



**PLANNING & BUDGET COMMITTEE (PBC) MEETING
Minutes
August 28, 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 type="checkbox"/> Dr. Ikaweba Bunting	<input checked="" type="checkbox"/> Jose Bernaudo	<input checked="" type="checkbox"/> LaVetta Johnson
<input checked="" type="checkbox"/> Dr. Abiodun Osanyinpeju	<input checked="" type="checkbox"/> Holly Schumacher	<input checked="" type="checkbox"/> David Simmons
<input type="checkbox"/> Dr. Rodney Murray	<input type="checkbox"/> Dr. Jose Villalobos	<input type="checkbox"/> Calvin Diaz

OTHERS ATTENDING: Steven Haigler and Lauren Sosenko

Handouts

- 2018-2019 Budget Assumptions

Meeting Minutes

I. Call to Order

The meeting was called to order at 1:11 p.m. by Dr. Abiodun Osanyinpeju.

II. Review of Minutes

The minutes of May 31, 2018, were approved. Mr. Simmons, Ms. Johnson (moved/seconded). The motion passed unanimously.

III. 2018-2019 Budget Assumption

Mr. Haigler provided a presentation of the 2018-2019 Final Budget. A question and answer session followed.

The 2018-2019 Compton District Final Budget was developed to achieve our 5,980 Full-Time Equivalent Students (FTES) goal. Compton College will offer 1,522 course sections to meet our FTES goal. The 2018-2019 Compton District Final Budget includes a Cost of Living Adjustment (COLA) of 2.71%; future funding for the Compton College Enterprise Resource Planning system cost of \$2,550,000; future funding for the Fire Academy program at the Compton College of \$350,000; and the future cost associated with the Compton District Personnel Commission of \$200,000. Finally, the 2018-2019 Compton District Final Budget includes Other Post-Employment Benefits (OPEB) payment of \$750,000; California Public Entity Pension Stabilization Fund State Teachers' Retirement

(STRS)/Public Employees' Retirement (PERS) fund payment of \$700,000 to address future STRS/PERS obligations; and the line of credit repayment of \$1,181,841.

The proposed 2018-2019 Compton District Final Budget maintains a reserve above the minimum 10% level. Ms. Schumacher asked what is the percentage of our reserve? Mr. Simmons indicated that \$2.5 million was set aside for ERP and monies for negotiations. She asked where the information could be found. Mr. Simmons replied "item R." Mr. Bernaudo inquired if the percentage was close to 20% and Mr. Haigler stated that it was close to 23%.

The state has made targeted investments to improve student success. This includes \$285 million for the Student Success and Support Program and \$155 million for Student Equity. The new budget consolidates Student Success, Student Equity and Basic Skills to better provide flexibility to support students, eliminate equity gaps, and support implementation of Guided Pathways Programs. Notable budget adjustments include:

- Student Funding Formula – Increase of \$552.8 million Proposition 98 Funds which includes:
 - a. \$151 million base augmentation
 - b. \$173.1 for a 2.71% COLA
 - c. \$58.7 million, of which \$35 million is one time funding to support hold harmless provision.
The District will receive six years of hold harmless beginning this year in 2018 through 2024.

2018-2019 Final Budget Assumptions

- A. Estimated beginning balance: \$11,906,807
- B. Estimated local, state and other revenue: \$39,713,680.
- C. Budget the General State Apportionment in line with Compton College generating of 5,980 FTES.
- D. Offering 1,522 sections in 2018-2019 year.
- E. Cost of Living Adjustment (COLA) increase: 2.71%.
- F. Budget for the GASB "pay as you go" costs for Retiree Benefits: \$550,000.
- G. Project Public Employee Retirement System (PERS) contributions increased to 18.062% and State Teachers Employee Retirement System (STRS) increased to 16.28%.
- H. Budget for projected utilities increases of 4%.
- I. Budget to fill the following full-time faculty positions:
 1. Automotive Technology
 2. Counselor/Learning Disabilities Specialist
 3. Cosmetology
 4. English – 2 positions
 5. Guided Pathway Counselor – CalWorks (Restricted Fund)
 6. Guided Pathway Counselor – Career and Technical Education (Restricted Fund)
 7. Librarian
 8. Machine Tool Technology
 9. Mathematics
 10. Nursing
- J. Budget to fill the following full-time classified position:
 1. Academic Affairs Analyst (Unrestricted Fund/Restricted Fund). Mr. Simmons inquired about the position. Mr. Haigler stated that the individual would work under Dr. Atkinson-Alston. Ms. Sosenko indicated that the person would assist with the 320 Reporting to the state.
 2. Admissions and Records Specialist – Added position.
 3. Outreach/College Promise Coordinator (Restricted Fund)
- K. Budget to fill the following full-time management position:
 1. Dean of Counseling and Guided Pathways (Unrestricted Fund/Restricted Fund)

2. Manager of Research and Planning (Unrestricted Fund/Restricted Fund)
3. Police Department - Lieutenant
4. Police Department – Sergeant
- L. Budget for the following one-time Augmentations/Enhancements (\$205,000):
 1. Enrollment Management Plan (\$100,000)
 2. Budget Augmentations and Enhancements (\$105,000)
- M. Budget for Line of Credit debt expense (\$1,181,841).
- N. Budget for the Police Services Contract with El Camino College (\$1,500,000), includes personnel cost, benefits, overtime, as well as, other services and supplies.
- O. Budget for the Compton Community College District Board of Trustees Elections (\$200,000)
- P. Budget for Other Postemployment Benefit (OPEB) contribution of \$750,000, which includes a one-time augmentation of \$500,000.
- Q. Budget for the California Public Entity Pension Stabilization Fund (PERS/STRS) contribution of \$700,000, which includes a one-time augmentation of \$500,000.
- R. Reserve the following expenditures from the ending balance (\$2,550,000):
 1. Compton College Enterprise Resource Planning System (\$2,000,000)
 2. Compton Community College District Personnel Commission (\$200,000). Increased from \$100,000.
 3. One-time augmentations for future Compton College Fire Academy equipment (\$350,000).
- S. Budget for an inter-fund transfer out:
 1. Transfer \$400,000 to the Property & Liability Fund to pay cost of property and liability insurance.

2018-2019 Unrestricted General Fund Budget - Expenditures

Page 3 – General Fund Unrestricted – Fund 01

Beginning Balance July 1

- a. 2016-2017 - \$11,511,686
- b. 2017-2018 - \$10,466,884
- c. 2018-2019 - \$11,906,807

Federal Revenue – No Federal Revenue

State Revenue

- 8610 Principal Apportionment - \$24,901,150
- 8630 Education Protection Account Funds - \$5,200,000
- 8680 Lottery Funds
 - a. 2017-2018 - \$529,457
 - b. 2018-2019 - \$1,195,000
- 8690 On behalf contribution to STRS
 - a. 2016-2017 - \$1,060,221
 - b. 2018-2019 - \$865,030

Page 4 – Local Revenue

- 8811 District Taxes – Secured Roll - \$4,232,000
 - 8812 District Taxes – Supplemental - \$120,000
 - 8813 District Taxes – Unsecured Roll - \$50,000
 - 8816 District Taxes – Prior Years - \$75,000
 - 8874 Enrollment Fees (net of BFAP) - \$1,300,000
- Total Local Revenue - \$6,987,500
- TOTAL REVENUE – ALL SOURCES - \$39,713,680.

Page 5 – General Fund Unrestricted

Academic Salaries

- 1200 Regular Schedule, Non-Teaching (Deans, Counselors, Librarians) - \$3,014,350
 - 1300 Other Schedule, Teaching (Overload) - \$3,515,720
- Total Academic Salaries - \$13,938,020

Classified Salaries

- 2100 Full Time (Administrators) - \$5,759,040
- 2200 Instructional Aides, Regular - \$666,200
- 2300 Student Help, Hourly and Overtime - \$624,980
- 2400 Instructional Aides, Other - \$118,500

Total Classified Salaries - \$7,168,720. Mr. Simmons asked if the final budget included the pay raises? Mr. Haigler replied “no.”

Staff Benefits.

Total Staff Benefits - \$10,322,460

Books, Supplies and Materials

Total Books, Supplies, and Materials - \$970,130

Page 6 - Contract Services and Operating Expenses

Contract Services and Operating Expenses

Total Contract Service and Operating Expenses - \$6,095,350

Capital Outlay

- a. 2016-2017 - \$642,104
- b. 2018-2019 - \$350,350

Other Outgo

- 7100 Debt Retirement - \$1,181,850
- 7300 Interfund Transfer - \$636,834
- 7600 Other Student Aid - \$81,000

Total Other Outgo - \$1,899,684

Total Unassigned Fund Balance - \$8,325,773

Total Ending Balance/Reserves - \$10,875,773

2018-2019 Restricted General Fund Budget - Revenue

Page 7 – Federal Revenue

- Adjusted Beginning Balance July 1 - \$1,101,126
- Total Federal Revenue - \$491,000
- Total State Revenue - \$6,939,700

Page 8 – Local Revenue and Incoming Transfers

Incoming Transfers

- 8980 Interfund Transfer In (Transfer over to General Fund – Guided Pathway) -\$236,834

Total Revenue – All Sources - \$8,620,754

Total Beginning Balance and Revenue - \$9,721,880

Page 10 – General Fund Restricted Expenditures

Net Ending Balance/Reserves - \$1,387,960. The difference is located on page 8, Interfund Transfer In (Transfer over to General Fund – Guided Pathway) -\$236,834.

Pages 11 and 12 – Line of Credit

Total Beginning Balance and Revenue - \$1,150,359

Grand Total – Expenditure/Ending Balance Reserves - \$1,150,359

Page 13 – Compton Recovery Fund

State Revenue

- 8690 State Revenue (Banner) - \$3,400,650

Total Beginning Balance and Revenue

a. 2017-2018 Unaudited Actuals - \$4,538,011

b. 2018-2019 Final Budget - \$6,502,129

Page 14 – Compton Recovery Fund

Total Expenditures/Appropriations

a. 2017-2018 Unaudited Actuals Total Expenditures/Appropriations - \$1,472,532

b. 2018-2019 Final Budget - \$6,502,129

Grand Total – Expenditure/Ending Balance Reserves - \$6,502,129

Pages 15 and 16 – Child Development Fund

▪ Beginning Balance - \$726,981

▪ Grand Total – Expenditure/Ending Balance Reserves - \$726,981

Page 17 and 18 – Capital Outlay Projects Fund

▪ Total Beginning Balance and Revenue - \$9,043,811

▪ Grand Total – Expenditure/Ending Balance Reserves - \$9,043,811

Page 19 – Workers’ Compensation Fund

▪ Beginning Balance - \$2,671,233

▪ Grand Total – Expenditure/Ending Balance - \$3,661,233

Page 20 – Property and Liability Self-Insurance Fund

▪ Beginning Balance - \$614,338

▪ Grand Total – Expenditure/Ending Balance - \$1,019,338

Page 21 – Student Financial Aid Fund - Revenue

Beginning Balance - \$422,163

Revenue - State

▪ 8620 Cal Grants - \$910,000

▪ 8620 Full-Time Student Success Grant – Combined with Student Success Completion

▪ 8620 CCC Completion Grant – Combined with Student Success Completion

▪ 8620 Non-Resident Dreamer Emergency Grant – Combined with Student Success Completion

▪ 8620 Student Success Completion - \$295,992

Total Beginning Balance and Revenue - \$1,631,155

Pages 23 and 24 – General Obligation Bond Series 2012C Fund

Beginning Balance - \$4,536,382

- 8860 Interest - \$41,618

Total Beginning Balance and Revenue - \$4,578,000

Grand Total – Expenditure/Ending Balance - \$4,578,000

Pages 25 and 26 – General Obligation Bond Series 2013D Fund

Total Beginning Balance and Revenue - \$5,105,000

Grand Total – Expenditure/Ending Balance - \$5,105,000

Mr. Simmons moved the motion to accept the 2017-2018 Final Budget. Ms. Johnson seconded the motion. The vote was 5 in favor, 0 opposed, and 0 abstentions. The motion passed.

V. Adjournment – 2:09 p.m.

The Next Scheduled Meeting
September 25, 2018
1:00 pm – 2:00 pm