

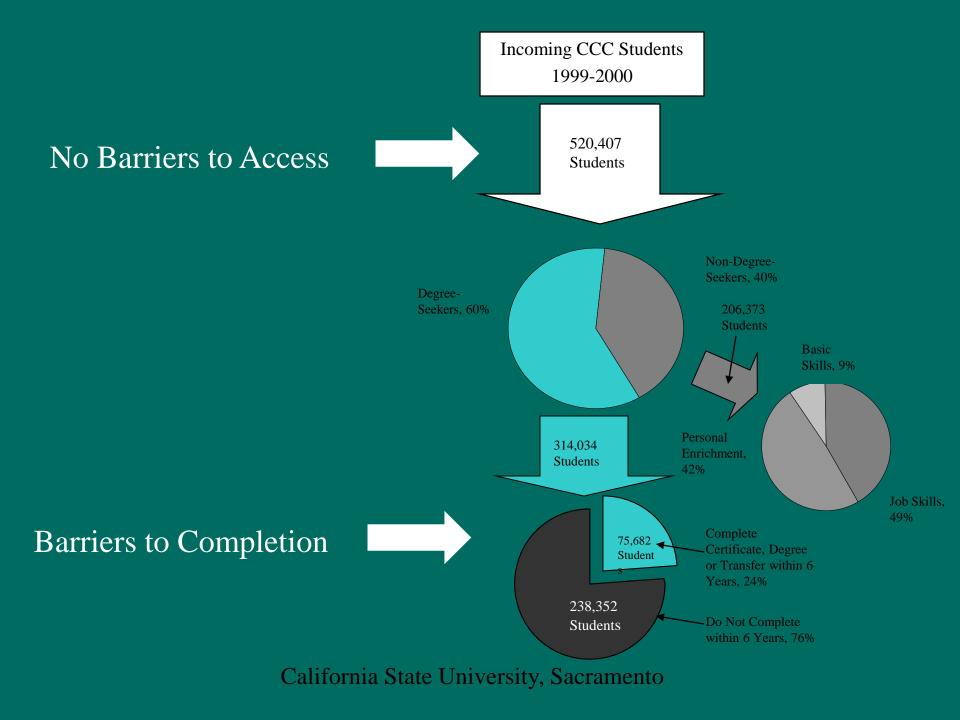
Financing Community Colleges: Policies and Incentives Matter





Nancy Shulock ASHE Public Policy Forum November 7, 2007

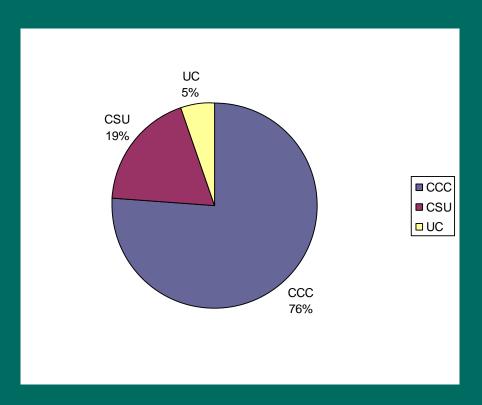
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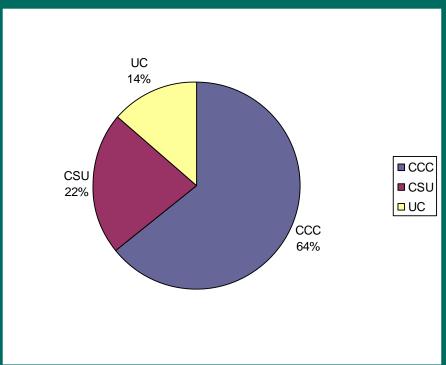


Distribution of Students at Three Public Segments

Latino/African American

All Other







What Works

- > College readiness
- > Early success/basic skills
- > Intensive student support
- > Resources



What Finance Policies Impede Student Success

- > Enrollment-driven funding
 - No incentives for success
 - Requirements for students as barriers
- Restrictions on college use of resources
 - On expenditures
 - On hiring
 - Categoricals rules and regulations

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College Readiness – What We Know



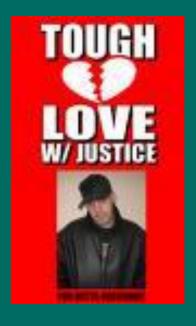
- ➤ High school academic preparation *strong* predictor of college success
- Messages about college readiness are powerful
- ➤ Dual enrollment/early college are promising reforms





College Readiness – Current Policies

- > Conflicting messages about readiness
- Loudest message: ready or not...preparation does not matter
- > Minimize dual enrollment
- ➤ Disincentive to partner with K-12 in reforms



Early Success/Basic Skills – What We Know

- > Mandatory assessment and placement are effective
- > Immediate enrollment in remediation is best
- Academic momentum is important



Early Success/Basic Skills – Current Policies

- > Assessment not all students
- ➤ Placement advisory only
- > Delayed remediation if at all
- > Minimal use of prerequisites
- ➤ No incentives for academic momentum



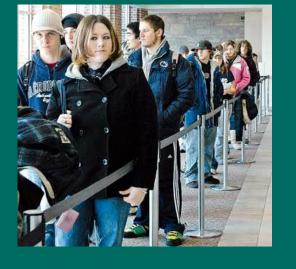
Student Support Services – What We Know

- > Intensive, intrusive, integrated support services
- > Student engagement faculty/peers
- > Orientation courses



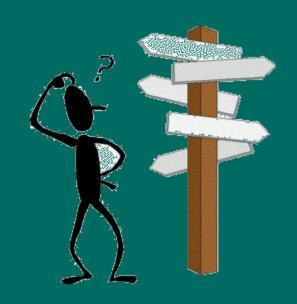


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- > Cap on student services expenditures
- ➤ No incentives for actual service delivery
- Orientation courses are voluntary
- Budget silos prevent integrated services
- ➤ Disincentives for faculty-student interaction outside class





Resources – What We Know

- Quality programs and services cost \$\$
- > Effective remediation costs \$\$
- > Three-fourths of Californians cannot all be poor
- ➤ Good management requires accountability for outcomes and flexible use of resources



Resources – Current Policies

- > Low funding per student
- > Lowest fees in the nation \$600
- > Colleges don't keep fee revenue
- > Incentives to waive fees
- Severe constraints on colleges in meeting student needs



Key Reforms Require Changes to Funding: From FTES to Success

- Mandatory assessment/placement
- Mandatory orientation
- Enforced prerequisites
- Integrated academic/student services
- Fund student services inside the core
- Remove spending/hiring requirements
- Increase fees for non-needy students



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Invest in Success



- Not traditional performance funding
- Not AFTER colleges are funded "to operate"
- Institute new basic incentives
- Re-think what is "workload"
 - Enroll for a full term
 - Serve disadvantaged students
 - Reach threshold # units
 - Complete remedial work