

BUDGET COMMITTEE

February 22, 2016

3:30 p.m. to 4:00 p.m. in A-5

<https://committees.kccd.edu/hc/committee/budget>

MEETING MINUTES

Present: Anthony Culpepper, John Gerhold, Meg Stidham, Cindy Collier, Sonya Christian, Laura Lorigo, Nick Strobel, Alfredo Sanchez, Reggie Bolton, Nan Gomez-Heitzeberg, Steven Holmes, Jeff Looker, Somaly Boles

Current Budget Status

The budget is stable. BC is on track with budget projections. The reserves are at \$5.5 million. Breakage has not been considered into that yet. Budget workshops will start rolling out for budget training and development. NSF's have come way down. Budget managers are doing a great job doing budget transfers.

Economic Projections

The FY17-18 is now projecting job growth. Unemployment rate will go down so it will affect FTES. Sonya stated Anthony has developed an enrollment growth model. Based on the governor's budget, it has been adjusted by 1%. Sonya emailed to the committee a document regarding other community colleges Spring 2016 Enrollments. It is posted to the committee's website. Anthony stated that the sister colleges are decreasing in growth. Capital tax should be intact for the next two years. There is legislation to possibly have it for the next 20 years. If it goes away, that will be a big hit. Sonya emailed to the committee a document regarding the Kern County Economic Forecast. It is posted to the committee's website.

Sonya provided information regarding the bond. She discussed having an intersection of the Budget Committee and the bond. A \$330 million was estimated in the past. We have now added projects for the Humanities building, Fine Arts building, Veterans Center, and the Arvin site. The current Board of Trustees is open to having an Arvin site. Prop 30 will end in 2030. There is a high probability that the \$9 billion school bond measure will not pass. The Governor does not support it. Sonya emailed to the committee an article regarding the Governor's opposition to the bond. It is posted to the committee's website. There is no match for construction if it does not pass.

Anthony attended ACCCA where MAAS was discussed. It is software for tracking and controlling bond funding.

Enterprise Accounts

The Food Service/cafeteria and the bookstores are going through a complete analysis. The bookstore contract is up for renewal. Laura has been pulling those numbers together. We are reviewing all of our enterprises. Food Service is not fully costing the enterprise. We will review if we need to start charging back building and maintenance. Mary Jo Pasek's position is half paid by the Foundation. The Foundation has only agreed to pay for her position for another year. Cindy made a comment that the facility rental rates seem low and they would not be able to recover the costs.

Budget Analyst

Jeff Looker was introduced as the budget analyst that was added to support restricted and categorical funding.

Renegade Promise

Nick stated when we make the hard launch to the community; we will need to provide information. Nick would like the Budget Committee's help on what kind of calculations need to be done. Nick distributed the Renegade Promise Budget Calculations handout. It is posted to the committee's website. It discusses the impacts to students, taxpayers, and college. There are questions regarding what that student population looks like. If 80% of our students are coming to the college not prepared, how long does the 20% take to complete their courses?

Next meeting: March 28, 2016