

BUDGET COMMITTEE

January 27, 2020

4:00 p.m. to 5:00 p.m. in A-5

<https://committees.kccd.edu/bc/committee/budget>

MEETING MINUTES

Present: Mike Giacomini, Zav Dadabhoy, Teresa McAllister, Steven Holmes, Nick Strobel, Gayle Richardson, Kim Nickell, Angela Williams, Cristal Rios, Emmanuel Mourtzanos, Jo Ellen Barnes

Minutes

Steven Holmes made a motion, Angela Williams seconded the motion to accept the October 2019 meeting minutes. The motion was passed.

Future Agenda Items

Suggested future subjects to discuss include grant fund, block grants & lottery funds. Some have expressed a desire for transparency to see what the grants are and give Bakersfield College members a website to go so they look up information for themselves. RP (Restricted Programs) are categorical and come from the state. Grants are from outside agencies such as the Foundation. The Budget Office will provide a list of active categorical accounts at the next Budget Committee meeting.

Zav Dadabhoy will bring the Student Development Fund (bookstore) information on funding and expenditures to our next Budget Committee meeting.

Finance & Administrative Services Personnel Update

Cristal Rios, was introduced as our new Budget Analyst who started at Bakersfield College in November 2019.

Somaly Boles is out of the office and the Finance and Administrative Services has brought Zach Quiroz back as a Temporary Budget Analyst.

Joint Analysis of 2020-21 Governor's Budget

A joint analysis and synopsis of the governor's proposed budget by the Association of Chief Business Officials, Association of California Community College Administrators and the Community College League of California was reviewed (see attachment) and the following points were presented at the Budget Committee meeting:

Some areas of higher thinking shared from this analysis covered subjects such as health care, housing, homelessness and wild fires which, potentially, can be addressed by community colleges.

The message from the state is that growth is continuing but slowing down. An UCLA study shows we have 12 - 18 months before a larger slowdown may occur but the study did not anticipate a negative trend. The total state budget is going up and money going to community colleges is increasing this year.

A proposed second debt payment to CalPERS 1.1 billion will be made in 2023-24.

Major programs covered include early access, teacher recruitment and training for all levels of education.

We are based on Prop 98 which has a minimum guarantee for school and community college funding.

We might have some increases to community college levels because of a report revision which is scheduled to be presented in February 2020 and will include the revised numbers from the previous year.

At this time, there are no significant changes to the Student Centered Funding Formula. This year they will back into the numbers. They will take the total dollars available, the districts will turn in their numbers and the state will use that information to back into what the districts will receive. This will become the baseline for the rates for supplemental items and it is anticipated that these numbers will be adjusted annually based on COLA.

College Affordability: a proposal for Zero Textbook Cost (ZTC) Pathways has expired and a new program is being put together.

Financial Aid does not have any significant changes.

Student Needs: one time money was given to apprenticeship and work based learning models and programs that feed into what Tony Cordova is actively participating in.

There are one time funds to assist undocumented students an increase in food pantry programs, and funds for Instructional materials for dual enrollment students.

CCC System Support Program may become a new program which provides coordinated support and absorbs a portion of existing statewide program appropriations. It is the same amount of money allocated, as in the past that will be divided differently.

Proposed Local Assistance Adjustments for 2020-21 is on going money and will see a COLA increase of 2.29%. There is increasing fund enrollment growth to .5%, work load adjustment for various programs that will receive 17 million, fund dreamer resources are slated to receive 15.8 million, food pantry will get 11.4 million and instructional materials for dual enrollment looks to be 5 million which add up to 272 million.

Proposed Local Assistance Adjustments for 2020-21 one time money will expand Guided Pathways, a fellowship pilot program, expand Zero Textbook Cost Pathways, part time faculty office hours and deferred maintenance of 7.6 million. A rollover affect includes 8.1 million in 2019-20 funds, 1.5 million in re-appropriations added with the 7.6 million equals 17.2 million for deferred maintenance in instructional equipment.

CCC Capital Outlay: The governor is continuing to move forward with 24 new projects. They are reviewing 39 continuing bond projects for the spring. On March 3, 2020 there will be a 15 billion dollar bond issue on the ballot to vote on.

The budget process has a lot of steps before implementation and at this point the state budget is fairly positive compared to the previous year.

Delano

At the District Board retreat in January 2020 they reviewed a FTEs analysis, by location, to look at trends. One suggestion was to move Delano under Porterville's umbrella because they believed students would get more attention, receive better service and be more fiscally responsible. This would have a significant impact on Bakersfield College's budget. Delano has a significant amount of FTEs and there are initiatives that are intertwined with other communities near Delano including dual enrollment, early college and rural initiatives in which all those areas would be impacted. Porterville may not, currently, have the resources or manpower to provide services needed to support Delano's students.

Program Review, PRC Web Page & SharePoint

Program Review 2018-19 documents were put back onto the Program Review web page from SharePoint and are now accessible to the public. Kimberly Nickell is creating accessible documents for the 2019-20 cycle to post onto the Bakersfield College Program Review web page.

Standing Item: District Budget Committee Report

The District Wide Budget committee has created three ad hoc committees. The first committee will look at operational expenses to determine which expenses are district wide and which expenses are just for the District Office. Steven Holmes and Mike Giacomini will be representatives for this committee. The second committee will look at costs associated with facilities, stability and growth because all institutions have basic facilities costs to maintain. Nick Strobel and Zav Dadabhoy are part of this committee. The third committee will study how we distribute other revenue expenses. This would include facilities rentals, WESTEC, redwood trees and international student fees. Nick Strobel and Billie Jo Rice are representatives to this committee. None of these committees have met at this time.

The regular District Budget Committee will meet Friday, February 1, 2020.

Debbie Martin is leaving KCCD, moving out of the area and an interim Chief Financial Officer was hired to replace her.

A report is coming in February for 2018-19 revenue. We will watch this closely; this money was earned, primarily, by growth and Bakersfield College produces a majority of that growth. Bakersfield College, currently, has strong reserves. The District Wide reserve is slightly under 15%, and the discussion will be on how the 2018-19 revenues are distributed. It was noted that there are multi-college districts that operate with no district wide reserves and only campuses hold the reserves.

CCCCO Budget Webpage

<https://www.cccco.edu/About-Us/Chancellors-Office/Divisions/College-Finance-and-Facilities-Planning/Budget-News>

This website was shared with the Budget Committee and encouraged that members bookmark this site.

Student Center Funding Formula Webpage

<https://www.cccco.edu/About-Us/Chancellors-Office/Divisions/College-Finance-and-Facilities-Planning/Student-Centered-Funding-Formula>

Important updates and good information can be found here.

Next meeting: February 24, 2020