



PLANNING & BUDGET COMMITTEE (PBC) MEETING
Minutes
January 23, 2018, 1:00 pm – 2:00 pm
Board Room

Vision

Compton College will be the leading institution of student learning and success in higher education.

Mission Statement

Compton College is a welcoming environment where the diversity of our students is supported to pursue and attain academic and professional excellence. Compton College promotes solutions to challenges, utilizes the latest techniques for preparing the workforce and provides clear pathways for transfer, completion and lifelong learning.

Meeting Participants

<input checked="" type="checkbox"/> Dr. Ikaweba Bunting ⁱ	<input checked="" type="checkbox"/> Jose Bernaudo	<input type="checkbox"/> LaVetta Johnson
<input checked="" type="checkbox"/> Dr. Abiodun Osanyinpeju	<input checked="" type="checkbox"/> Dr. Jose Villalobos	<input type="checkbox"/> David Simmons
<input type="checkbox"/> Dr. Rodney Murray	<input checked="" type="checkbox"/> Rashid Yahye	<input type="checkbox"/> Alexys Quero

OTHERS ATTENDING: Steven Haigler and Dr. Stephanie Atkinson-Alston

Handouts

- Five-Year Fiscal Management Plan

Meeting Minutes

I. Call to Order

The meeting was called to order at 1:12 p.m. by Dr. Abiodun Osanyinpeju.

II. Review of Minutes

The minutes of September 5, 2017, October 24, 2017, and November 28, 2017 were deferred until the next meeting as there was no quorum.

III. Evaluation of Goals 2017-2018

Dr. Osanyinpeju indicated that he wanted to discuss moving forward with the survey being sent out. However, he would like to wait until the faculty members are on campus prior to the survey going out. The survey is to evaluate if the Planning and Budget Committee meeting is achieving the goals and objectives.

IV. Five-Year Financial Plan

Mr. Haigler mentioned that he had provided a presentation to the Board of Trustees at its last meeting. He stated that Dr. Curry wanted to provide the Board of Trustees with budget information at the beginning stages of the budget development process in case they wanted to incorporate some ideas. Mr. Haigler indicated that he had attended the Governor’s Budget Workshop the prior week and will discuss some of the updates. The Governor’s proposed budget had introduced two significant items:

one is a change to the funding formula. There will be a hold harmless mentality in the way that it is developed. So, whatever we earn each year will be what is projected for the next year. Mr. Haigler stated that when we break away from El Camino we will be held harmless for sharp decline in enrollment and will be funded off of our prior year FTES for the next five years. He mentioned that Dr. Curry will be on the committee for the funding formula and hopefully advocating for us on some of the issues. He indicated that this is the beginning of the budget cycle and did not put a lot in the document.

In developing a Five-Year Plan with anticipating the way that we are funded will be a bit of a challenge. Mr. Haigler stated that will be conservative and that whatever we earn each year is what we will be projecting for the next fiscal year.

Five-Year Fiscal Management Plan - Unrestricted General Fund Budget

- Funded Cost of Living Adjustment (COLA)
 - a. 2017-2018 - 1.56%
 - b. 2018-2019 – 2.51%
- Base Augmentation - 2017-2018 – 3.00%
- Growth - 2017-2018 - 1%. Under the new formula growth will go away. However, Mr. Haigler mentioned that Dr. Curry wants to achieve growth while it is available because the years following the separation the District will be funded off of growth.
- Estimated, Funded FTES - 2017-2018 – 6,060 FTES
- PERS Employer Rate – Is going from 15.80% to 26.40% across the five-year period.
- STRS Employer Rate – Is going from 14.43% to 20.07% across the five-year period.
- Health and Welfare - \$12,000 per year for every full-time employee.
- Utilities+ (-) - 1% every year for the next five years.
- Police Services Contract
 - a. 2017-2019 - \$1,435,000 – under contract.
 - b. 2019-2022 – The District will have its own Police Department and staffing it with our own employees including a Police Chief. The contract cost will go away. However, the reality is it will be spread across salaries and benefits.
- Line of Credit Debt Services - \$1,181,850 will go until 2029 and then it will be paid off.
- Other Post-Employment Benefits (OPEB) payment of \$250,000.
- PERS/STRS Pension Trust - \$200,000.
- Personnel Commission – is a component of our Reserve Fund Balance.

Page 2 - Revenues

Projective Revenue

- 2017-2018 - \$38,751,818
- 2018-2019 - \$39,694,577
- 2019-2020 - \$39,913,609
- 2020-2021 - \$40,136,346
- 2021-2022 - \$40,362,812

Page 3 – Expenses by Major Object Code

Academic Salaries

Total Academic Salaries goes up a percentage each year:

- a. 2017-2018 - \$14,974,670
- b. 2021-2022 - \$15,470,799

Classified Salaries

Total Classified Salaries

- a. 2017-2018 - \$7,042,005
- b. 2021-2022 - \$7,133,784

Employee Benefits.

- a. 2017-2018 - \$8,149,990
- b. 2021-2022 - \$9,625,734

Books, Supplies and Materials

- a. 2017-2018 - \$984,073
- b. 2021-2022 - \$988,015

Contract Services and Operating Expenses – Mr. Haigler mentioned that the Police Services Contract is built into the Five-Year Plan. However, by the third year the funding will move to salaries and benefits.

- a. 2017-2018 - \$5,600,250
- b. 2021-2022 - \$5,966,643

Page 4 - Expenses by Major Object Code Continued

Reserve

- Reserve for Compton College Enterprise Resource Planning (ERP) - \$1,000,000 - Mr. Haigler stated that we are anticipating on spending the \$11.3 Recovery Funds on the ERP System. Then once this funding is gone we use the state recovery money and then \$1 million in reserve.
- Reserve for Development of Fire Academy - \$350,000
- Reserve to fund Personnel Commission - \$100,000 every year up to \$500,000. Once we pay off the Line of Credit in the year 2029, we will use the funds for the future Personnel Commission. The funds will be placed into an account for the next ten years so when we are ready to implement the Personnel Commission we will have \$1 million to kick start the fund.

Surplus (Deficit) – Caused by PERS & STRS

- 2017-2018 - \$0.00 – Balanced Budget
- 2018-2019 - \$270,250
- 2019-2020 - \$566,587
- 2020-2021 - \$872,243
- 2021-2022 - \$927,526

There was a brief discussion about attendance from the Planning and Budget Committee members. Dr. Atkinson-Alston indicated that the faculty members should be in attendance. She mentioned that the Division Chairs could serve as alternates.

- V. Adjournment: The meeting adjourned at 1:33 pm.

The Next Scheduled Meeting
February 27, 2018
1:00 pm – 2:00 pm

ⁱ Vacation (V)