

# Investing in Community Colleges (Formula Funding)

The Texas Association of Community Colleges adopted formula funding recommendations informed by the findings of the Community and Technical Colleges Formula Advisory Committee (CTCFAC). However, the CTCFAC concluded its work prior to the onset of the COVID-19 pandemic. Considering current circumstances, TACC recommends an increase in appropriations to the instructional formula to support sustainability of college operations in the wake of the COVID-19 pandemic.

## Recommendations

The Association proposes the following changes to the formula allocations put forth in SB1 (as introduced):

1. Adopt the Success Point metrics and weights recommended by the Community and Technical Colleges Formula Advisory Committee (CTCFAC)
2. Fund Success Points at the 2020-21 reimbursement rate of \$202.53 per point
3. Provide hold harmless funding on a by-college basis to ensure that no college's state appropriation declines relative to the 2020-21 biennium

	2020-2021 Appropriations (millions)	2022-23 Appropriations Request (millions)	Amount Change (millions)
<b>Core Operations</b>	\$68.0	<b>\$68.0</b>	\$0
<b>Success Points</b>	\$228.3	<b>\$255.0*</b>	\$26.7
<b>Contact Hours</b>	\$1,533.7	<b>\$1,533.7</b>	\$0
<b>Bachelor of Applied Technology</b>	\$3.2	<b>\$3.2</b>	\$0
<b>NEW: Hold Harmless Funding</b>	\$0	<b>\$19.6**</b>	\$19.6
<b>TOTAL</b>	\$1,833.2	<b>Total - \$1,879.5</b>	\$46.3

\*projected based on recommended rate and weights

\*\* subject to change following the Spring 2021 enrollment update

→ **2.5% increase**