



Financial and Budget Planning Advisory Council (FABPAC)
January 19, 2011 – 2:00 pm
Board Room
Adopted Meeting Minutes

FABPAC Members Present:

Philip Andreini	Ed. Administrator
Rich Augustus	Local 39
Peter Bostic	Exec. Director, Inst. Advancement
Richard Crapuchettes	Local 39
Corey Elliott	ASSC
Chris Guptill	Classified Manager
Mary Ann Haley	Academic Senate
Les Hubbard	SCFA
Betsy Julian	Ed. Administrator
Jowel Laguerre	Superintendent-President
Yulian Ligioso	Chair
Deborah Mann	Classified Manager
Louis McDermott	Academic Senate
Arturo Reyes	EVP, Academic & Student Affairs
Sheryl Scott	CSEA
Roy Stutzman	Chair, Ex-Oficio
Thomas Watkins	Academic Senate

Absent:

Tom Grube	SCFA
Ralph Meyer	Local 39
Mary Lexi Parmer	ASSC
Kheck Sengmany	Minority Coalition

Introductions made around the table for new Vice President of Finance & Administration and FABPAC Chair, Yulian Ligioso.

I. Approve January 19 Agenda:

- Motion (Louis McDermott), second (Corey Elliott) to approve the agenda. Motion passed unanimously.

II. Approve December 1 and December 15, 2010 Meeting Minutes:

- Motion (Sheryl Scott), second (Richard Crapuchettes) to approve the both meeting minutes. Motion passed unanimously.

III. Accreditation Self-Study – Standard III-D Update:

- Les Hubbard reported that Parts I and III are done, work in progress for Part II.

IV. 2011-12 Budget Update – Highlights from the January 14 Budget Workshop:

- Roy Stutzman provided handouts and reported on Governor Brown’s recent budget proposal, its effect and implications to the college. Positive: no mid-year cuts and possible growth funding for 2010-11. Not-so-positive: \$400 million cuts to the system and later establishing later census dates—the strategy is to reduce revenue due to reduced FTES.
- State budget proposal appears to show more emphasis on CTE and Transfer, notably less mention of Basic Skills. Roy said the Board of Governors provides final determination of system-wide goals. There is proposed enrollment fee increase to \$36 per unit. The new apportionment deferrals from July to October, will adversely impact cash flow.
- The continuation of state taxes for five more years is packaged together and has slim chance of passage in June.
- VP Ligioso and new Fiscal Services Director Susan Foft attended last Friday’s Budget Workshop in Sacramento.
- Workload reduction is favored over changing the census dates, because it disadvantages smaller, poorer districts. College completion is a “new” direction, driven by President Obama.
- Roy presented three versions of a budget scenario for the District:
 - Revenue loss of \$255 million or \$1,978,000 (original-prior to Brown’s budget)
 - Revenue loss of \$400 million or \$3,073,950 (new-tax package passed)
 - Revenue loss of \$800 million or \$6,158,453 (new-tax package failed)
- The League also did a District-by-District scenario of revenue loss.
- We will add the agreed-upon 1% salary increase on June 30, 2011 to the budget list.
- Because vital strategic conversations around 2011-12 budget planning must take place now and the need to communicate the magnitude of the problem, the committee discussed a few of the areas and issues that must get addressed: summer session, 200 course sections for Fall 2011, health benefits committee. Some issues point to collective bargaining, others to enrollment management.
- Dr. Laguerre advised that it’s better to put forth the bad news and pull it back, rather than not communicating the magnitude of the problem. This speaks to accreditation matters on conducting participatory and productive campus dialogue on all issues relative to the institution.
- Dr. Laguerre noted he will advise the Governing Board tonight, discuss at the S-P Cabinet meeting tomorrow, and staff will share at division meetings and other venues and forums. He asked that members share with their constituent groups and solicit feedback. Time is of the essence, especially as to class schedule preparation for summer and fall.
- Motion (Betsy Julian), second (Chris Guptill) for the District to work on a target amount of \$6.4 million in potential revenue reduction to the District for 2011-12. The \$6.4 million figure is derived from the League’s budget impact scenario with the tax package failing, Prop. 98 funded at minimum, and the District reducing net expenditures by \$2.28 million. This figure is a planning guide and FABPAC will revisit as the situation changes. Motion passed unanimously.

V. **Items for Next or Future Agenda:**

- Continued 2011-12 Budget Planning

VI. **Adjournment:**

- Meeting was adjourned at 3:50 pm.

Minutes taken by Judy Anderson

2011-12 Budget Planning	
Assuming June Tax Package is Approved	
State General Fund	3,252,000
Increased Student Fees	894,000
Net Reduction	2,358,000
District Expenditure Increase	2,280,453
Total Problem	4,638,453
<i>FABPAC Supports: Assuming June Tax Package FAILS and Prop 98 Funded at Minimum</i>	
State General Fund	5,041,000
Increased Student Fees	894,000
Net Reduction	4,147,000
District Expenditure Increase	2,280,453
Total Problem	6,427,453
Assuming June Tax Package Fails and Prop 98 is Suspended	
State General Fund	7,318,000
Increased Student Fees	894,000
Net Reduction	6,423,000
District Expenditure Increase	2,280,453
Total Problem	8,703,453