



GROSSMONT-CUYAMACA
COMMUNITY COLLEGE DISTRICT

JOINT

DISTRICTWIDE EXECUTIVE COUNCIL

and

DISTRICTWIDE STRATEGIC PLANNING & BUDGET COUNCIL

TENTATIVE BUDGET WORKSHOP

MEETING NOTES – May 22, 2006

ATTENDING: B. Appenzeller, J. Austin, C. Chiriboga, J. Christensen, Z. Close, D. Colli, H. Eimstad, J. Ford, M. Herman, B. Lastimado, D. Low, D. McDade, G. Perri, D. Quittner, S. Rearic, A. Satele, B. Smith, B. Tiffany, P. White

ABSENT: S. Barrett, S. Beasley, C. Elder, M. Golden, F. Gross, R. Johnson, P. Murray, O. Suarez

RECORDER: P. Tillery

A draft copy of the District Mission Statement was distributed and briefly reviewed by D. Quittner. She explained that the draft statement was reviewed by various constituency groups, and that the statement would be further reviewed at the May 30 meeting of the Districtwide Executive Council.

A Tentative Budget Workshop package was distributed by J. Austin, which included a cover memo; 2006 May Revise – First Analysis; Simulations to Estimate Fiscal Impact of Declining FTES; draft copy of PowerPoint presentation; and the 2006-07 Tentative Budget (Workshop Edition.)

Using a slide presentation, the Tentative Budget was presented in two parts: Part I presented an overview of the 2006/07 Tentative Budget and focused on the Unrestricted General Fund; and Part II focused on the May Revise and expectations for the State budget that is expected to be signed in July.

Austin explained that the 2006/07 Tentative Budget is based upon the Governor's January budget proposal and many other preliminary assumptions and projections. He said that the Adoption Budget would be based upon final, actual prior year data and the signed State budget. His overview included a discussion of the funds available in the Tentative Budget, COLA, Growth, Equalization, and the restoration of enrollments to Base levels.

The workshop continued with Interim President Colli's presentation of the Grossmont College portion of the 2006/07 Tentative Budget, followed by President Perri's presentation of the Cuyamaca College portion of the 2006/07 Tentative Budget. Both discussed the assumptions, priorities and challenges of meeting enrollment goals.

S. Rearic continued the presentation with a discussion of the District Services and Districtwide portion of the Tentative Budget.

In Part II of the presentation, Austin discussed the May Revise and expectations for the Adoption Budget, including a discussion of one-time block grants, COLA and Equalization.

In conclusion of the presentation, Austin commended the District Business Services staff and the college Business Offices staff for their diligent work in putting together the Tentative Budget, especially in light of the early workshop date.

There was a brief discussion concerning the fiscal impact of declining FTES. Austin explained that at P-1 the District was 428 FTES less than the Base of 18,051. Although the District is in Stability Funding at P-1, if Base is not restored in 2006/07, the resulting reduction would be \$1,462,048 (428 x \$3,416).

Member Smith asked what the role of the Districtwide Strategic Planning & Budget Council (DSP&BC) would be in making decisions to deal with the shortfall. Austin responded that the DSP&BC could be involved in developing recommendations, but that two pieces of information would be needed before convening a meeting: Summer and Fall enrollment figures, and what the State budget will be.

Additionally, there was discussion concerning unearned Statewide Base funding. Austin explained that unearned Base funds would be redistributed by the State. He added that Growth funds revert back to the State; however, there is a trailer bill in the State Legislature to distribute unearned Growth funds through another mechanism.

In conclusion of the workshop, Austin explained that 2006/07 Tentative Budget would be presented to the Governing Board as an information item at a workshop on May 23. The budget will be submitted to the Board for approval at the June 6 regular meeting.