

Information/Action Item

California Student Aid Commission

Update on the 2011-12 State Budget issues relating to Commission programs and operations

The Senate and Assembly Budget Committees met on June 8, 2011. There was only one minor change to the Commission's 2011-12 budget:

- The Governor's May Revision included \$171,935 from the Temporary Assistance for Needy Families (TANF) for the Cal Grant Program. Both Budget Committees restored the previous reductions to CalWorks. Therefore, TANF funds will not be used for the Cal Grant Program. General Funds will be provided to replace the TANF funds.

The Committees also adopted supplemental report language:

- The Legislative Analyst is required to report to the Legislature on or before January 1, 2012, its recommendations with respect to the structure and duties of a statewide higher education coordinating body for California.
- In developing its recommendations, the Legislative Analyst may consult with the Assembly and Senate policy and budget committees, the Administration, the Postsecondary Education Commission (CPEC), the Student Aid Commission (CSAC), the Bureau of Private Postsecondary Education, the Superintendent of Public Instruction, the Chancellor's Office of the California Community Colleges, the University of California, the California State University, and appropriate postsecondary education stakeholders.
- It is the intent of the Legislature that the report shall examine statewide coordination of educational institutions in other states, and identify effective policies, practices, and structures from these examples.

Responsible Person(s): Janet McDuffie, Chief
Administration & External Affairs Division

**CALIFORNIA STUDENT AID COMMISSION
2011-12 PROGRAM (LOCAL ASSISTANCE) BUDGET
Proposed Budget
(\$ in millions)**

PROGRAM	2010-11	2011-12		
	Budget *	Governor's Budget (May Revise)	Senate and Assembly Budget Committees	Total
Cal Grants				
Entitlement	\$1,187.1	\$1,286.3	\$0.0	\$1,286.3
Competitive	\$129.6	\$126.8	\$0.0	\$126.8
Cal Grant C	\$11.1	\$9.4	\$0.0	\$9.4
Subtotal Cal Grants	\$1,327.8	\$1,422.5	\$0.0	\$1,422.5
Other Programs				
APLE	\$37.3	\$38.7	\$0.0	\$38.7
CAL-SOAP	\$7.3	\$7.3	\$0.0	\$7.3
Chafee Foster Youth	\$12.9	\$12.9	\$0.0	\$12.9
BYRD	\$5.7	\$0.0	\$0.0	\$0.0
Grad APLE	\$0.2	\$0.2	\$0.0	\$0.2
Child Development	\$0.3	\$0.3	\$0.0	\$0.3
Law Enforcement	\$0.1	\$0.1	\$0.0	\$0.1
National Guard APLE	\$0.2	\$0.0	\$0.0	\$0.0
SNAPLE - NF	\$0.4	\$0.6	\$0.0	\$0.6
SNAPLE - NSF	\$0.0	\$0.0	\$0.0	\$0.0
CNG EAAP	\$3.0	\$3.0	\$0.0	\$3.0
John R. Justice	\$0.2	\$0.2	\$0.0	\$0.2
Cash for College	\$0.9	\$0.9	\$0.0	\$0.9
Subtotal Other Programs	\$68.5	\$64.2	\$0.0	\$64.2
TOTAL LOCAL ASSISTANCE	\$1,396.3	\$1,486.7	\$0.0	\$1,486.7

FUNDING SOURCES	2010-11 Budget *	Governor's Budget (January)	Senate and Assembly Budget Committees	Total
Cal Grants				
General Fund	\$1,216.5	\$508.3	\$171.9	\$680.2
Student Loan Operating Fund	\$100.0	\$42.3		\$42.3
Federal Trust Fund	\$11.3	\$15.0		\$15.0
Reimbursement	\$0.0	\$856.9	(\$171.9)	\$685.0
Other Programs				
General Fund	\$31.0	\$39.6		\$39.6
Student Loan Operating Fund	\$0.0	\$0.0		\$0.0
Federal Trust Fund	\$14.7	\$8.2		\$8.2
Reimbursement	\$22.8	\$16.4		\$16.4
All Programs				
General Fund	\$1,214.5	\$547.9	\$171.9	\$719.8
Student Loan Operating Fund	\$100.0	\$42.3	\$0.0	\$42.3
Federal Trust Fund	\$25.8	\$23.2	\$0.0	\$23.2
Reimbursement	\$22.8	\$873.3	(\$171.9)	\$701.4

* 2010-11 Budget includes the revised projections assumed in the Governor's May Revision to the 2011-12 Budget.