

EL CAMINO COLLEGE
Planning & Budgeting Committee
Minutes Date: May 2, 2019

Y	Jose Anaya - Community Advancement	Y	Chinua Taylor-Pearce - ASO, Student Rep
Y	Jim Buysse - Chair (non-voting)		Gary Robertson - Campus Police
Y	Amy Grant - Academic Affairs		Jackie Sims - Management/Supervisors
	Jeffrey Hinshaw - Administrative Services	Y	Greg Toya - Student Services
Y	Ken Key – ECCFT		Josh Troesh – Academic Senate
Y	David Mussaw – ECCE		

Alternate Members: W. Cox, S. Porter, R. Sagastume

Support: A. Leible, B. Atane, C. Pineda,

Other Attendees:

The meeting was called to order at 1:03p.m.

1. Approval of [Minutes](#) – March 21, 2019
Minutes approved.

Meeting begin with everyone’s introduction.

2. [Budget Development](#) (*Fasten your seatbelt it is going to be a very bumpy ride*).

- Budget development calendar for this year.
 - We will be taking the tentative budget to the board in June. It is being sent in June to the board so we have the necessary funds to operate July 1.
 - There is lots of uncertainty surrounding the student centered funding formula. P2 will be released late June with the final budget going to board in September.
- Budget development calendar for ECC, we are starting the planning process in November, and incorporating the program recommendation outcomes. With the process beginning in November, in January we can do some tweaking. This document is a work in progress and if you have any changes please email Jim.
- Budget Problem:
 - Decrease in FTES – every district in the state is feeling the impact to some degree with the decrease in FTES. Some district that were flourishing, now have their growth stabilized. We need to start thinking in terms of stability.
 - Compton Separation – loss of \$5 million – loss of Compton monies will adversely affect the ITS department, because in the past these monies were used to replace equipment.
 - Student Centered Funding Formula (SCFF) - \$ TBD - number are changing with every new calculation. This formula was not tested before it was released to the colleges. We are taking a hit with the funding model. Right now we will be getting last year’s revenue + COLA
 - State Property Tax shortfall - \$ TBD – currently the shortfall across state is \$180 million;
 - SCFF Underfunding - \$ TBD – but the number keep changing and currently there is underfunding of \$140 million;
 - ECC’s problem is \$5million minimum decrease in budget, and maybe approaching \$8 to \$10 million looking into the future. We can offset some with the 3.46% COLA (we do not know if the percentage will change with the May Revise).
- Jeff has been meeting with each of the areas to help them understand their budget and get sense of what the Fiscal Services area does with the budget.
- Budget Assumptions that we used are as follows:

- Funded FTES: 18,397 (three year average carry over from P1. This will likely change with the first enrollment reporting of 18,500 FTES).
- SCFF will use fiscal year '19 total computational revenue (TCR) + COLA – so the base year plus next year's COLA. This will have an immediate effect on our reserve.
- COLA: 3.46 % (we will see if this percentage changes with the May Revise. We will also see if there is monies put in for instructional equipment and schedule maintenance).
- CCC Fiscal '19 property tax revenue shortfall: TBD
- CCC Fiscal '19 funding formula shortfall: TBD
- 12 new faculty positions
- Budget Issues
 - Many are predicting a recession. It has not come yet.
 - Governor Newsom – last governor had a handle on the legislators. We will have to wait and see how the new Governor does.
 - Current year property tax shortfall
 - Talking with ITS to get a IT/AV replacement schedule. Software cost & maintenance agreement needs to be budgeted in ITS.
 - FTES is still a large portion of the student funding formula for this year at 70% and the coming year at 60%.
 - STRS and PERS cost are increasing:
 - PERS is increasing from 15.53% in fiscal '18 to 24.50% in fiscal '22
 - STRS is increasing from 14.43% in fiscal '18 to 18.10% in fiscal '22
 - This increase is being felt in the local cities, counties, state, K12 and CCD.
 - OPEB actuarial study – will check to see when it will commence.
 - Additional 137,053 square footage of space will be coming on-line with the Student Services and Gym building.
 - IT fund will be competing with the other items in the general fund with the separation of Compton.
- Next meeting is May 16th.

3. Adjournment

The meeting adjourned at 2:00 p.m.