



**PLANNING & BUDGET COMMITTEE (PBC) MEETING**  
**Compton Community College District**  
**May 27, 2014 – 2:00 pm – 3:30 pm**  
**Board Room**

**MEMBERS PRESENT**

Trish Bonacic       Dr. Billie Moore       LaVetta Johnson       Miguel Quintero  
 Dr. Rodney Murray       Miguel Ornelas       David Simmons  
 Carmela Aguilar       Dr. Michelle Priest

**OTHERS ATTENDING:** Felipe Lopez, Armando Ruiz, and Joanna Navarro

Handouts

- CCCD Five Year Budget Assumption Projection Details (Draft)

I. Call to Order

The meeting was called to order at 2:10 p.m. by Dr. Rodney Murray.

II. Approval of Minutes

The minutes of March 25, 2014 were deferred until the next meeting as there was no quorum.

III. Committee Reports – None.

IV. 5 Year Budget Assumption (Draft Update)

Mr. Lopez provided a revised handout of the Five Year Budget Projections. He stated that when the Governor's May revise came out a correction was made to the STRS rate, which was incorporated into the 5 Year Budget Assumptions. The STRS rate stayed constant at 8.25 percent and based on the May revise was increased in the 2014-2015 budget to 9.50 percent. In 2015, it will increase 1.25 percent and in 2016-2017 and 2017-2018 another 1.6 percent for each of those years. This was in accordance with the May revise, which will ultimately raise the District contribution rate to 19.2%. Dr. Murray asked what the impact would be on the general fund. Mr. Lopez responded approximately \$120,000 to the general fund. The subsequent budget for 2016-2017 is compounded and we added 1.25 percent. The following year 1.6 percent. Dr. Murray asked if it had to be approved by the state. Mr. Lopez stated it is based on the Governor's May revise and he wanted to ensure it was reflected in the District's budget. The chances are that there might be some modifications but we should anticipate some type of increase. Dr. Murray asked if the same was done with COLA. Mr. Lopez stated that COLA was readjusted based on the May revise. He mentioned that he wanted to present the tentative budget at this meeting. However, he will wait until the next meeting as there was no quorum. He indicated that he

would like to have a meeting on June 3, 2014 at 2:00 in the LSSC, room 220.

Mr. Lopez stated that we have done a good job making some significant cuts within the general fund. Our deficit is slightly down to \$600,000, which is less than our actual impact from cosmetology. This includes the cosmetology adjustment. Dr. Murray asked if faculty raises were included in the 5 Year Budget Assumptions. Mr. Lopez replied no.

Dr. Murray asked how the District was doing on the audit findings. Mr. Lopez responded that there were five audit findings in 2013. The 2014 audit began this week and we will not know until the end of the year. He mentioned that two of the five findings had been implemented and should go away. There is another finding that they are confident will disappear. Dr. Murray asked what the normal amount of audit findings is. Mr. Lopez replied that the state average is three findings.

Dr. Murray asked Mr. Lopez if given the deficit when the District files for eligibility for accreditation did he think the Accreditation Commission would accept the reasons for the deficit? Mr. Lopez stated that the reserve has been steady and in some cases is has increased. The longer we delay paying the debt for cosmetology it shows we are doing well. This is why we want a resolution by June 30, 2014.

Ms. Navarro asked what PARS, PERS, STRS, and COLA mean. Dr. Murray stated that PARS—Public Agency Retirement Services PERS - Public Employee Retirement System, STRS is the State Teachers Retirement System, and COLA is the Cost of Living Adjustment.

Ms. Navarro inquired about the new faculty for 2012-2013 and 2013-2014 and stated there were no numbers. Mr. Lopez mentioned that 2012-2013 and 2013-2014 are actual numbers and the new faculty are included in there. He will be removing the item for new faculty and placing as they are included in “instructional salaries regular,” so it will not be confusing.

Ms. Navarro asked about books and supplies. Mr. Lopez stated that the books are accounted for on page 4, under a different object code. She asked why there was a \$5,000 increase. Mr. Lopez indicated that it is based on need.

Ms. Navarro inquired about Other Outgo, other payments to/for students. Mr. Lopez replied Other Outgo is the Line of Credit payment of \$1.3 million to the state; Interfund Transfers Out is the 2014-2015 total for a \$668,000 interfund transfer to the Property and Liability fund and the Line of Credit. He informed her that a lot of her questions are answered in the budget assumptions. Mr. Lopez informed her that “Other Payments To/For Students is for the rental of buses and vans for student travel for athletics and other departments that require field trips. The cost is paid by the departments. It does not include funding for students’ athletic gear or meals.

### III. Tentative Budget

The presentation of the 2014-2015 Tentative Budget was deferred until the next meeting as there was no quorum.

### V. Other Business – None.

VI. Adjournment

The meeting adjourned at 2:35 pm.