



SAC BUDGET MEETING MINUTES AUGUST 22, 2006

APPROVED 10/10/06

Administrators

President Martinez
Noemi Kanouse, Committee Chair
John Grindel
Thom Hill (absent)
Rhonda Langston (absent)
Sara Lundquist
Kathy Mennealy
Sergio Sotelo
Maria Sugranes (absent)

Faculty

Steve Bautista(absent)
Dan Goldmann(absent)
Steve Eastmond (absent)
Jeff McMillan
Al Siddons(absent)
George Troxcil, Co-Chair
George Wright
Alternates:
Jared Ceja(absent)
David Guzman (alt. absent)
Ed Ripley (alt.)

Classified

Jana Cruz (absent)
Denise Phillips
Pete Paolino
Vacant (2)

Guests:

Student:

1. Welcome and Introductions

The meeting was called to order at 1:37 p.m. by George Troxcil, Committee Co-Chair. Mr. John Grindel, interim Vice-President of Academic Affairs was introduced. The committee made self-introductions.

2. Approval of Meeting Minutes for June 13, 2006

A motion was made to approve minutes for April 11, 2006. (Wright/Sotelo)
The committee unanimously approved the minutes.

3. 2005-06 Unaudited Actuals

Mrs. Kanouse presented members with 2005-06 Activity Summaries for Santa Ana College and all sites. The summaries reflected the entire history of last year compared to 04/05. It was clarified that the difference between the Revised budget total and the amount reflected in the Actual total was carried over to the ending balance. The budget model reflected how the monies were spent as well as the million dollar increase in projection from 04/05. The report also reflected a 5 million dollar increase in spending from 04/05 to 05/06. Mrs. Kanouse also noted that monies from unfilled positions go directly into the ending balance.

4. 2006-07 Budget Development State Budget Updates

The State Budget Update dated June 10, 2006 was presented to members. Mrs. Kanouse reviewed the document with members highlighting the COLA and growth increase, increase in Equalization funding, increase in Student Services Support funding and the decrease in student enrollment fees beginning in January '07.

The Community College Adopted budget was presented. The information included all monies for the entire community college system, one-time monies, bond payments and lottery monies. Mr. Troxcil noted that the amount reflected on the budget for FTE of \$5371 is a statewide average, the amount that is actually seen is approximately \$4123. This actual amount will not be confirmed until February. Mrs. Kanouse mentioned there will now be 3 rates for FTE's, the credit rate, non-credit Continuing Education for Vocational Education and Basic Skills, and traditional non-credit Continuing Education.

Mrs. Kanouse noted to members that 2006/07 represents the highest resource allocation the Community College system has received in a decade.

5. One-Time Funds available

Mrs. Kanouse distributed an overview of the One-time funds. Additionally she provided clarification regarding Basic Skills and Career Technical Equipment One-Time funds. It was noted that the SAC Cabinet is developing a plan as to how these one-time monies can be maximized and benefit the most students.

Dr. Martinez noted the spending focus will start with basic skills tutoring and mediation of classrooms which was a priority set by the SAC budget committee. Additionally, spending will follow portfolio planning process. Overall, the spending emphasis will be long-term gain from short-term monies.

A discussion ensued in regards to the descriptions for the One-Time funds. It was clarified that the descriptions are from the State and that these "operational" descriptions will be used when referring to said monies. It was also clarified that the Instructional Equipment does include library materials.

A handout was provided to members regarding the Physical Plant and Instructional Block Grants. It reflected information regarding AB 1801- on-going funds & AB 1802 – one-time funds.

It was noted that the district is required to submit the plan for spending Basic Skills One-Time allocation to the state by September 20th.

6. Adopted Budget

A comparison of the Tentative and the Adopted budget was presented to members. Mrs. Kanouse reported to members the return of \$167,000 to Santa Ana College. These monies will be distributed between the college unrestricted and restricted amounts after the budget is adopted on September 15th. The distribution paperwork for the divisions and departments has been prepared and ready to process pending budget adoption. She noted the increase between the tentative and the adopted of almost 7 million in new money for the district.

Mrs. Kanouse distributed the Budget Allocation model that will be presented to the Board of Trustees. The Budget Allocation model reflects the general fund budget at 186 million. Mrs. Kanouse noted that Santa Ana College works with more Special Projects thus allowing for more restricted funding. Additionally she provided the Budget Allocation model based on FTE production. She noted that the budget is based on the projected FTE production.

Mr. Troxcil mentioned to members that the college does not receive FTEs funds for non-resident students but receives lottery funds. Currently there is 710 FTEs generated by non-resident students at SAC. It was noted that these 710 FTEs have not been included in the distribution formula for lottery funds. This issue is being discussed by BAPRC.

7. SB 361

Members were given an overview on SB 361 for review at their leisure. It was noted that this bill will simplify the funding formula for community colleges. Mrs. Kanouse stated that the passing of this bill is critical to the district.

8. Other

- ♦ Mr. Troxcil reported that another bond measure was approved by the Board of Trustees for the November 7th ballot. The total amount proposed is 393 million.

- ◆ The question was raised regarding maintenance funding issues. Dr. Martinez provided brief highlights on the progress made in the area of maintenance and will continue to work with the SAC Facilities Committee in making improvements.
- ◆ Dr. Martinez stated that the bond goal was based on what was needed to finish the Master Plans for the two colleges along with some monies for telephone/technological upgrades at the District office. The distribution for new bond monies would not be a 50/50 split. Santa Ana College's needs were based on the priorities determined by the SAC Facilities Committee. In response to a request for timeline update on projects, Dr. Martinez stated that a Facilities Update would be provided at the Beginning of the Year meeting. Furthermore, she noted that a campus-wide strategic planning meeting focusing on the priorities of Santa Ana College is being planned.
- ◆ It was clarified that conference funding was a priority set by the budget committee and currently conference monies are in the individual division budgets.
- ◆ Academic Senate President Jeff McMillan expressed his appreciation for the collaborate efforts of the SAC budget committee and the administration in effectively addressing and respecting the priorities that had been identified and set for Santa Ana College.
- ◆ Agenda item for September 12
 - Update on Student Job Placement

The meeting adjourned at 2:53p.m.