

**WEST KERN COMMUNITY COLLEGE DISTRICT
MINUTES OF THE BOARD OF TRUSTEES**

SPECIAL MEETING

BUDGET STUDY SESSION

September 14, 2016

A special meeting of the Board of Trustees of the West Kern Community College District was called to order at 4:11 p.m. by President Billy White, to review the proposed 2016/17 budget. Secretary Kal Vaughn and Trustees Emmanuel Campos and Dawn Cole were also present. Trustee Michael Long was absent. Superintendent/President Dr. Debra Daniels and Executive Secretary Sarah Criss were also in attendance.

PUBLIC COMMENT ON CLOSED SESSION ITEMS

No comments were heard.

2016/17 Budget Study Session

Executive Vice President of Administrative Services Brock McMurray expressed his appreciation to the administrative departments and staff members that collaborated on the budget and thanked them for their diligent work and dedicated effort.

Mr. McMurray delivered a presentation using PowerPoint that contained essential information of the state adopted budget, impacts to the community college system and the WKCCD proposed budget (copy attached to official minutes). He highlighted details pertinent to each including the following:

State Budget:

- \$122.5 billion including a reserve of \$8.5 billion
- \$7.5 billion increase from FY 2015/16
- Based on the Governor's conservative economic forecast

Impacts to Community Colleges:

- \$75 million base allocation increase
- \$114 million for growth/access funds
- 0% Cost of Living Allowance (COLA)
- Includes \$185 million in deferred maintenance/instructional equipment funding
- Includes \$49 million for Proposition 39 energy projects/retrofitting
- \$200 million budgeted for the Strong Workforce Program and \$48 million to the CTE Pathways Program
- No fee increases to students

BUDGET STUDY SESSION (continued):

CalSTRS and CalPERS increase:

- CalSTRS will rise from 8.25% in 2013/14 to 19.1% in 2021
 - Currently CalSTRS is 12.58% FY 2016/17
- CalPERS is expected to rise from 11.44% in 2013/14 to 20.4% in 2021
 - Currently CalPERS is 13.888% FY 2016/17

WKCCD Budget:

- Step, Column and Longevity increases
- Health care benefit cost increase of 2%
- New faculty hires
- Revenue based on advanced apportionments
- Conservative categorical funding for programs
- \$235,500.00 for GASB obligations coming from one time mandate funds
- Budget includes limited growth target (1%)

Mr. McMurray reviewed the 2016/17 unrestricted fund revenue composed of state and local income, along with the reserve totaling \$23,503,464; all funds, including restricted funds, total \$41,196,519. He explained that this is the first year the District has not used a TRAN agreement to fund expenses; the District intends to avoid such an agreement if possible. Mr. McMurray also explained there was a negative difference from the 2015/16 unrestricted budget. Items such as one time mandate funds and lower property taxes in our region had an effect on the budget.

Mr. McMurray briefly reviewed the Budget contents and how to reference material in the Budget document. He again thanked the TC staff for their work in preparing the 2016/17 budget.

ADJOURNMENT

At 4:47 p.m., on a motion by Trustee Vaughn, seconded by Trustee Cole and unanimously carried, the meeting was adjourned.

Respectfully Submitted:

Kal Vaughn, Secretary