



RANCHO SANTIAGO COMMUNITY COLLEGE DISTRICT BUDGET ALLOCATION AND PLANNING REVIEW COMMITTEE – WORKGROUP

Meeting Notes – August 19, 2009

Members Present: Paul Foster, Peter Hardash, Gina Huegli, Noemi Kanouse, Jeff McMillan, Thao Nguyen, Nga Pham and Jose Vargas

Members Absent: Steve Kawa, Ed Ripley

Mr. Hardash opened the meeting at 2:35 pm.

Topics Discussed:

2009-2010 Budget

A handout from the School Services of California on Community Colleges Financial Projection Dashboard for the next five years shows that there will be approximately 3.5% workload reductions, protected state categorical programs will be reduce 32% and unprotected state categorical programs will be reduce 62%, the PERS rate varies dramatically from FY 2009-10 at 9.709% going up to 14.7% in FY 2013-14. This year we will have federal backfill money for special project but it will be a one-time occurrence. Our project percentage reductions are reduced this year due to this. We will know within the next couple of weeks how much it is. The best case scenario would be \$60 million statewide. We need to treat the federal funds separate from the state fund and set up new accounts for all of those projects that are affected with this federal funding. At that time we will set up new account and budget for the federal funding and will reduce state funding accordingly.

RSCCD Workload Reductions total \$4,697,173, that's approximately 3.39%. It will be a reduction in our base apportionment per FTEs. The split for the reduction will be SAC-56.38% amount to \$2,648,266, SCC-27.47% amount to \$1,290,313 and District 16.15% amount to \$758,593.

With the Workload Reductions our base FTES for 2009-10 would be 30,644.19 FTES. Our total base revenue will be \$133,889,525.

With the reductions in special projects, question arises whether we are required to meet our maintenance of effort (matching). There are no answers to any specific affected projects as of now.

Some projects do and some do not allow flexibility to move amongst them. Those projects that are allowed could be move into those that are not allowed, but does not work vice versa. Before any of movement could happen, it needs to be brought up to the board and discuss for approval. Any movement in the allowable program lock-in 2008-09 district allocation level, less the 2009-10 cut, through 1012-13.

2008-2009 Status

The ending fund balance will end up around \$16 million which is good news. It's not lower than \$15.7 ending balance that we had estimated for the Tentative Budget. Our 50% Law is at 50.95% due to the faculty/classified freezes since 2008/09 fiscal year.

Other

A handout was given on the special project managed by Resource Development. A topic that needs to be discussed are matching requirements, whether our funding model should be based on all restricted and unrestricted funding or should it only be on unrestricted only.

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Upcoming Work Group Meetings: Garden Grove Room, DO, Wednesdays; 2:30 – 4:00

September 9, 2009

The meeting was adjourned at 4:30 p.m.