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# Higher Education May Revision Proposals

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Assembly Budget Subcommittee No. 2  
On Education Finance  
Hon. Kevin McCarty, Chair



LEGISLATIVE ANALYST'S OFFICE

# UC Spending Proposals Under Governor's Budget and May Revision

General Fund Changes, 2022-23 (In Millions)

	Governor's Budget	May Revision	Change
<b>Ongoing Spending</b>			
Base increase (5 percent)	\$201	\$201	—
Resident undergraduate growth <sup>a</sup>	68	68	—
Nonresident enrollment reduction plan <sup>b</sup>	31	31	—
Labor and occupational health centers	—	13	\$13
Foster youth programs	6	6	—
California Firearm Violence Center	2	2	—
Graduate medical education	1	3	2
ASSIST platform (integrate private nonprofit universities)	—	1	1
Subtotals	(\$308)	(\$324)	(\$16)
<b>One-Time Initiatives</b>			
UC Los Angeles Institute for Immunology and Immunotherapy <sup>c</sup>	—	\$300	\$300
Climate Initiatives			
Seed grants for applied research	\$100	100	—
Regional incubators	50	50	—
Regional workforce programs	35	35	—
Deferred maintenance and energy efficiency projects	100	100	—
UC San Francisco Dyslexia Center	10	10	—
UC Berkeley Center for Responsible, Decentralized Intelligence	—	5	5
UC Los Angeles Ralph Bunche Center for African American Studies	—	5	5
UC fire advisors <sup>d</sup>	—	2	2
ASSIST platform (integrate private nonprofit universities)	—	1	1
Subtotals	(\$295)	(\$608)	(\$313)
<b>Totals</b>	<b>\$603</b>	<b>\$932</b>	<b>\$329</b>

<sup>a</sup> Amount shown is based on funding 6,230 full-time equivalent (FTE) students at the 2021-22 state marginal cost rate of \$10,886 per student.

<sup>b</sup> In 2022-23, UC would reduce its nonresident undergraduate enrollment at three campuses (Berkeley, Los Angeles, and San Diego) by a total of 902 FTE students. It would backfill these slots with the same number of additional resident undergraduate students.

<sup>c</sup> May Revision also provides \$200 million one-time General Fund in 2023-24.

<sup>d</sup> May Revision also provides \$2 million one-time General Fund in 2023-24.



# CSU Spending Proposals Under Governor's Budget and May Revision

## General Fund Changes, 2022-23 (In Millions)

	Governor's Budget	May Revision	Change
<b>Ongoing Spending</b>			
Base augmentation (5 percent)	\$211	\$211	—
Enrollment funding <sup>a</sup>	81	81	—
Pension cost increase	81	69	-\$12
Retiree health benefit cost increase	82	34	-47
Foster youth programs	12	12	—
Other adjustments	— <sup>b</sup>	— <sup>b</sup>	—
Subtotals	(\$467)	(\$407)	-\$60
<b>One-Time Initiatives</b>			
Deferred maintenance and energy efficiency projects	\$100	\$100	—
CSU Bakersfield Energy Innovation Center	83	83	—
CSU San Diego Brawley Center	—	80	\$80
CSU University Farms	50	75	25
CSU Fullerton Engineering and Computer Science Innovation Hub	—	68	68
CSU East Bay and CSU Northridge First Star foster youth cohort	—	1	1
Carryover funds	1	1	—
Subtotals	(\$234)	(\$408)	(\$174)
<b>Totals</b>	<b>\$701</b>	<b>\$815</b>	<b>\$114</b>

<sup>a</sup> Amount shown is based on funding 9,434 full-time equivalent students at the 2021-22 state marginal cost rate of \$8,586 per student.

<sup>b</sup> Less than \$500,000.



# CCC Spending Proposals Under the Governor's Budget and May Revision

Proposition 98 Changes, 2020-21 Through 2022-23 (In Millions)

	Governor's Budget	May Revision	Change
<b>Ongoing Spending</b>			
Apportionments COLA <sup>a</sup>	\$409	\$493	\$84
Apportionments base increases (beyond COLA)	—	375	375
Part-Time Faculty Health Insurance Program	200	200	—
Select categorical programs COLA <sup>b</sup>	53	65	12
Student Success Completion Grants (caseload adjustment)	100	50	-50
Enrollment growth (0.5 percent)	25	26	1
Cybersecurity	25	25	—
Student Equity and Achievement Program	—	25	25
NextUp foster youth program	10	20	10
Apprenticeship program (credit rate <sup>c</sup> )	—	16	16
Classified Employee Summer Assistance Program	—	10	10
Equal Employment Opportunity program	10	10	—
Financial aid administration	10	10	—
A2MEND program	1	1	—
Foster parent education program	—	1	1
Subtotals	(\$843)	(\$1,327)	(\$483)
<b>One-Time Initiatives</b>			
Facility maintenance and instructional equipment	\$388	\$1,523	\$1,135
Discretionary block grant	—	750	750
Student enrollment and retention strategies	150	150	—
Health care pathways for English learners	130	130	—
Common course numbering implementation	105	105	—
Cybersecurity	75	75	—
Transfer reform implementation	65	65	—
California Healthy School Meals Pathways Program	—	45	45
Intersegmental pathways portal	25	25	—
Emergency financial assistance for AB 540 students	20	20	—
Pathways grant program	20	20	—
Teacher Credentialing Partnership Pilot	5	5	—
Umoja program study	— <sup>d</sup>	— <sup>d</sup>	—
Subtotals	(\$983)	(\$2,913)	(\$1,930)
<b>Totals</b>	<b>\$1,826</b>	<b>\$4,240</b>	<b>\$2,414</b>

<sup>a</sup> Proposed COLA increased from 5.33 percent in January to 6.56 percent at the May Revision.

<sup>b</sup> Applies to the Adult Education Program, apprenticeship programs, CalWORKs student services, campus child care support, Disabled Students Programs and Services, Extended Opportunity Programs and Services, and mandates block grant. Proposed COLA increases from 5.33 percent in January to 6.56 percent at the May Revision.

<sup>c</sup> Under current law, apprenticeship instructional hours are funded at the regular noncredit rate. The May Revision proposes to fund these hours at the regular credit rate. The amount displayed here shows the cost of that policy change.

<sup>d</sup> The Governor's budget proposed \$179,000 for this study. The May Revision proposes the same amount.

COLA = cost-of-living adjustment and A2MEND = African American Male Education Network and Development.



# CSAC Spending Proposals Under Governor's Budget and May Revision

Total Fund Changes, 2022-23 (In Millions)

	Governor's Budget	May Revision	Change
<b>Ongoing Spending</b>			
Middle Class Scholarship revamp	\$515	\$515	—
Cal Grant baseline adjustments <sup>a</sup>	188	-141	-\$329
New positions	— <sup>b</sup>	1	— <sup>b</sup>
Other baseline adjustments <sup>a</sup>	-6	-6	— <sup>b</sup>
Subtotals	(\$697)	(\$368)	(-\$328)
<b>One-Time Initiatives</b>			
Learning-Aligned Employment program	\$300	\$300	—
Golden State Teacher Grant <sup>c</sup>	98	98	—
Cash for College expansion	1	1	—
Carryover funds	—	— <sup>b</sup>	— <sup>b</sup>
Subtotals	(\$399)	(\$399)	(—) <sup>b</sup>
<b>Totals</b>	<b>\$1,095</b>	<b>\$767</b>	<b>-\$328</b>

<sup>a</sup> Adjustments are relative to 2021-22 caseload as reflected in Governor's January budget.

<sup>b</sup> Less than \$500,000.

<sup>c</sup> The 2021-22 Budget Act appropriated \$500 million to be spent annually from 2021-22 through 2025-26. Amount shown reflects anticipated spending in year two.

CSAC = California Student Aid Commission.



# State Library Spending Proposals Under Governor's Budget and May Revision

General Fund Changes, 2022-23 (In Thousands)

	Governor's Budget	May Revision	Change
<b>Ongoing Spending</b>			
<b>State Operations</b>			
Library and Courts Building rental payments	\$2,179	\$2,179	—
Digitization of state agency resources (9 positions)	1,338	1,338	—
Replacement of federal state operations funds (8 positions)	—	1,091	\$1,091
Online database subscriptions	—	570	570
General administrative support (3.5 positions)	—	363	363
Outreach to local libraries (3 positions)	—	335	335
Lunch at the Library oversight	314	314	—
Technical adjustments	-45	-45	—
<b>Local Assistance</b>			
Lunch at the Library	\$4,686	\$4,686	—
Broadband cost increase	179	179	—
Subtotals	(\$8,651)	(\$11,010)	(\$2,359)
<b>One-Time Initiatives</b>			
<b>State Operations</b>			
Comprehensive digitization strategy	\$12,692	\$12,692	—
<b>Local Assistance</b>			
Online job training and workforce development	\$8,800	\$10,200	\$1,400
Disaster preparedness	2,387	2,387	—
Subtotals	(\$23,879)	(\$25,279)	(\$1,400)
<b>Totals</b>	<b>\$32,530</b>	<b>\$36,289</b>	<b>\$3,759</b>
State operations	\$16,478	\$18,837	\$2,359
Local assistance	16,052	17,452	1,400



# Hastings Spending Proposals Under Governor's Budget and May Revision

General Fund Changes, 2022-23 (In Millions)

	Governor's Budget	May Revision	Change
<b>Ongoing Spending</b>			
Base increase	\$2	\$2	—
Lease revenue bond debt service	— <sup>a</sup>	— <sup>a</sup>	—
Subtotals	(\$2)	(\$2)	(—)
<b>One-Time Initiatives</b>			
McAllister Tower renovation project	—	\$90	\$90
Name change	—	1	1
Subtotals	(—)	(\$91)	(\$91)
<b>Totals</b>	<b>\$2</b>	<b>\$93</b>	<b>\$91</b>

<sup>a</sup> Less than \$500,000.

