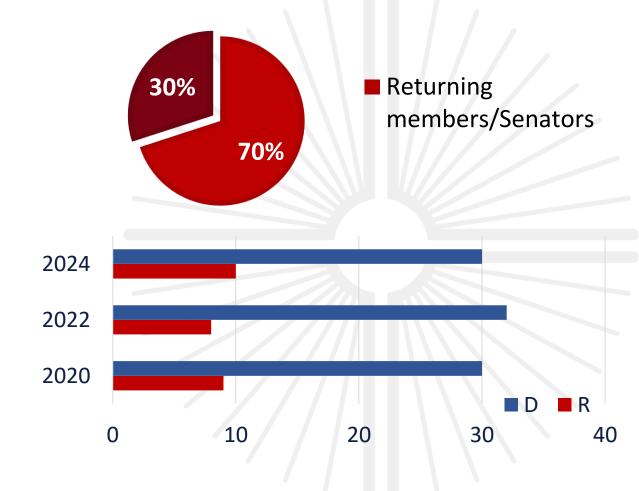


Senate Election Update

- The Senate has a membership of 40 Senators elected for 4-year terms, 20 to begin every 2 years
- This year, the odd-numbered seats, were subject to election
- Out of the 20 races
 - 9 had an incumbent running
 - Incumbent Senator Newman, Chair of Education conceded on Nov. 25
- Senate District 35 continues to be an active race:







COMMUNITY COLLEGE LEAGUE OF CALIFORNIA

New to the Senate...



Sabrina Cervantes Megan Dahle Tim Grayson Akilah Weber Eloise Reyes



Steve Choi Suzette Valladares Laura Richardson Jerry McNerney

New Senator Highlights



Senator-elect Christopher Cabaldon (SD 3)

Community Colleges: Diablo Valley College, Napa Valley College, Santa Rosa Junior College, Woodland Community College, Solano Community College



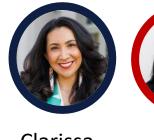
Senator-elect Sasha Renee Perez (SD 25)

Community Colleges: Pasadena City College, Glendale Community College, Rio Hondo Community College, Citrus College

Assembly Election Update

- Unlike members of the Senate, members of the Assembly serve two-year terms and are subject to election every even-numbered year
- Out of the 80 races
 - 57 had an incumbent running
 - 23 new members
 - All incumbents are winning their races
 - It is a close call for:

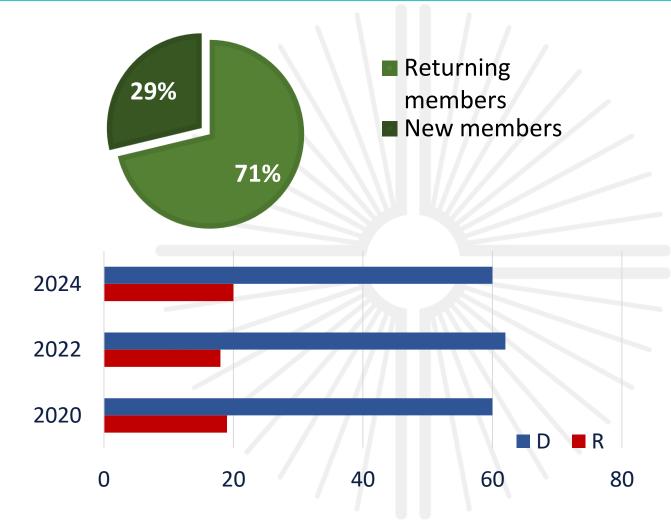
Assembly District 58



Clarissa Cervantes



Leticia Castillo



New Assembly Member Highlight



Assemblymember-elect Patrick Ahrens (AD 26)
Community Colleges: Mission College, De Anza College, San Jose City
College

Proposition Results



Yes	Proposition 2: Bonds for Public School and College Facilities
Yes	Proposition 3: Constitutional Right to Marriage
Yes	Proposition 4: Bonds for Water, Wildfire, and Climate Risks
No	Proposition 5: Bonds for Affordable Housing Infrastructure
No	Proposition 6: Eliminates Forcing Inmates to Work
No	Proposition 32: Raises Minimum Wage
No	Proposition 33: Local Government Residential Rent Control
Yes	Proposition 34: Restricts Spending of Prescription Drugs
Yes	Proposition 35: Provides Permanent Funding for Medi-Cal
Yes	Proposition 36: Increased Sentencing for Certain Drug and Theft Crimes

Local Bond Results



Yes	Measure CC: Compton Community College District
Yes	Measure GCC: Glendale Community College District
Yes	Measure AC: Long Beach Community College District
Yes	Measure P: Merced Community College District
Yes	Measure V: Mt. San Antonio Community College District
No	Measure G: Rancho Santiago Community College District
Yes	Measure I: Redwoods Community College District
Yes	Measure RH: Rio Hondo Community College District
Yes	Measure CC: Riverside Community College District
Yes	Measure HH: San Diego Community College District
Yes	Measure K: San Joaquin Delta Community College District
Yes	Measure P: Santa Barbara Community College District
Yes	Measure SW: Southwestern Community College District
Yes	Measure Q: State Center Community College District
Yes	Measure C: West Hills Community College District



The 2025-26 Budget California's Fiscal Outlook



Legislative Action Last Year Addressed Anticipated Budget Problem Proactively.

The Legislature not only addressed the budget problem for the fiscal year but also made proactive decisions to address 2025-26.



Revenues Are Unlikely to Grow Fast Enough to Catch Up to Atypically High Spending Growth.

The state faces double-digit operating deficits in the years to come. It is unlikely that revenue growth will catch up to ongoing spending.



Revenues Running Ahead of Broader Economy.

Despite softness in the state's labor market and consumer spending, earnings of high-income Californians have surged in recent months. Driven by the recent stock market rally. Questions its sustainability.



No Capacity for New Commitments.

This year's budget does not have the capacity for new commitments, particularly ones that are ongoing.



Revenue Improvement Offset by Higher Costs, 2025-26 Budget Remains Roughly Balanced.

Although revenues are running ahead of budget act assumptions, those improvements are roughly offset by spending increases across the budget.



COMMUNITY COLLEGE LEAGUE OF CALIFORNIA

The 2025-26 Budget: Fiscal Outlook for Schools and Community Colleges

The guarantee in 2025-26 is \$1.5 billion (1.3 percent) above the 2024-25 enacted budget level

In addition, \$3.7 billion in funding is freed up from the expiration of various one-time costs and other formula-driven adjustments

Estimates a 2.46 percent statutory cost-of-living adjustment for school and community college programs

Estimate that \$2.8 billion would be available for new commitments

Recommend addressing the payment deferrals adopted in the June 2024 budget plan

Dedicating a portion for one-time spending would create a buffer to help protect ongoing programs in case the guarantee is lower than expected in the future



The 2025-26 Budget: Fiscal Outlook for Schools and Community Colleges





Withdrawals Would Be Required After 2025-26 In 2026-27, the state would be required to withdraw most of the balance. The main reason for this withdrawal is that Test 3 is operative. The state would withdraw the remaining balance in 2027-28.



Higher COLA Rates Assumed After 2025-26 estimate a statutory rate of 3.1 percent in 2026-27, 3.8 percent in 2027-28, and 4 percent in 2028-29. The cost of covering the COLA in each of these years would be \$3.2 billion, \$4 billion, and \$4.3 billion, respectively.



School Attendance Anticipated to Increase Temporarily, Then Decline After 2025-26, however, assume attendance declines by roughly 60,000 students (1 percent) each year for the following three years.

Fiscal and Policy Talking Points

November 2024

Fiscal and Policy Talking Points



Invest In Our Institutions

Districts need locally determined increases to their base apportionment to allow them to best serve their communities.

One-time funding is most pressingly needed in Deferred Maintenance, which was significantly cut in 2022-23.



Invest In Our Students

Investments in basic needs, including, financial aid, housing, and mental health are needed.

These investments should fall outside Proposition 98.



Protect Our Colleges and Students

Policies that conflict with the shared values and priorities of our state are anticipated.

While we rely on the federal government as a valuable partner of our institutions.

We stand ready to work with allies from across the State to protect our colleges and students.



Districts with active litigation

Board of Governors Monterey Peninsula Sierra Joint Sequoias or the California **Palomar Community Desert Community** Community College Community College **Community College** Community College **College District College District** District District District Shasta-Tehama Contra Costa San Mateo Butte-Glenn Peralta Community Yuba Community **Trinity Joint Community College** Community College Community College **Community College College District** College District District District District District Mt. San Jacinto San Diego Los Angeles San Joaquin Delta Cerritos Community Los Rios Community Community College **Community College** Community College Community College **College District College District** District District District District Mt. San Antonio Foothill-Deanza Yosemite Pasadena Area Santa Clarita Long Beach Community College Community College Community College Community College Community College Community College District District District District District District

Special Session

- On November 7th, Governor Newsom issued a proclamation convening a special session to protect California from federal actions.
- The special session will begin December
 2, when the legislature convenes.
- The special session will focus on bolstering California legal resources to protect civil rights, reproductive freedom, climate action, and immigrant families.
- The goal is to pursue proactive litigation against unlawful actions by the incoming administration.







Legislative Conference

Sheraton Grand Sacramento

January 26-27, 2025



LEGISLATIVE WELCOME RECEPTION

Save the Date:

Monday, January 27, 2025 5:00-6:30 pm

Please join us for a reception to welcome new legislators to Sacramento.







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https://bit.ly/cclcGRsub

Register Now for the League's 2025 Monthly GR Webinar

January to October
Every Third Tuesday of the Month
11:00 a.m. – 12:00 p.m.



https://bit.ly/2025cclcGRwebinar

Thank you!

