

President's Advisory Group Meeting

Tuesday April 24, 2018

2:00 - 4:00 pm, Sam Karas Room

Minutes

Members:			
	Luz Aguirre (Classified)	✓	Jon Knolle (Dean of Instruction)
✓	Suzanne Ammons (minutes, resource)	✓	Eric Maximoff (Classified)
✓	Grace Anongchanya (Faculty)		Larry Walker (VP Student Services - interim)
✓	Wendy Bates (Faculty)	✓	Stephanie Perkins (Tri-Chair, Classified)
✓	Lauren Blanchard (MPCTA Rep.)	✓	Lyndon Schutzler (Faculty)
✓	Diane Boynton (Tri-Chair Faculty)	✓	Francisco Tostado (MSC)
✓	Heather Craig (AS President)	✓	Walt Tribley (Tri-Chair Superintendent/President (non-voting
✓	David Martin (VP Administrative Services)		Faculty (vacant)
✓	Kevin Haskin (MPCSEA Rep)	✓	ASMP Rep. Dalia Elkhalfa Karla Hernandez
✓	Kiran Kamath (VP Academic Affairs)		ASMP Rep. Armando Dimas

Visitors: Judy Cutting

Item	Topic: Discussion / Comments	Action / Recommendation
1	<p>Campus community comments:</p> <ul style="list-style-type: none"> • MPC Theatre - <i>The Adventures of Robin Hood</i> opens this Friday night and runs through the following weekend. Thurs., 4/26 is preview and discount night. • Athletics – Lyndon shared information from his Booster Club Newsletter regarding the seasonal highlights in Athletics. MPC will again host the MPUSD Special Olympics this Friday, 4/27. • The President's Address to the Community this Friday, 4/27, will honor Mel & Regina Mason. There will also be a reporting out on current and historical enrollment data and degrees and certificates earned. • Financial Aid – The Job & Career Fair of last week drew approximately 61 local agencies. MPC student attendance was the highest of the last 5 years. • Members introduced themselves to ASMP Rep. Karla Hernandez. Karla is a participant in the EOPS Program and is scheduled to transfer at semester end. 	Recognition of college events, needs, concerns
2	Approval: April 27, 2018 agenda	Approval by consensus
3	<p>Approval of Minutes:</p> <p>a) April 10, 2018 minutes : Approved with minor edits.</p>	Approval by consensus
4	<p>Replacement Position(s): <i>Nothing to report.</i></p> <p>Straight Replacement(s)</p> <p>New position(s):</p>	

<p>5.</p>	<p><u>2018-19 Budget Assumptions (Proposed):</u> David presented and explained with the following key points:</p> <p>General Assumptions:</p> <ul style="list-style-type: none"> • Budget Assumptions are developed by every district in the State in order to provide a framework to begin the development of next year’s budget. Many of the Assumptions are intended to be broad because much can change at the State level between now and June 30th. Title V requires all districts as government agencies to adopt a budget by July 1st in order to have spending authority. • Budget Committee reviewed and endorsed the Budget Assumptions on 4/4/2018 for presentation to PAG today. • The 2018-19 Tentative Budget will maintain a minimum 10% Reserve (BP 6210). The District’s Reserve was discussed within reference to the BP 6210 and the statewide average. As of 6/30/17, MPC’s reserve was approximately 18%. This is 8% above the board policy but 3% below the state average. • The one-time funds of approximately \$3.7M received in 2015-16 with the intent of assisting Districts in meeting the STRS and PERS increases in the years to follow. Discussion followed to include how districts could choose to spend those funds. <p>Revenue Assumptions:</p> <ul style="list-style-type: none"> • GF deficit factor of 1% (\$400K) withholding to be adjusted usually by the time the Final Budget is approved based on information from the State. • Apportionment breakdown was explained as consisting of the FTES base of 6,700 which generates total computational revenue of approximately \$40M. State apportionment is equal to the \$40M minus anticipated property tax of \$18M, minus enrollment fees of \$2.9M, minus Pro. 30 funding of \$5M for a remaining \$13.2 M. Basic Aid districts rely upon property tax receipts and student enrollment fee revenues. • FTES production of 2016-17 and 2017-18 were discussed, including the summer borrowing strategy utilized to meet the FTES base target. • COLA of 2.51% is applied on the current workload measures per FTES, to be adjusted pending the May Revision and the June budget enactment at the state level. • The Assumptions are based on the assumption that for 2018-19 there will be no significant change to the District’s revenue other than the COLA increase. • California community colleges are still awaiting the outcome of the proposed new funding formula. <p>Expenditure Assumptions:</p> <ul style="list-style-type: none"> • STRS and PERS ongoing cost increases are approximately \$495K in 2018-19 and are expected to increase in the years to follow. Districts incur an increase in ongoing costs of Step & Column increases; COLA may be used to help District’s offset these expense increases. • The \$3.7M (one time funds from 2015-16) may be used to cover STRS/PERS increases if other funding is not available. COLA, although not guaranteed can be used to offset STRS/PERS increases as well as step and column increases (\$350K per year approximately minus any retirees and resignations). If no COLA revenue is received for 2018-19 (\$.95M), STRS/PERS and Step & Column expenses will still need to be budgeted for either by identifying an equal reduction in expenses elsewhere or by adopting a budget with a deficit. • Medical increase of 5% (initially) is now closer to 2% will be discussed at H&WCCC. • OPEB annual required contribution of \$943K is in addition to the \$780K funding of current retirees. This is based on the recently completed actuarial. • New faculty hiring (up to 10) 5 added to the budget for approx. \$550K (FON). • Departmental Operational budgets (4000s, 5000s and 6000s) to remain static. 	<p>The 2018-19 Budget Assumptions were endorsed with a “thumbs up” and no thumbs down to the President. The President accepted the recommendation.</p>
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	<ul style="list-style-type: none">• Step & Column (plus associated benefits) will be included in the budget. David invited questions from the group, asked if there were any reservations in taking the Budget Assumptions forward to the President for presentation to the Board.	
6.	Adjournment: Meeting adjourned 3:18 p.m.	