

## **College Budget Committee Meeting Minutes May 1, 2008**

**Members:** Co-Chairs Eloisa Briones and Carla Campillo, Lori Adrian, Anyta Archer, Jeff Diamond, Rick Escalambre, Mike Fitzgerald, Cathy Hasson, Rick Hough, Fermin Irigoyen, Barbara Lamson, Margery Meadows, Vicki Morrow, Dino Nomicos, Felix Perez, Ekaterina Semonchuk, Regina Stanback-Stroud, Rick Wallace, Jeff Westfall, Linda Whitten, George Wright and Soodi Zamani. Recorder: Linda Ghio

**Absent:** Lori Adrian, Mike Fitzgerald, Cathy Hasson, Dino Nomicos, Ekaterina Semonchuk, Jeff Westfall, Linda Whitten, George Wright.

### **Review of minutes of April 10, 2008**

The minutes were approved as written.

### **District Committee on Budget & Finance (DCBF) update**

The committee did not have an updated resource allocation model at the time they met. Kathy Blackwood presented scenarios that showed the effect on site allocations if the FTES average used in the model is changed from a three-year to a two-year average. The committee decided to keep the three-year average.

Kathy continues to actively participate in state-wide discussions on the implementation of GASB 45. SMCCD plans to comply with these GASB 45 regulations in FY 2009-10, hence categoricals will be charged for their share in projected retiree medical benefit costs.

### **State of the Budget**

Vice Chancellor Eric Skinner announced that the state's budget deficit is now up to \$20.2 billion. The Legislative Analyst's Office estimated the shortfall at \$16 billion, after which the Legislature and the Governor reduced this to \$8 billion. The Governor's Office and the Department of Finance will provide their official revenue estimates at the May Revision, slated to be published on May 14<sup>th</sup>.

### **Resource Allocation Model**

Eloisa distributed to the committee the resource allocation workbook that Kathy provided the College Business Officers to balance the 2008-09 tentative budget. The committee reviewed the allocation calculations for 2008-09, along with a summary of the 2008-09 site allocation, and the recaps of the years following up to 2010-12.

The assumptions used in the 2008-09 tentative projections include

- 7% FTES growth over 2007-08, 1% in 2009-10, and 1.5% in 2010-11 and 2011-12;
- Zero COLA and 0.3% Growth

- 1% deficit factor (this is the percentage the state uses to apply to apportionments applied to the districts when there is not enough money.)

**Skyline 2008-09 budget**

Skyline's tentative 2008-09 site allocation is \$21,341,028. Eloisa highlighted the growth dollars that the college earned for exceeding its FTES goals. Estimated expenditures exceed the tentative site allocation by about \$1 million. The district has committed to providing a one-time allocation of \$1 million.

**Next meeting: May 15, 2008**

The next meeting is May 15. The DCBF meeting was pushed back to the end of May so they could analyze the May revise. There is also an ACBO conference so there will be new information. The committee decided that, in the absence of new budget information, the May 15<sup>th</sup> meeting will not be held. Instead, Eloisa will continue to provide updates electronically to the committee. Should there be a need for another meeting, one will be scheduled on May 21<sup>st</sup> after the May Revision and ACBO conference.