

# BUDGET COMMITTEE

August 28, 2023

4:00 p.m. to 5:00 p.m.

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

## MEETING MINUTES DRAFT

### **Present**

Calvin Yu, Steven Holmes, Imelda Valdez, Billie Jo Rice, Angela Williams, Erica Menchaca, Gilbert Ayuk, John Bolton, Kimberly Nickell, Kyungjin Menjivar, LeAnn Riley, Somaly Boles, Steven Watkin, Tim Bohan, Jacob Palmbranch, Jo Ellen Barnes

### **Called to Order**

At 4:00 p.m. the meeting was called to order.

### **Welcome**

Welcomed all members including the new members to the 2023-24 Budget Committee.

### **Agenda**

Steven Holmes made a motion; Angela Williams seconded the motion to accept the agenda. Motion passed.

### **Minutes**

Angela Williams made a motion; Kimberly Nickell seconded the motion to accept the minutes from 4-24-23. Motion passed.

### **Budget Committee Photo**

The Budget Committee photo will be taken next month, and all were encouraged to wear red.

### **Budget Committee Charge**

There are new recommendations for changes to match new accreditation standards listed in AIQ for the Budget Committee Charge. The changes will be updated on the charge and the document will be sent to our committee to review before our next committee meeting.

### **Budget Decision Criteria Document**

The committee reviewed the recommended edits from the 4-24-23 Budget Committee meeting which covered areas including Student Success, Program and Service Sustainability in the Budget Decision Criteria Document.

This document primarily was made to help with revenue shortfalls and lets us know how to allocate limited resources. We have not had those issues for the last decade and wanted to update this document. It will go to the Academic Senate after we vote and approve this document. The committee was asked to review it over the next 30 days before our next Budget Committee meeting.

### **Budget Development Annual Timeline**

The committee reviewed the annual budget timeline. We discussed preparing the budget for Board approval in September. Then immediately in September we will prepare program reviews for general unrestricted non-labor funds for 2024-25. In spring we budget for restricted budgets and all labor for 2024-25.

The Master Budget/Fiscal Calendar runs three fiscal years simultaneously and the timeline shows who is responsible for which tasks. The document is located on the Budget Office website.

### **Update on BC 2023-24 Budget**

Governor Newsom's budget is considered a win for community colleges.

Primary revenue is 31 billion shortfall which is up from 22.5 billion in January, but consistent with May's revised budget.

Key investments include universal transitional kindergarten, increased childcare, health care access, homelessness, and housing.

#### Apportionments:

The governor proposes to extend revenue "Hold Harmless" by providing a smooth transition over a period of time. However, this would not automatically include adjustments to reflect cumulative COLAs over time.

The adopted state budget allocates COLA at 8.22% which is a net of 7.9% of adjustments.

Enrollment growth of 0.5% was proposed and affects SCFF.

Major policy decisions framed around multiyear road map:

- Expects improved Student Educational Outcomes
- Seeks to advance equity
- Expects increased intersegmental collaboration.
- Seeks improved workforce preparedness

An overview of significant KCCD categoricals that the District and Board approached included Adult Education Program, Student Equity and Achievement Program, Strong Workforce, EOPS, DSPS, Apprenticeship, CalWORKs and other areas.

COVID Block grant: we had 650 million for assorted items including one-time funds for instructional to maintenance to Financial Aid, to emergency grants. The budget just adopted at 650 million and will cover eight to ten areas: this is funding targeting COVID expenses, revenue loss during COVID, such as student bad debt, losses of revenue and scheduled maintenance items.

Other one-time items: retention and recruitment activities.

Capital outlay: nothing new was proposed for KCCD.

Deferred maintenance are projects such as installing elevators, refurbishing buildings, and resurfacing parking lots. Deferred maintenance was allocated at 840 million in one-time funds; however, it was decreased by 500 million. There is about 5.9 million funding budgeted in 2023-24 for BC.

Changes to Student Housing: 2022-23 budget act eliminated the general fund appropriation for the grants. We had state funding for student housing, but the funding was pulled from the project. Our Board is adverse to floating a bond, so housing was put on hold. They are circulating petitions and the State Chancellor's office is lobbying to move this forward.

CalPERS/CalSTRS: CalPERS growth is 26.68% in 2023-24, CalSTRS is 19.10% in 2023-24.

**District Wide Budget Committee**

At this point there are no scheduled meetings, but Steve will let us know when they do have a meeting.

**Adjourn**

5:14 Kimberly Nickell made a motion; Billie Jo Rice seconded the motion to adjourn the meeting. Motion passed.