



# Budget Committee

## *Special Meeting*

May 25, 2016, 2:00 pm, PDC 104

### Attendance

**Members Present** – Scott Stark, Yendis Battle, Girija Raghavan, Denise Allen-Hoyt, Mike Strong, Jeremy Sims, Jose Torres, Robert Levesque (for Matthew Isaac)

**Members Absent** – Cheryl Marshall, Thomas Robles, Esmeralda Vasquez, Sheri Lillard, Ruby Zuniga, Debbie Bogh, Lisa Norman, Achala Chatterjee, Gloria Fisher, Rhonda Prater, Steve Sutorus, Walt Chatfield, Larry Strong, Rosemarie Hansen

### Welcome & Introductions

Jose Torres opened the meeting at 2:10 p.m. No introductions were necessary.

### DBC Recommendations 2016-04 & 2016-05 Approved

DBC members were advised that Chancellor's Cabinet had approved recommendations 2016-04 and 2016-05.

### Revised, Prioritized Board Directives for 2016-17 Budget (May 26, 2016 BOT Study Session)

Jose advised committee members about the revised board directives including #10 which was developed by the BOT. Denise Allen-Hoyt said it sounds like an objective. Jose advised there was concern about how much SBCCD was behind in deferred maintenance (an estimated \$31 million). Scott Stark said that directive #10 has been overlooked from the past and needs to be addressed. This is the BOT's way of bringing attention to this issue.

### 2016-17 of Tentative Budget (May 26, 2016 BOT Study Session)

Jose presented some materials and talked about how the May revise impacted SBCCD's tentative budget. Growth is going to stay 2% and, initially, SBCCD will be funded at 4.25% if the district reaches its goals. COLA was reduced from 4.7% to 0%. The base augmentation is a nice surprise and increased FTES by \$220 each for a total of \$4,943 per FTES. This gives SBCCD more money in 2015-16 and helps increase its reserve for the upcoming STRS/PERS increases. He mentioned that Block Grant may be reduced yet again so SBCCD is only budgeting for \$2 million and not the state's estimated 48% increase.

The topic switched to tentative budget challenges. The state is advising districts to use the income this year and next to prepare for an anticipated recession. Mike Strong mentioned that the CHC development budget is built on the current FTES rate now being generating. Next year the budget is 5,028 FTES. He advised that the funding of the additional growth needs to be discussed.

Jose asked Denise and all the faculty attend the summer meetings. He stated that he would also email Celia Huston and request that she attend in the summer because there will be a lot of changes taking place during that time. The DBC could also arrange for a phone-in or adjust its schedule to accommodate faculty attendance.

At Denise's request, Jose promised to ask Keith to present the DSPPR needs as one-time vs ongoing.

Jose promised to send out a formula to use that accounts for grant-funded employees so that the OPEB can be paid for by the grant and not the general fund.

### Adjournment & Next Meeting

The next meeting is scheduled to occur on June 16, 2016 in PDC 104.