



TO: Chief Executive Officers
Chief Business Officers

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

RE: 2024-25 Advance Apportionment

This memo describes the 2024-25 Advance (AD) 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](#).

SCFF General Background

The SCFF consists of three principal components – the base allocation, supplemental allocation, and student success allocation with the following parameters:

- The base allocation: consisting of 1) the basic allocation which relies on college and center size based on prior year data, and 2) the Full Time Equivalent Student (FTES) allocation which is based on current year FTES enrollment and a three-year average for credit FTES.
- The supplemental allocation is based on prior year data.
- 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.

At the Advance apportionment, the Chancellor's Office uses estimates and previously reported data to calculate the components of the SCFF to disburse resources for the first seven months of the fiscal year.

SCFF 2024-25 Advance

At 2024-25 Advance, SCFF State General Apportionment incorporates assumptions aligned with factors used to develop the 2024 Budget Act, including a COLA of 1.07% and \$28.1 million in funding for growth. The Total Computational Revenue (Max TCR) consists of the highest of the following three TCR calculations for each district: (A) TCR calculated by formula in 2024-25, (B) TCR stability protection (2023-24 calculated TCR plus COLA), or (C) Hold Harmless (2017-18 TCR plus yearly COLAs). At 2024-25 AD, the statewide SCFF Max TCR is \$9.59 billion.

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For the 2024-25 AD, FTES values are carried forward from 2023-24 Second Principal (P2) data. 2022-23 supplemental values are carried forward from the data reported as of March 13, 2024. The student success allocation three-year average is calculated using 2021-22 data once, and 2022-23 data reported as of March 13, 2024 twice, considering that 2023-24 data is not yet available.

Category	Data Used at 2024-25 Advance
FTES – Current Year	2023-24 P2 reported FTES
FTES – Prior Year Applied #3	2023-24 P2 Applied #3
FTES – Prior Prior Year Applied #3	2022-23 R1 March 2024 Revision Applied #3 <u>including</u> any COVID-19 emergency conditions allowances
FTES – Basic Allocation	2022-23 R1 reported college and center FTES
Supplemental	2022-23 supplemental data reported as of March 13, 2024
Student Success	2021-22 data, and 2022-23 data reported as of March 13, 2024 twice to determine the three-year average

To estimate property taxes, 2023-24 P2 property tax data is proportionally increased by 6.51% to align with Department of Finance projections. Enrollment fees are based on 2023-24 P2 data and 2024-25 Education Protection Account (EPA) funding is based on projections provided by the Department of Finance.

The table below reflects the SCFF rates at 2024-25 AD as modified by COLA in the 2024 Budget Act.

Category	2023-24 Rates (rounded)	2024-25 Rates (rounded)
FTES – Credit*	\$5,238	\$5,294
FTES – Incarcerated Credit*	\$7,346	\$7,425
FTES – Special Admit Credit*	\$7,346	\$7,425
FTES – CDCP	\$7,346	\$7,425
FTES – Noncredit	\$4,417	\$4,465
Supplemental Point Value	\$1,239	\$1,252

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Category	2023-24 Rates (rounded)	2024-25 Rates (rounded)
Student Success Main Point Value	\$730	\$738
Student Success Equity Point Value	\$184	\$186
<u>Single College District</u>		
Small College	\$6,439,546	\$6,508,449
Medium College	\$8,586,065	\$8,677,936
Large College	\$10,732,581	\$10,847,420
<u>Multi College District</u>		
Small College	\$6,439,546	\$6,508,449
Medium College	\$7,512,806	\$7,593,194
Large College	\$8,586,065	\$8,677,936
Designated Rural College	\$2,048,172	\$2,070,088
State Approved Center	\$2,146,516	\$2,169,484
<u>Legacy (Grandparented) Centers</u>		
Small Center	\$268,316	\$271,187
Small Medium Center	\$536,629	\$542,371
Medium Center	\$1,073,257	\$1,084,741
Medium Large Center	\$1,609,886	\$1,627,112
Large Center	\$2,146,516	\$2,169,484

*Ten districts receive higher credit FTES rates, as specified in EDC 84750.4(d).

2024-25 AD Exhibits

- Exhibit A (District Monthly Payments by Program)
- Exhibit B4 (County Monthly Payment Schedule)
- Exhibit R (SCFF Apportionment Summary)

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The Exhibit R is a summary document used in place of the Exhibit C at the Advance apportionment which identifies each district's components of the SCFF and the various revenue sources (i.e., general fund, property taxes, enrollment fees, 2015-16 Full-Time Faculty Hiring, and Education Protection Account (EPA)) used by the Chancellor's Office to fund each district's Total Computational Revenue.

The table below reflects a statewide summary of the 2024-25 AD SCFF.

SCFF Component	2024-25 AD Amount (Statewide) (In Millions)
FTES Allocation	\$5,827
Basic Allocation	\$997
Supplemental Allocation	\$1,449
Student Success Allocation	\$1,024
SCFF Calculated Revenue (TCR A)	\$9,297
TCR Stability (TCR B)	\$9,464
Hold Harmless Revenue (TCR C)	\$8,790
2023-24 TCR (Max of A, B, or C)	\$9,593
Stability Protection Adjustment	\$124
Hold Harmless Protection Adjustment	\$173
Property Tax & ERAF	\$4,786
Less Property Tax Excess	(\$539)
Student Enrollment Fees	\$414
Education Protection Account (EPA)	\$1,053
State General Fund Allocation	\$3,668
Deficit Factor	2.41%
Deficit	(\$211)

2023-24 EPA and State General Apportionment Adjustment

The Fiscal Year (FY) 2023-24 EPA funding allocation was updated by the Department of Finance (DOF) in June 2024 from \$1.72 billion to \$867 million, a decrease of \$848 million. The 2023-24 EPA payments will be accounted for by offsetting the first and second quarter 2024-25 EPA payments in September and December 2024, respectively. SB 108 Budget Bill Jr. of 2024, enacted June 2024 and SB 155 Higher Education Trailer Bill, enacted July 2024, provide the general fund revenues needed to offset the decrease in FY 2023-24 EPA funding.

The additional 2023-24 general fund payments will be processed through an early 2023-24 Recalculation apportionment, at which time a revised Exhibit C will be published. The payment will be released as soon as the State Controller's Office is able to set up the accounts. It is estimated that once all additional general fund revenues are disbursed, the 2023-24 deficit factor of 8.74% will be eliminated. Additional background regarding EPA payments and the revenue deficit are referenced in the [2023-24 Second Principal apportionment memo FS 24-04](#).

The table below summarizes the additional general fund revenues that will be used to offset the decrease in 2023-24 EPA funding.

Description	Amount	Budget Bill
Change to FY 2023 6870-101-0001, Schedule 1	\$-388.8 million	SB 155 SEC. 14 – reflects a deferral of \$446.4 million and technical adjustments to match estimated resources with DOF's estimates of workload measures including reported FTES, supplemental, success metrics.
Additional general fund item	\$446.4 million	SB 155 SEC. 5 – appropriated to offset deferral in FY 2023 6870-101-0001, Schedule 1
Additional funds from Public School System Stabilization Account	\$545.9 million	SB 155 SEC. 7 – for allocation for the 2023 SCFF
Sum of FY 2022-23 funds deferred to FY 2023-24 to support 2023 SCFF	\$217.7 million	SB 155 SEC. 7 – for allocation for the 2023 SCFF
6870-488, Reappropriation to support 2023 SCFF	\$22.1 million	SB 108 SEC. 223 - for allocation for the 2023 SCFF

SCFF Funding Protections

Fiscal year 2022-23 was the final year for the optional Title 5 COVID-19 emergency conditions allowance. However, there are several funding protections applicable under the SCFF, summarized below.

Protection	Description
Hold Harmless (EDC 84750.4(h))	<p>Districts receive no less than their 2017-18 TCR plus applicable cumulative annual cost of living adjustments through 2024-25.</p> <p>The 2022 Budget Act extended the Hold Harmless protection in a modified form. Starting in 2025-26, the Hold Harmless provision will no longer reflect cumulative COLAs over time. A district's 2024-25 TCR will represent its new "floor," below which it cannot drop.</p>
Stability Protection (EDC 84750.4(g)(4)(A))	<p>Commencing in 2020-21, declines in the SCFF TCR calculated by formula (excluding the hold harmless) are applicable in the year after the decline and include any applicable COLA.</p>
FTES Restoration Protection (EDC 84750.4(d)(2)(D))	<p>Ability to restore FTES that have declined in the previous three years.</p>
Basic Allocation Protection (Title 5 § 58776)	<p>Declines in college and center basic allocation tiers are effective three years after the initial decline. Increases or new colleges or centers are eligible for funding in the year following the increase or establishment.</p>

SCFF Dashboard

Since the adoption of the SCFF, the Chancellor's Office has collaborated with system partners to develop tools and resources to support SCFF implementation. The [SCFF Dashboard](#) provides analytics and visualizations about the California Community Colleges funding formula. There are three dashboard interfaces:

- Prior Formula Comparison to SCFF: Presents an analysis and comparison of the prior funding formula (SB 361) and SCFF. Data was last updated February 2023 and will no longer be updated.
- Analysis of Counts and Patterns Across the SCFF: Provides analysis and trends in the SCFF supplemental and student success counts, funding protections, and race and ethnicity analyses. This data is updated each year after Recalculation. Data last updated June 2024.
- SCFF Resource Estimator: Provides districts with a planning tool to estimate funding amounts. This data is updated after each apportionment period. Data last updated March 2024.

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The SCFF Resource Estimator allows users to modify assumptions regarding levels of general enrollment, low-income student enrollment, and student success, in addition to cost of living adjustments to generate projections of funding levels in future years. The SCFF Resource Estimator is designed to provide five-year estimates. The SCFF Resource Estimator will be updated with 2023-24 P2 data and 2024-25 AD data in the coming weeks.

Categorical Programs

A total of 37 programs certified their district allocations at 2024-25 AD totaling over \$2.1 billion. The following exhibits pertaining to 2024-25 AD program allocations can be found on our [website](#):

- Exhibit A, B4 (District Monthly Payments by program)
- Exhibit B4 (Statewide Community College)

Additional information regarding programs can be found in the Compendium of Allocations and Resources (the Compendium) on the [Budget News](#) web page.

Contacts

For questions regarding the SCFF please email scff@cccco.edu.

For general questions regarding apportionment payments please email apportionments@cccco.edu.

For questions regarding specific programs, please contact the appropriate staff specified in Appendix B: Summary of Categorical Program Accounting of the Compendium on the [Budget News](#) web page.