



Santa Monica Community College District
Budget Planning Committee a Subcommittee of the
District Planning and Advisory Council
MAY 16, 2012
MINUTES

A meeting of the Santa Monica Community College Budget Planning Committee, a subcommittee of the District Planning and Advisory Council (DPAC) was held on Wednesday, May 16, 2012 at 2:05 p.m. at Santa Monica College, Drescher Hall Loft, 1900 Pico Boulevard, Santa Monica, California.

I. Call to Order 2:05 p.m.

II. Budget Planning Committee Members

Chris Bonvenuto, Administration
Bob Isomoto, Administration, Co-Chair
Richard Tahvildaran-Jesswein, Academic Senate Representative (Absent)
Janet Harclerode, Academic Senate Representative
Teresita Rodriguez, Management Association Representative
Mona Martin, Management Association Representative
Mitra Moassessi, Faculty Association Representative
Howard Stahl, Faculty Association Representative, Co-Chair
Bernie Rosenloecher, CSEA Representative (Absent)
Leroy Lauer, CSEA Representative
Connie Lemke, CSEA Representative
Jeanne Laurie, CSEA Representative
Yian Chen, Student Representative
Han Choe, Student Representative (Absent)
Cecile Parcelier, Student Representative

Interested Parties:

Randy Lawson, Administration
Mario Martinez, Faculty Association Representative
Harrison Wills, Student Representative
Joshua Scuteri, Student Trustee

III. Review of Minutes: May 2, 2012 accepted as presented

IV. Agenda:

A. Governor's May Revision To The State Budget

Chris Bonvenuto shared information with the Committee detailing the effect of the most recent revision to the State Budget. Santa Monica College expects to receive an additional \$598K in one-time mandated cost recovery under the Governor's proposal. However, if the tax initiatives fail to pass, cuts to the College totaling \$5.808M are projected by Fiscal Services. One concern highlighted by Fiscal Services was the reduction of \$238.9M in Property 98 apportionment due to projected increases in property tax and enrollment fees which could lead to a deficit factor next year if these revenues fail to materialize.

B. 2012-2013 Tentative Budget

Bob Isomoto and Chris Bonvenuto shared the 2012-2013 Tentative Budget with the Committee. It assumes passage of the May Revision to the State Budget (no COLA, no Growth, no

Workload reduction, no Deficit Factor and Mandated Cost Block Grant). In addition, the Tentative Budget assumes no Winter Session, approximately 250 unfunded credit FTES, no furloughs or layoffs of permanent employees and no backfill of student services. The Tentative Budget assumes a transfer of \$2M to the GASB 45 irrevocable trust and a transfer of \$2.887M from the GASB 45 Trust to pay retiree benefits. A 75% reduction in the augmentation for Instructional Equipment, Scheduled Maintenance and Information Technology is also assumed.

Overall, the 2012 Tentative Budget shows \$132.8M in revenues and \$138.4M in expenditures. Revenues increased due to the lack of a deficit factor in 12-13, mandated cost recovery and an increase in non-resident tuition even in the face of projected FTES reductions. Expenses decreased due to the ending of the backfill for student services, the reduction in hourly instruction and non-instruction, the ending of HRA contributions by the District, decreases in capital expenditures, supplies and utilities as well as health and welfare for active and retired employees. Expenses increased to accommodate contractual salary obligations, due to the full year effect of hiring and separations and due to the vacancy list.

In Contracts and Services, the Tentative Budget projects additional spending of \$794K above the adopted 2011-2012 levels. Although a hiring freeze has been announced, the Vacancy List shows 2 Fund 1 (General Fund) Administrator positions, 19 Fund 1 (General Fund) Classified positions and 4 Fund 3 (Restricted Fund) Positions.

The Tentative Budget projects 20,035 Credit FTES (244 unfunded), 462 Non-Credit FTES (15 unfunded), 145 CDCP Non-Credit FTES (19 unfunded) and 4,130 Non-Resident FTES.

Following all the discussion, the following motion was presented:

MOTION: "The Budget Committee reviewed and discussed the 2012-2013 Tentative Budget."
Made: Harclerode Seconded: Chen
ADOPTED THROUGH CONSENSUS

Adjournment at 3:51 p.m.