

## Executive Committee Agenda Item

SUBJECT: Legislative Report – Support legislative action to eliminate deferrals for FY 2020-21		Month: February	Year: 2021
		Item No: IV. A. i.	
		Attachment: No	
DESIRED OUTCOME:	The Executive Committee will consider supporting legislative action to eliminate deferrals for FY 2020-21.	Urgent: No	
		Time Requested: NA	
CATEGORY:	Action Items	<b>TYPE OF BOARD CONSIDERATION:</b>	
REQUESTED BY:	Virginia May	Consent/Routine	
		First Reading	
STAFF REVIEW <sup>1</sup> :	April Lonero	Action	X
		Information	

*Please note: Staff will complete the grey areas.*

### BACKGROUND:

The ASCCC has been asked to sign on to a letter to the Department of Finance requesting immediate legislative action to eliminate all deferrals for the current FY 2020-21 considering state revenues having come in much better than originally anticipated.

The current year's deferrals were necessary based upon the original state revenue projections, which have improved considerably. The Governor's January budget proposal is providing relief on the back end of the deferrals (i.e., FY 2021-22). Due to improvement in the revenue picture, taking immediate legislative action to eliminate all deferrals would allow districts to avoid applying for short-term loans (TRANS) and incurring costs associated with issuance and interest on the debt.

Organizations invited to sign the letter include: Faculty Association of California Community Colleges (FACCC), Community College Council/California Federation of Teachers (CCC/CFT), Community College Association/California Teachers Association (CCA/CTA), California Community College Independents (CCCI), Association of California Community College Administrators (ACCCA), Association of Chief Business Officers (ACBO), Chief Executive Officers of the California Community Colleges (CEOCCC), Community College League of California (CCLC).

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<sup>1</sup> Staff will review your item and provide additional resources to inform the Executive Committee discussion.