



BUDGET COMMITTEE

MINUTES

November 10, 2015

A meeting of the Budget Committee was held November 10, 2015. The meeting was called to order at 2:08 p.m. by Vice President of Finance and Administrative Services, Ron Ballesteros-Perez.

Roll Call

Members Present: Carmelino Cruz, Joel Glassman, Mireya Gutierrez-Aguero, Greg Larson, Teresa Laughlin, Kendyl Magnuson, Jackie Martin, Michael Nagtalon, Mike Popielski, Justin Smiley, Dan Sourbeer

Members Absent: Debbi Claypool, Dan Dryden, Aaron Holmes, Anel Gonzalez, Shannon Lienhart, Christina Moore

Guests: Carmen Coniglio, Brandi Taveuveu, Chris Wick

Recorder: Dayna Schwab

I. Approval of Minutes:

MSC (Larson/Cruz) to approve the minutes of October 13, 2015. The minutes were approved unanimously.

Minutes will be posted on the Palomar webpage as follows:

<http://www2.palomar.edu/pages/fas/budget-committee-agenda-minutes/>

II. New Business

A. FY 14-15 Division YE Summary

VP Perez provided a handout titled, Fiscal Year 2014-15 Discretionary Budgets (Recap). The funds are broken out by Division showing how much each Division had in their budget at the beginning of FY14-15, how much was expended and the balance as of June 30, 2015. The 2300 object code is non-instruction expenditures (hourly and student employees), 2400 is classroom expenditures (staff aides), 4000 are supplies and 5000 are operating expenditures. There was \$228,788 left in the ending fund balance. Often times, Divisions are requesting more funds but as the report states, typically there is funding in their Division budget. VP Perez, Carmen and Brandi can assist the Divisions to find out where they can move the money within their Division budget.

B. FY 14-15 320 FTES Recalculation

VP Perez and Kendyl Magnuson reported the District received an additional 309 FTEs for FY14-15 which totaled an additional \$1.4M. In FY15-16, our base is 19,320 plus 309 for a total of 19,629 but we'll only report 16,700. This is our first year of stability funding. This totaled an additional \$1.5M so we'll have \$2.9M to help FY16-17. In FY16-17 we are funded at what we actually earn. Growth is unlimited that year. Discussion followed about what will happen to staffing if enrollment doesn't increase.

C. Quarterly Financial Status Report, CCFS-311Q

VP Perez provided a handout titled, First Quarter 2015-2016 Expenditures. The table breaks down what funds were spent in the different expenditure accounts this first quarter. The District has spent 16.4% of \$109,708,278 with an additional \$11,868,083 in reserves.

D. Fiscal Services Budget Development Timetable for FY16-17

VP Perez provided a handout titled, Fiscal Services Budget Development Timetable for Fiscal Year 2016-2017. VP Perez reviewed the timeline. The Budget Committee will begin a budget review February 9, 2016 finalizing it April 12, 2016 with a tentative date of September 13, 2016 for the Board to approve the Adopted Budget.

III. Other

A. Budget Subcommittee

The Budget Subcommittee was initially set to meet on the 4th Tuesday of the month but with the lack of meeting dates, the meetings will be scheduled outside the regular Budget Committee meetings. The goal of the subcommittee is to identify where the District can reallocate funds.

B. ACBO Accreditation Response

VP Perez provided a letter from the ACBO President to the Chancellor's Office regarding the Accreditation Task Force Report. The ACBO Board's opinions on whether or not to support the recommendation is very mixed. They find that the accreditation process is fraught with inconsistencies. They request that an accreditation process for our community colleges be one that is focused on improvement, not punishment.

C. Prop 30 Extension

VP Perez provided a handout titled, Community College Update: Deal Reached Among Proponents in Effort to Extend Proposition 30. Prop 30 is set to expire on June 30, 2016. It's been reported that California Teachers Association (CTA) and California Hospitals Association (CHA) are looking to introduce a ballot initiative to extend the 2012 income tax increase.

There being no further business, the meeting was adjourned at 2:58 p.m.

NEXT BUDGET COMMITTEE MEETING

December 8, 2015

2:00 p.m.

Location: AA-140