

RANCHO SANTIAGO COMMUNITY COLLEGE DISTRICT

2323 N. Broadway, Santa Ana, California 92706

Office: (714) 480-7321

Website: <http://rsccd.edu/Departments/Business-Operations/Pages/Fiscal-Resources-Committee.aspx>

Fiscal Resources Committee

Executive Conference Room – District Office

1:30 p.m. – 3:00 p.m.

Meeting Minutes for October 21, 2015

FRC Members Present: Michael Collins, Ray Hicks, John Zarske, Quynh Nguyen, Arleen Satele, Michael DeCarbo, Mary Mettler, Raul Gonzalez del Rio, Peter Hardash, Adam O'Connor, Steve Eastmond and Maria Gil.

Alternates/Guests Present: Jim Kennedy, Esmeralda Abejar and Jose Vargas

1. Welcome - the meeting was called to order by Mr. Hardash at 1:30 p.m.
2. State/District Budget Update – Hardash
 - FON calculation spreadsheet due by November. 16.2, not the previous 13.98 is the RSCCD FON increase obligation based on P2 funding, the third quintile.
 - STRS & PERS: Future employer rates and additional ongoing costs – State is not going to bail us out on the increases. This year STRS went up \$1,048,025, PERS increased \$23,484 and increases dramatically over the next few years. In the fifth year, the cumulative increase in STRS is \$6.5 million and \$2.7 million for PERS, a combined cumulative impact of \$9.2 million by 2020-21. We have no source of funding to cover this increase, this is the single most expensive driver in the multi-year projects.

3. One-time Allocations - Hardash

- Updated allocations for mandates allocation: \$15.4 was estimated in the Adopted Budget. \$16,079,186 is the certified amount and will be distributed as follows:

Total One-time Mandates	\$ 16,079,186
Revenue	
Marketing	\$ (500,000)
SAC Allocation	\$ (1,153,464)
(70.4% share after forgiveness of SCC 2014/15 final closeout overage of \$484,979)	
SCC ADA Upgrades	\$ -
Orange Education Center	\$ (14,425,722)
Remaining Allocation	\$ 0

November Board meeting will include a presentation on the Orange Education Center, Option #3 will cost somewhere in the ballpark of \$33, 34 or 35 million. Including the funds already set aside for the renovation of OEC and the \$14 million in one-time funds mentioned above, we are still short in the ballpark of \$7 million. The ADA lawsuit at SCC which will require retrofitting many areas of the campus must be completed within the next seven years by court order. Approximately \$10 million in fixes which we do not have in the budget at the time. At the time these buildings were built, we were in DSA

compliance, however, as code changes occur, we need to make the fixes in order to be in compliance.

4. Final BAM Language Change re: Budget Center Reserves or Deficits – Hardash
 - The final BAM language was taken back to District Council for review after this committee reviewed and forwarded back to the District Council. There was discussion as most members were in attendance and unanimously approved the amended language. This is an on-going tool for this committee. We will continue to review and revise as necessary.
5. Committee Faculty Co-Chair Appointment Follow up – Hardash
 - Corinna Evett and Elliot Jones are working on language for POE followed by approval at District Council which would appoint faculty members to a two year term as co-chairs to shared governance committees. Mr. Hicks added that PRC and FRC will have a SCC faculty co-chair beginning next year if the plan is approved.
6. Informational Handouts were distributed as information.

Mr. Hardash reviewed the following handouts, each voting member on this committee is to take back and share information with the constituent groups they represent. This information is also available on the District website.

 - District-wide expenditure report link: <https://intranet.rscsd.edu>
 - Vacant Funded Position List as of October 7, 2015
 - Measure “E” Project Cost Summary as of August 31, 2015
 - Measure E Committee met on October 20th and approved their Annual Report to the Community, the report will go to the November 9th Board meeting. We are still working on getting a quorum of the Measure Q Committee so they can review and approve their report. Hopefully a quorum will be reached soon and the report can get to the Board of Trustees for their December 2015 meeting.
 - Measure “Q” Project Cost Summary as of August 31, 2015
 - Monthly Cash Flow Statement as of September 30, 2015
7. Approval of FRC Minutes – September 23, 2015: Meeting Minutes of the September 23, 2015 meeting were distributed for review. Mr. Hardash called for a motion to approve, it was motioned by Michael DeCarbo, seconded by Mary Mettler and passed unanimously by the committee.

Adjournment

Mr. Hardash adjourned the meeting at 2:29 p.m.

Meeting Schedule – Next Meeting:

Next regular meeting: Wednesday, November 18, 2015 – 1:30 p.m. – Executive Conference Room, DO.