



TO: Chief Executive Officers
Chief Business Officers

FROM: Fiscal Services Unit
Office of Institutional Supports & Success
College Finance and Facilities Planning Division

RE: 2021-22 Second Principal Apportionment and 2020-21 Recalculation

This memo describes the 2021-22 Second Principal (P2) and 2020-21 Recalculation (R1) apportionment calculations for the Student Centered Funding Formula (SCFF) and various categorical programs. Associated exhibits are available on the Chancellor's Office [Fiscal Services Unit Apportionment Reports website](#).

GENERAL BACKGROUND

The SCFF consists of three components: the base allocation, supplemental allocation, and student success allocation. The base allocation relies primarily on college and center size based on prior year data and current year Full Time Equivalent Student (FTES) enrollment. The supplemental allocation is based on prior year data, and the student success allocation is based on an average of three prior years of data. Generally, the Chancellor's Office certifies apportionments three times per year with the Advance Apportionment (AD) released in July, First Principal (P1) and Recalculation (R1) in February, and Second Principal (P2) in June. Additional certification revisions are completed as necessary.

2021-22 P2

At 2021-22 P2, the updated SCFF calculations reflect district reported FTES estimates (including an optional Title 5 COVID-19 emergency conditions allowance), supplemental and student success metric data reported as of March 10, 2022, county reported property tax, district reported enrollment fees, updated EPA resources, and estimated available state general fund. The 2021-22 P2 TCR consists of the highest of the following three TCR calculations for each district: (A) TCR calculated by formula in 2021-22, (B) TCR stability protection (prior year calculated TCR plus COLA), or (C) Hold Harmless (2017-18 TCR plus yearly COLAs). Net offsetting property tax and enrollment fee revenues increased by \$89.5 and \$3.4 million from P1 to P2, respectively.

The statewide TCR decreased from P1 by \$132,937 to \$7,859,919,243. There was a general fund deficit at P1 of 3.066% (\$240.9 million), which has been eliminated at P2.

The 2021-22 P2 apportionment includes the following updates from P1:

- Updated FTES data from April 15, 2022, CCFS-320 Apportionment Attendance Report.
- Updated supplemental and student success data as of March 10, 2022.
- Updated offsetting revenues, including county reported property taxes, district reported student enrollment fees, and an updated annual certification of the Education Protection Account (EPA).
- Growth funding narrowed to only include districts that had an increase in reported FTES from the prior year to the current year.
- Added two centers approved in the prior fiscal year 2020-21:
 - Los Angeles Community College District – South Gate Educational Center
 - Riverside Community College District – Ben Clark Training Center
- Other minor adjustments.

EXHIBITS

- Exhibit A (District Monthly Payments by Program)
- Exhibit B-4 (County Monthly Payment Schedule)
- Exhibit C (Statewide and district SCFF detail)
- Educational Revenue Augmentation Fund (ERAF) Memo
- ERAF and Property Tax Distribution by County and District
- Education Protection Account (EPA) Exhibit B-4b

EDUCATION PROTECTION ACCOUNT

The 2021-22 EPA funding allocation was updated by the Department of Finance in June 2022 from \$1,276 million to \$1,954 million. This resulted in an increase of \$677.9 million in 4th quarter payments. State general fund payments were subsequently adjusted to reflect the increase in EPA payments in June. Further adjustments to state general fund payments will be made at R1.

See the 4th quarter EPA payment exhibit on our [website](#) for additional details.

CATEGORICAL PROGRAMS

In addition to the 39 programs that certified district allocations at 2021-22 P1, the following programs certified at P2:

- College and Career Access Pathways (CCAP) Instructional Materials for Dual Enrollment, \$2,500,000
- LGBTQ+, \$10,000,000
- Part-Time Faculty Health Benefits, \$392,000
- Part-Time Faculty Office Hours, \$23,744,502.

2020-21 R1 JUNE REVISION

The 2020-21 R1 June revision includes minor adjustments to the prior certification related to revised FTES data. The statewide Total Computational Revenue (TCR) at 2020-21 R1 is \$7,497,461,859. The following exhibits are revised in June 2022:

- Exhibit D (District Monthly Payments by Program)
- Exhibit C (Statewide and district SCFF detail)
- Education Protection Account (EPA) Exhibit B-4b

Contacts

For questions regarding the SCFF please email scff@cccco.edu. For questions regarding specific categorical programs, please contact the appropriate staff specified in the Program Contacts list on our [website](#). For general questions regarding this memo, please contact the Fiscal Services Unit at apportionments@cccco.edu.

California Community Colleges

2021-22 Second Principal

Southwestern CCD

Exhibit C - Page 1

Total Computational Revenue and Revenue Sources

Total Computational Revenue (TCR)			
I. Base Allocation (FTES + Basic Allocation)		\$	73,565,366
II. Supplemental Allocation			20,382,450
III. Student Success Allocation			10,246,030
	Student Centered Funding Formula (SCFF) Calculated Revenue (A)	\$	104,193,846
	2020-21 SCFF Calculated Revenue + COLA (B)		105,665,360
	Hold Harmless Revenue (C)		103,203,541
	Stability Protection Adjustment		1,471,514
	Hold Harmless Protection Adjustment		-
	2021-22 TCR (Max of A, B, or C)	\$	105,665,360
Revenue Sources			
Property Tax & ERAF		\$	34,207,831
Less Property Tax Excess			-
Student Enrollment Fees			5,183,997
Education Protection Account (EPA)	Requirement of at least \$100 x Funded FTES	Funded FTES: 15,008.59	x Rate: \$2,005.25
State General Fund Allocation			30,095,907
			36,177,625
State General Fund Allocation			
General Fund Allocation		\$	35,284,391
Full-Time Faculty Hiring (FTFH) Allocation (2015-16 Funds Only)			893,234
	Subtotal State General Fund Allocation	\$	\$36,177,625
Adjustment(s)			-
	Total State General Fund Allocation (Exhibit A)	\$	\$36,177,625
		\$	105,665,360
	2021-22 TCR (Max of A, B, or C)	\$	105,665,360
	Revenue Deficit Percentage	0.0000%	Revenue Deficit \$ -

Supporting Sections

Section Ia: FTES Data and Calculations

variable	a	b	c	d	e	f = b + c + d + e	g = f (except credit = (a + b + f)/3)	h	i = g + h
FTES Category	2019-20 Applied #3	2020-21 Applied #3	2021-22 Restoration	2021-22 Decline	2021-22 Adjustment	2021-22 Applied #1	2021-22 Applied #2	2021-22 Growth	2021-22 Funded
Credit	14,688.02	14,688.02	-	-	-	14,688.02	14,688.02	-	14,688.02
Incarcerated Credit	30.98	30.98	-	-	-	30.98	30.98	-	30.98
Special Admit Credit	189.50	189.50	-	-	-	189.50	189.50	-	189.50
CDCP	50.82	50.82	-	-	-	50.82	50.82	-	50.82
Noncredit	49.27	49.27	-	-	-	49.27	49.27	-	49.27
Total FTES=>>>	15,008.59	15,008.59	-	-	-	15,008.59	15,008.59	-	15,008.59
Total Values=>>>		\$63,647,274	\$0	\$0	\$0				
Change from PY to CY=>>>		\$0							

variable	j = g x l	k = h x l	l	m = j + k
FTES Category	2021-22 Applied #2 Revenue	2021-22 Growth Revenue	2021-22 Rate \$	2021-22 Total Revenue
Credit	\$61,869,705	\$ -	\$4,212.26	\$61,869,705
Incarcerated Credit	182,998	-	\$5,906.97	182,998
Special Admit Credit	1,119,371	-	\$5,906.97	1,119,371
CDCP	300,192	-	\$5,906.97	300,192
Noncredit	175,008	-	\$3,552.03	175,008
Total	\$63,647,274	\$0		\$63,647,274

n	o = f + h	p = n - o	q = p x l
2021-22 Applied #0	2021-22 Applied #3	2021-22 Unfunded FTES	2021-22 Unfunded FTES Value
14,688.02	14,688.02	-	\$ -
30.98	30.98	-	-
189.50	189.50	-	-
50.82	50.82	-	-
49.27	49.27	-	-
15,008.59	15,008.59	-	\$ -

Total Value=>>> \$63,647,274

Section Ib: 2021-22 FTES Modifications

variable	r	s	t	u	n = s + t + u	Definitions:
FTES Category	Applied #0 19-20 FTES	Reported 320 21-22 P1 FTES	Emergency Conditions Allowance (ECA) COVID-19	Other	2021-22 Applied #0	20-21 App#3: 20-21 App#1 plus 20-21 Growth, is the base for 21-22 21-22 App#0: Reported R1 FTES with COVID-19 and other ECA and statutory protections. These FTES are used in the calculations of the 21-22 funded FTES. 21-22 App#1: Base for 21-22 plus any restoration, decline or adjustment 21-22 App#2: FTES that will be funded not including growth 21-22 App#3: 21-22 App#1 plus Growth and will be used as the base for 22-23 21-22 Adjustment: Alignment of FTES to available resources. Change Prior Year to Current Year: 21-22App#0 value minus 20-21 App#3 value and is the sum of CY restoration, decline, growth and unapplied values
Credit	14,688.02	12,118.09	2,569.93	-	14,688.02	
Incarcerated Credit	30.98	9.63	21.35	-	30.98	
Special Admit Credit	189.50	125.88	63.62	-	189.50	
CDCP	50.82	24.50	26.32	-	50.82	
Noncredit	49.27	86.82	(37.55)	-	49.27	
Total	15,008.59	12,364.92	2,643.67	-	15,008.59	

Section Ic: FTES Restoration Authority				
variable	v	w	y	z = (v + w + y) x l
FTES Category	2018-19	2019-20	2020-21	Total \$
Credit	-	-	-	\$ -
Incarcerated Credit	-	-	-	-
Special Admit Credit	-	-	-	-
CDCP	-	-	-	-
Noncredit	-	-	-	-
Total	-	-	-	\$ -

Section Id: FTES Growth Authority			
variable	aa	ab	ac = aa x ab
FTES Category	% target	2020-21 Applied #3 FTES	2021-22 Growth FTES
Credit	0.12%	14,688.02	17.79
Incarcerated Credit	0.12%	30.98	0.04
Special Admit Credit	0.12%	189.50	0.23
CDCP	0.12%	50.82	0.06
Noncredit	0.12%	49.27	0.06
Total		15,008.59	18.17
Total Growth FTES Value =>>> \$			77,074

Section Ie: Basic Allocation

District Type/FTES	Funding Rate	Number of Colleges	Basic Allocation	FTES	Funding Rate	Number of Centers	Basic Allocation	
<u>Single College Districts</u>				<u>State Approved Centers</u>				
≥ 20,000	7,084,351.71	-	\$0	≥ 1,000	\$1,416,870.12	3	\$4,250,610	
≥ 10,000 & < 20,000	5,667,481.59	1	5,667,482	<u>Grandparented Centers</u>				
< 10,000	4,250,609.24	-	-	≥ 1,000	1,416,870.12	-	-	
<u>Multi-College Districts</u>				≥ 750 & < 1,000	1,062,652.31	-	-	
≥ 20,000	5,667,481.59	-	-	≥ 500 & < 750	708,434.50	-	-	
≥ 10,000 & < 20,000	4,959,045.97	-	-	≥ 250 & < 500	354,217.81	-	-	
< 10,000	4,250,609.24	-	-	≥ 100 & < 250	177,110.02	-	-	
<u>Additional Rural \$</u>	1,351,955.59	-	-	Subtotal				
			Subtotal				\$5,667,482	\$4,250,610
							Total Basic Allocation	\$9,918,092
							Total FTES Allocation	63,647,274
							Total Base Allocation	\$73,565,366

Section II: Supplemental Allocation

Supplemental Allocation - Point Value \$996.06	Points	2020-21 Headcount	Rate	Revenue
AB540 Students	1	739	\$996.06	\$736,091
Pell Grant Recipients	1	6,540	996.06	6,514,256
Promise Grant Recipients	1	13,184	996.06	13,132,103
		Totals		\$20,382,450

Section III: Student Success Allocation

All Students - Point Value \$587.34	Points	2018-19 Headcount	2019-20 Headcount	2020-21 Headcount	Three Year Average	Rate = Point Value x Points	Revenue
Associate Degrees for Transfer	4	782	845	968	865.00	\$ 2,349.37	\$2,032,201
Associate Degrees	3	694	726	740	720.00	1,762.02	1,268,657
Baccalaureate Degrees	3	0	0	0	0.00	1,762.02	0
Credit Certificates	2	187	163	137	162.33	1,174.68	190,690
Transfer Level Math and English	2	444	609	550	534.33	1,174.68	627,672
Transfer to a Four Year University	1.5	748	866	904	839.33	881.01	739,463
Nine or More CTE Units	1	2,261	2,418	2,367	2,348.67	587.34	1,379,469
Regional Living Wage	1	1,848	2,096	1,752	1,898.67	587.34	1,115,165
All Students Subtotal		6,964	7,723	7,418	7,368.33		\$7,353,317
Pell Grant Recipients - Point Value \$148.15							
Associate Degrees for Transfer	6	450	535	607	530.67	\$ 888.89	\$471,705
Associate Degrees	4.5	420	446	452	439.33	666.67	292,890
Baccalaureate Degrees	4.5	0	0	0	0.00	666.67	0
Credit Certificates	3	94	89	78	87.00	444.45	38,667
Transfer Level Math and English	3	211	306	246	254.33	444.45	113,037
Transfer to a Four Year University	2.25	410	461	512	461.00	333.33	153,667
Nine or More CTE Units	1.5	1,295	1,446	1,377	1,372.67	222.22	305,038
Regional Living Wage	1.5	598	661	587	615.33	222.22	136,741
Pell Grant Recipients Subtotal		3,478	3,944	3,859	3,760.33		\$1,511,745
Promise Grant Recipients - Point Value \$148.15							
Associate Degrees for Transfer	4	605	667	793	688.33	\$ 592.59	\$407,903
Associate Degrees	3	556	585	608	583.00	444.45	259,112
Baccalaureate Degrees	3	0	0	0	0.00	444.45	0
Credit Certificates	2	151	125	115	130.33	296.30	38,617
Transfer Level Math and English	2	283	420	352	351.67	296.30	104,198
Transfer to a Four Year University	1.5	564	623	672	619.67	222.22	137,704
Nine or More CTE Units	1	1,750	1,900	1,866	1,838.67	148.15	272,396
Regional Living Wage	1	1,057	1,210	994	1,087.00	148.15	161,038
Promise Grant Recipients Subtotal		4,966	5,530	5,400	5,298.67		\$1,380,968
Total Headcounts		15,408	17,197	16,677	16,427.33		\$10,246,030