

Budget Advisory Committee
Minutes
October 30, 2017
Meeting

Approved

ATTENDANCE (A = absent):

Chris Carter

Ann-Marie Gabel

A Cindy Baker

- Non-salary accounts are difficult to project at this point, so they are generally projected to be equal to the current budget.
- Total Expenditures & Other Outgo – projected at \$141.2 million, which is \$2.3 million over budget. This amount is mainly due to the increase in salaries and benefits.
- A new section has been added to account for One-time Expenditures for Mandated Costs and Business Process Reviews – projected at \$5 million.
- Operating (Deficit) – projected at (\$10.4 million), which is the net of the projected revenue less expenditures. This amount is an increase to the Adopted Budget deficit of \$1.7 million. The current budget reflects a deficit of \$8.8 million. Segmenting \$5 million in One-Time Mandated Costs shows a

irrevocable trust fund for the option of cash flow purposes. The funds earn interest in this account and the funds are managed by Futuris.

Sara was concerned about the future and asked what the long term plan is regarding the loss of this revenue. Ann-Marie said the long term plan is to deposit the funds into the irrevocable trust for retiree benefits and follow the recommendations of the actuary.

Lee asked for more information about the Business Process Reviews. Ann-Marie said the District is working within the Financial Aid, Academic Services, and Purchasing departments. This year work will begin in the benefit administration department and Accounts Payable to be able to authorize invoices online. The District is also using these funds to help with the Guided Pathways project. The total budget is \$5 million until it is spent. The funds were originally student services focused and now there is a shift to the Senior Leadership Team (SLOT) projects and the Strategic Plan.

John mentioned the District is projecting to be in Stabilization funding for 2017-18.

Revision to BAC Charge (Ann-Marie)

(Refer to ðDCE'Ej cti g'c'pf 'O go dgt uj kr ö'j cpdout)

Ann-Marie reviewed the proposed changes to the BAC Charge. These changes update the charge with the new language to state the new name for the President’s Cabinet, current title changes, add a Classified Senate Representative, remove the Executive Vice President of CAED, and the removal of having meetings at the north and south side of the LAC campus as the size of the committee has outgrown the typical meeting space.

The Charge and Membership revisions were approved as proposed.

State Budget Update (Ann-Marie)

(Refer to ðEgo o w'pk' 'Eqngi g'Wrf cvgö'and email handouts)

Ann-Marie drew attention to the Chancellor’s Office 2018-19 Budget Request. Overall, the Chancellor’s Office is requesting \$591 million for the 2018-19 fiscal year. Each of the line items are tied to the Vision Statement from the Chancellor’s Office. This includes the following:

2018-19 System Budget Request (Dollars in millions)	Amount
General Operating Expense (Base Allocation)	\$200
COLA (2.15%)	148
Access/Growth (1%)	63
Project FLOW	
FT Faculty Support	75
PT Faculty	25
Cal Grant	
Basic Skills	25
Professional Development	25
CCCCO Staffing & Support	
Adult Education Data Sharing	
Integration of Student Support Services	
Equal Employment Opportunity	5
College Promise	25
Total	\$591

