

RANCHO SANTIAGO COMMUNITY COLLEGE DISTRICT

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Budget Allocation and Planning Review Committee

District Office – Executive Conference Room #114

1:30 – 3:00

Meeting Minutes for January 23, 2008

Members Present: Morrie Barembaum, Norman Fujimoto, Raul Gonzalez del Rio, Peter Hardash, John Hernandez, Noemi Kanouse, Steve Kawa, Peter Paolino, Marti Reiter, Julie Slark, John Smith, Juan Vazquez,

Members Absent: John Didion, Erlinda Martinez, Sergio Sotelo, George Troxcil and Rennie Velasquez.

Guests Present: Carl Jaeger, Gina Huegli, and Thao Nguyen.

Mr. Hardash called the meeting to order at 1:35 p.m.

Approval of Minutes from September 28, 2007

Mr. Hardash called for a motion to approve the minutes of the November 14, 2007 BAPR Committee meeting. Mr. Fujimoto moved and Dr. Hernandez seconded the motion to approve the minutes as presented. The motion carried unanimously.

State Budget Update:

- State income lagging and will have a negative impact on Prop 98 funding. Prop 98 funding formula is based on revenues the state takes in not on expenditures
- Governor proposes mid-year cuts
- No COLA
- \$14.5 billion deficit problem
- Reduce \$400 million from K-14, \$360 million K-12 and \$40 million from community colleges, which is about \$1.3 million for RSCCD
- Apportionment
 - Deficit will definitely be applied to state apportionment
 - Administration proposing deferral of June apportionment to September
 - this will impact district's cash flows

Revenue:

- Net Growth 1.05%, RSCCD growth cap due to SB361, prediction is a positive \$1.4 million
- From the County Auditor/Controllers' Office
 - Property taxes are over estimated
 - best case scenario \$1.5 million short and worst would be \$5.0 million in property tax revenues, still no update on supplemental taxes on County's website
 - Special meeting February 7th
 - Assessed valuation will be a big issue for RSCCD in 08/09

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Expenditures:

- 10-14% in H&W increase
- Discretionary cost reduced to cover fixed cost
- Need to increase EFB in 07/08 to help in 08/09
- Effective immediately P.O. cut off 1/22/08
 - All will go through Cabinet including categoricals
 - No new equipment purchases allowed
- Vacant Positions
 - Hiring in house to save money as opposed to hiring outside

Enrollment Update

Peter Hardash reviewed the January 3, 2008 Target Comparison showing a better than target of 512.31 FTES. This report was submitted as the numbers for P-1 and assumes that the target and actual amounts for spring are identical. Although the District already exceeds the cap for FTES funding, the opportunity to serve more students is available. However, efficiency is required to serve more students by not adding class sections. There is a possibility for the District to receive additional funding for the excess cap performance providing there are funds remaining at the state level for redistribution.

Other

- President Juan Vázquez
 - Suggested \$3.2 million reductions for 07/08, split based on the funding model and each site can commit fair share of savings.
 - Would like to know non-part-time faculty discretionary funds for CY balance.
- Steve Kawa
 - Would like to know up to date expenditures for salaries and health & welfare

Mr. Hardash added that the budget assumptions are in draft form. This committee cannot make decision until we receive more budget information.

Cash flow will be discussed at the March 19th meeting.

Next Work Group meeting: February 13, 2008; 1:30 – 3:00; (Garden Grove Room)

Next BAPR meeting: March 19, 2008; 1:30-3:30; in the Executive Conference Room #114.

Mr. Hardash adjourned the meeting at 3:00 p.m.