



Santa Monica Community College District
**Budget Planning Subcommittee of the District
Planning and Advisory Council (DPAC)**
MEETING MINUTES – May 26, 2021

A Virtual Meeting of the Budget Planning Subcommittee will be held Wednesday, May 26, 2021 at 1:30 pm.
Join: <https://cccconfer.zoom.us/j/91970461783> or Telephone: (669)900-6833, Meeting ID: 919 7046 1783

I. Call to Order 1:35 pm

Members:

- Mitch Heskell, District Representative
- Chris Bonvenuto, District Representative, Co-Chair
- Teresita Rodriguez, District Representative
- Tracie Hunter, District Representative
- Nate Donahue, Academic Senate Representative (Absent)
- Jamar London, Academic Senate Representative
- Matt Hotsinpillar, Faculty Association Representative, Co-Chair
- Peter Morse, Faculty Association Representative
- Martha Romano, CSEA Representative
- Kennisha Green, CSEA Representative
- Dagmar Gorman, CSEA Representative
- Jo Popadynetz, CSEA Representative
- Tafari Alan, Associated Student Representative
- Mohamed Najjar, Associated Student Representative (Absent)
- Caden Gicking, Associated Student Representative
- Tbd, Associated Student Representative

Interested Parties in attendance: Elaine Roque, Jessica Gonzalez

II. Public Comments

III. Approval of Minutes: May 5, 2021 Motion: Dagmar Gorman, Second: Mitch Heskell
Minutes approved unanimously

IV. Reports/Discussion Chris Bonvenuto presented the following:

- a. Tentative Budget and Governor Newsom's May Revise
2020-2021-Fear lockdown would result in high unemployment, lower personal income tax revenue, and overall lower state and local revenue. State projected \$54 B deficit. During the pandemic state revenues actually increased. Various reasons included: strong stock and housing markets, high consumer spending, e-commerce, and federal aid helped keep unemployment low.

Major Assumptions: Apportionment at Hold Harmless, 2019-2020 level with 4.05% COLA, COLA ~\$5.580 m, Hold Harmless loss of revenue on July 1, 2024 est. <\$14,430,300>, HEERF to Backfill Lost Revenue: \$15,525,372

Credit Resident Enrollment Decline <5.0%> FTES, Non-Resident Enrollment Decline <20.0%> FTES
Projected Changes in Revenue and Expenditures, from 20-21 Projections to Tentative Budget, and Fund Balance were shared and discussed by the Committee Members.

Key Take Aways: State Adopted budget could change things, Decline in Enrollment is an issue, non-resident tuition decline is historic, Hold Harmless ends June 20, 2024 <\$14,430,300>, HEERF funds are one-time use and band aid, Fund balance is not a sign of financial stability due to one-time funds.

- b. Fiscal Update – Budget Office is waiting for response from the Department of Education regarding whether the District can expand deadline to use American Rescue Plan funds from May 2022 to the deadline outlined in the law: September 2023. Chris is presenting BOT item to escalate spending of ARP funds at the June 1, 2021 BOT meeting in the event DOE does not allow expanding deadline to September 2023.

V. Adjournment: 2:59 pm

For all documents, visit www.smc.edu/administration/governance/district-planning-policies/budget-planning-subcommittee.php

Future Budget Planning Committee Meetings: Meetings will be on 1st and 3rd Wednesdays of the month, except as noted, and will begin at 2:00 pm.