

RANCHO SANTIAGO COMMUNITY COLLEGE DISTRICT

2323 N. Broadway, Santa Ana, California 92706

Office: (714) 480-7321 Fax: (714) 796-3935

Budget Allocation and Planning Review Committee

District Office – Executive Conference Room #114

1:30 – 3:00

Meeting Minutes for November 10, 2010

Members Present: Erlinda Martinez, Norm Fujimoto, Paul Foster, Esmeralda Abejar, Jeff McMillan, Ed Ripley, Juan Vazquez, Steve Kawa, Jose Vargas, Raul Gonzalez del Rio, Morrie Barembaum, Peter Hardash, John Didion, Noemi Kanouse, Nga Pham, Sean Small (for Marti Reiter), Bonnie Jaros (for Ray Hicks)

Members Absent: Ray Hicks, Jared Kubicka-Miller, John Smith, Steve Eastmond and Marti Reiter

Guests Present: John Zarske, Thao Nguyen, and Gina Huegli

The meeting was called to order by Mr. Hardash at 1:30 p.m.

State Budget

- LAO Report “California Fiscal Outlook”
 - California budget problem for 2010-2011 and 2011-2012 forecasted at \$25.4 billion shortfall
 - \$6.1 billion shortfall in 2010-2011
 - Additional \$3 billion shortfall possible
 - \$19 billion shortfall in 2011-2012
 - Ongoing budget shortfalls of \$20 billion each year through 2015-2016
 - State cash flow needs are a big concern
 - March 2011 will run out of cash
 - Reliance on external borrowing
 - State funding deferrals necessary
 - Primarily K-14 education
 - Mid-year budget solution needed to avert cash flow shortfall in spring
 - Proposition 98 K-14 minimum funding guarantee forecasted to drop by \$2 billion in 2011-2012
 - Approximately \$5–\$6 million reduction for RSCCD
 - LAO advises that K-14 Prop 98 funding levels are already too low
- Mandated costs funding
 - One time – unrestricted revenue
 - Partially offset prior years’ accumulated debt
 - Per FTES funding distribution
 - \$539,075 for RSCCD
 - \$17.78 per FTES – P2
- Additional \$129 million deferral of state apportionment income from spring 2011 to July 2011 (new fiscal year) on top of prior deferrals
 - Statewide deferrals now total \$832 million
- Enrollment growth – 2.21%

- To partially restore 3.39% workload measures reduction (negative growth) in 2009-2010 budget act
- No student fee increase
 - Remains at \$26 per unit
- No Cost of Living Allowance (COLA)
- State Categorical Programs
 - Funding essentially remains the same as last year's reduced levels
 - No ARRA funding backfill provided for this year
 - Flexibility continues
- Faculty Obligation Number (F.O.N.)
 - Last couple of years the Board of Governors (B.O.G.) has waived the obligation because of inadequate state funding in the budget
 - If B.O.G. do not waive, the penalty is \$60,289 per FTE.
 - Penalty for RSCCD could be \$1,977,479, based on system office calculation

RSCCD Budget 2010-11

- Continue to monitor any changes to state funding that would affect RSCCD in the current fiscal year
 - Property tax collection
 - Student fee collections
 - Overall apportionment deficit
- RSCCD total inter-year deferrals now approximately \$20.3 million (23.5%)
 - Approximately \$7.5 million intra-year
- Federal 2010 ARRA Funds
 - \$106,957 for RSCCD
 - FTE split distribution
 - SAC 71.27%
 - SCC 28.73%
- State Approved and Grandfathered Center
 - Orange Education (included in Recalculation)
 - Centennial Education Centers

Accreditation Update

- BAPR Work Group
 - SB361 Contra Costa revenue allocation model discussion at workgroup
 - Review SB361 RSCCD simulation model
- Human Resource Committee
 - Looks at how the faculty positions are split and allocated between the two colleges. Any recommendations from this committee would be taken to BAPRC, then to the Chancellor
 - Review positions during the Fall term before the two colleges submit their hiring priority list and recommendations to the Chancellor
 - Future items include looking at classified staff assigned at the sites as well as non-credit faculty
 - The H/R committee is recommending, for this year, that the Chancellor allocate full time faculty position as 70% to Santa Ana College and 30% to Santiago Canyon College. This split would mirror the current credit FTE split based on target numbers
 - Mr. Didion moved and Mr. Vazquez seconded the motion to approve. The motion carried unanimously.
- District Facility Planning Committee

- Original shared governance document recommended a 3, 3, 3 representation from each site
- Committee is recommending to the Chancellor, a 4, 4, 4 representation
- Will serve as master facility committee and review the master plan
- Will submit recommendations to BAPRC and then to the Chancellor
- Will meet once a month
- Technology Advisory Committee (T.A.G.)
 - Chancellor goal is distant education platform
 - Each college will work on common goals

Measure E Update

- Project % of completion
 - Santa Ana College 76%
 - Santiago Canyon College 88%
 - District Office 83%
- Project Summary report will now be available only at month ending

Other

- Dr. Martinez requested a transfer of \$18,000 from fixed cost to discretionary cost to hire a short term custodian
- Mr. Hardash suggested the request be taken to the Chancellor's Cabinet for further discussion
- Dr. McMillan made a motion to approve Dr. Martinez's request. The motion was seconded by Mr. Vazquez
- Five (5) voting members opposed. *Motion carried.*

Approval of the September 29, 2010 BAPRC Minutes

Mr. Hardash called for a motion to approve the minutes of the September 29, 2010 BAPRC Committee meeting. Mr. Fujimoto moved and Mr. Vargas seconded the motion to approve the Minutes. Dr. Jaros corrected the minutes for the accreditation update. It should read *Board of Trustees reviewed and approved the follow up report of Santa Ana College and Santiago Canyon College*. Correction made. The motion carried unanimously

Adjournment

Mr. Hardash adjourned the meeting at 2:55 p.m.

Meeting Schedule

BAPRC Workgroup meeting – Executive Conference Room/DO 2:30 – 4:00

Wednesday, December 1, 2010

BAPRC Committee meeting – SAC Foundation Board Room (S-215) 1:30 – 3:00

Wednesday, December 8, 2010