



Coastline Management Meeting (CMT) Minutes

April 7, 2015

9:00 – 11:00 a.m.

4th Floor Conference Room

Name	Present	Name	Present	Name	Present
Adrian, Lori	EXC	Johnson, Nhadira	X	Rothgeb, Helen	X
Blackmore, Chris	EXC	Jones, Nancy	X	Sanchez, Jorge	ABS
Brais, Nathan	X	Khosravani, Mariam	ABS	Schumacher, JP	EXC
Cant, Dave	EXC	Lockhart, Heidi	X	Stromlund, Gary	EXC
Capoccia-White, Rozanne	X	Maharaj, Peter	X	Thompson, Dave	X
Dahnke, Lynn	X	McDonald, Jennifer	X	Wilkerson, Lois	ABS
De La Rosa, Jennifer	EXC	Miyashiro, Ross	X	Woodyard, Steve	X
Garvey, Judy	X	Nash, Bob	X	Worden, Mark	ABS
Groot, Joycelyn	X	Nguyen, Christine	X	Zentner, Aeron	ABS
Harrison, Nate	X	Priest, Michelle	X		
Holliday, Ann	X	Rodriguez, Vince	X		

1. CALL TO ORDER

- 1.1 Roll Call
- 1.2 Welcome: Chair, Dr. Vince Rodriguez, convened the meeting at 9:00 a.m. and welcomed the committee. Christine Nguyen acted as Co-Chair. All members introduced themselves to the new Interim Director of EOPS, Adrian Tanakeyowma.
- 1.3 *Adoption of Agenda: - 5.2 Mission Statement added under Discussions Section. Agenda was adopted with additions. MSU
- 1.4 *Approval of Minutes: March 3, 2015: Michelle Priest motioned to approve the Minutes of the March 3, 2015 with recommended corrections and Heidi Lockhart seconded the motion. MSU

2. SPECIAL REPORTS & UPDATES

- 2.1 Education Advisory Board (EAB) – R. Miyashiro – Ross discussed EAB.
 - The Education Advisory Board, EAB, is a system that will establish a dashboard to help students successfully navigate entrance into Coastline. Many in Student Services are currently working to “build” the system which will be piloted to the incoming STAR students this summer and fall.
 - A presentation by EAB staff will be conducted on Monday, April 20, 2015 at the Student Success Committee Meeting from 1-2 pm in the 4th Floor Conference Room. Heidi invited all who are interested in learning more to attend the meeting during this time.

3. ACTION ITEMS:

- 3.1 Explore further the issues related to institutional structure; follow up survey for Classified staff. – All Committee members provided reports regarding the institutional structure and discussions with classified staff members. Michelle Priest, Dean of NB Center, reported that her staff members were pleased to hear that future meetings may be held on a call-in basis and that monthly staff meetings will be held in order to share and discuss information and/or any changes in policies or procedures. Joycelyn Groot, Executive Dean, Military Ed., Corp. Training & Business Development, reported that she conducted a similar meeting and had discussions with her staff as well. Ross Miyashiro, VP of Student Services, discussed the importance of Professional Development for classified staff and possibly utilizing the Lynda.com Web site for future training and education of classified staff. Bob Nash, Associate Dean, Distance Learning & Professional Development, suggested asking Aeron Zentner to provide the number of responses obtained by each constituency group from the PACE Survey. The general consensus was that

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staff members were in support departmental meetings being held at least once a month.

- 3.2 *Budget Overview – Christine Nguyen. Christine provided copies of the Preliminary Budget Overview which was previously presented to the Board of Trustees at the last Board meeting. She discussed and explained key points of the Budget overview. This report reflects the revised fund balance for this year and indicates that the Coast District's fund balance trend falls approximately in the middle when compared with the other ten (10) Southern California community college districts. Other significant items discussed were changes in FTEs Summary, next year's budget proposal, COLA, multiyear UGF projections, benefit renewal data, and allocation transitions for each college over the next three (3) years. Christine will provide an update in May. **Completed**
- 3.3 Meeting to be scheduled for Subcommittee to plan for Leadership Retreat – Laila Mertz – Meeting scheduled for April 28. Martha Tran to schedule another meeting in mid-May. **In process.**

4. STANDING REPORTS

- 4.1 Accreditation (V. Rodriguez): Mid-term report is due in March of next year.
- 4.2 Planning, Institutional Effectiveness and Accreditation Committee (PIEAC) (A. Holliday, V. Rodriguez): Vince provided brief report.
- 4.3 Budget Update and Budget Committee (C. Nguyen) – Update previously provided (see above).
- 4.4 Academic Senate (A. Holliday): There are three (3) more Academic Senate meetings scheduled for this year. The District Faculty Hiring Policies and Procedures will be going the Board of Trustees for approval to be implemented in the fall. The Academic Senate Installation Luncheon is scheduled to be held on May 12.
- 4.5 Classified Senate (M. Worden): - No Report
- 4.6 Associated Student Government (ASG) (N. Brais): ASG will sponsor NBC Spring Movie night at the Newport Beach Center on Friday, May 1. The ASACC (American Student Association of Community Colleges) trip to Washington, DC took place last month on March 14-17 with 5 members of ASG in attendance. Next year's budget is currently being developed by the students in ASG. A special election is forthcoming from ASG and the students will make steps to get better participation in this election.
- 4.7 President's Report (L. Adrian): - No Report
- 4.8 Executive Team Report – (J. Groot, C. Nguyen, V. Rodriguez)
- J. Groot – Provided brief report.
 - Ross Miyashiro – Provided brief report.
 - C. Nguyen – Admin Services - Provided brief report.
 - V. Rodriguez – Cheryl Stewart is retiring next year resulting in a need for a new F-T Librarian. Vince will ask the Faculty Hiring Prioritization Committee to make an exception from the process in order to enable hiring someone to fill this important position in a timely manner. Request to pursue an opportunity for Coast District to offer bachelor degree programs is continuing. Armando Ruiz, former Board of Trustee member passed away. Dave Cant will temporarily replace the Campus Safety Officer while he is on medical leave.
 - HR Report (H. Rothgeb):
 - Medical Leaves/Return to Work/Accommodations – All medical leave requests should be E-mailed directly to Helen and Debbie Nibeel as soon as possible. Sick Leave policy for hourly employees will become effective as of July 1, 2015. Minimum Wage will change to \$10/hour effective January 1, 2016. Auditors will be on site on April 20, 2015. Ross announced that the mandatory reporting issue decision must be passed by the Board to adhere to the Federal Code. Hopefully, a decision will be made and a policy will be set in place at the next Board Meeting. Currently, Ross is the Title IX coordinator for students. However, if an issue occurs between faculty

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and students, both Helen and Ross must address. If there is a faculty or staff issue, ONLY Helen will handle. Helen added that a critical item to consider are confidentiality issues. Vince reported that investigations should NOT begin and interviews should NOT be conducted until further training has been provided. In the meantime, if an incident should occur, then information should be gathered and passed along directly to Helen or Ross. The only exception would be if a determination needs to be made with regard to contacting the police department immediately or not. Further information should be forthcoming from the District soon. The District is in a precarious position at this time because there is policy at this time. Therefore, Helen and Ross have a responsibility to ensure that the District maintains legal standing with regard to the Federal Code. This Policy must be in place no later than July 1, 2015 in order to avoid lawsuits.

5. DISCUSSION ITEMS

- 5.1 Fall All-College Planning – September 18, 2015 (V. Rodriguez) – It has been decided that the Fall All College Meeting will be held on Friday, September 18, 2015. Ann reported that the faculty desires a speaker to be chosen for this event. Vince reported that discussions are taking place with regard to the closing of offices on that date so that all classified staff are able to attend the meeting.
- 5.2 Mission Statement - (V. Rodriguez/R. Miyashiro) – Ross and Vince provided a presentation about the Mission Statement for discussion amongst the committee members. A Task Force is working on gathering input and feedback to develop an updated Mission Statement for the College in order to meet the Accreditation requirement. Vince provided feedback from the various constituencies and Task Forces. He explained the changes and the rationale driving those changes. After submission of numerous recommendations, many people still disagree about new language and how the Mission Statement verbiage should be constructed. Vince requested comments and recommendations from the committee. An in-depth discussion ensued amongst the committee regarding revised language and what wording would be appropriate for the Mission Statement. Some of the comments and recommendations made and discussed were as follows: basic skills instruction, the STAR program, locating and targeting a specific student market, maintaining a short, clear and concise vision statement, avoiding the lengthy language of the current mission statement, ability for one to remember or recall the mission statement, degrees, certificates and disciplines addressed, accreditation standards and requirements, correlation to the Master Plan, flexibility, local and global geographic areas, offering of innovative education, intent of the statement, use of the word *promote* vs. the word *provide*, the student's educational plan and goals, student success, needs and desires of students, focus of statement, gaining attention of students with the mission statement. One member advised that recommendations be discussed with the Senate. Vince shared that a challenge exists when trying to compile recommendations and advice from so many different constituency groups. The majority of the committee supported the development of a short, concise statement that would motivate students. Vince discussed accreditation recommendations and requirements related to the Mission Statement. Vince will forward all recommendations to the Task Force.

6. ANNOUNCEMENTS

- 6.1 Nhadira Johnson announced that a new member, Elaine Hill, has joined the Marketing team. Elaine will oversee project coordination. All new projects should be submitted directly to Elaine.
- 6.2 -Nhadira will meet with the various departments in order to develop market planning so that that all departments are included in the master marketing planning calendar.
- 6.3 Helen Rothgeb announced that a new employee, Travis Smith, has joined the Business Services Department. Travis will oversee grants accounting and categorical funds.
- 6.4 Heidi Lockhart announced that a new SSSP Coordinator, Mai Lee has been hired (pending approval); also, Thuy Pham will now be splitting her time between Counseling and Assessment.
- 6.5 Bob Nash shared that the Spring Workshop is scheduled for Friday, April 24 to be held at the Newport Beach Center. Two concurrent sessions are scheduled – two in the morning and the same two repeated in the afternoon. The two sessions include a Canvas training provided and conducted by Cheryl Chapman for all faculty and staff. The second session will be a Sharepoint training provided by Chris Blackmore and Raya Lopez in the computer lab for all faculty and staff. Door prizes will be sponsored by the Foundation. The Spring Workshop Barbecue will also take place on that date and will include the classified staff recognition awards
- 6.6 Vince announced that a Meet the Chancellor event is scheduled for tomorrow, Thursday, April 8 at 9:00 a.m. in the 4th Floor President's Conference Room. All should attend.

ADJOURNMENT - Meeting Adjourned at 11:00 a.m.

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7.1 Items for next meeting:
Planning for 2015 Fall All-College Meeting

8. CDMA Closed Session

Documents Distributed:

1. CMT April 7, 2015 Meeting Agenda
2. 2015-16 Preliminary Budget Development presented to Board of Trustees at 3/18/15 meeting

Next Meeting: May 5, 2015, 10:00 a.m., 4th Floor Conference Room

*Attachment

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AGENDA
Coastline Management Meeting (CMT)
April 7, 2015
9:00 – 11:00 a.m.
4th Floor Conference Room

Committee Mandate: To review and improve College operations and management through sharing information, discussion, and staff development.

1. CALL TO ORDER

- 1.1 Roll Call
- 1.2 Welcome
- 1.3 Adoption of Agenda *Approval of Minutes: March 3, 2015

2. SPECIAL REPORTS & UPDATES

- 2.1 Education Advisory Board (EAB) – R. Miyashiro

3. ACTION ITEMS

- 3.1 Explore further the issues related to institutional structure; follow up survey for Classified staff. - All
- 3.2 Budget Overview – Christine Nguyen
- 3.3 Meeting to be scheduled for Subcommittee to plan for Leadership Retreat – Laila Mertz

4. STANDING REPORTS

- 4.1 Accreditation – V. Rodriguez
- 4.2 PIEAC – A. Holliday, V. Rodriguez
- 4.3 Budget – C. Nguyen
- 4.4 Academic Senate – A. Holliday
- 4.5 Classified Senate – M. Worden
- 4.6 Associated Student Government (ASG) – N. Brais
- 4.7 President’s Report – L. Adrian
- 4.8 Executive Team Report – J. Groot, R. Miyashiro, C. Nguyen, V. Rodriguez
- 4.9 HR Report – H. Rothgeb
 - Medical Leaves/Return to Work/Accommodations

5. DISCUSSION ITEMS

- 5.1 Fall All-College Planning – September 18, 2015

6. ANNOUNCEMENTS (1-2 minutes per)

7. ADJOURNMENT

8. CDMA – CLOSED SESSION

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2015-2016 Preliminary Budget Development

Presentation to the Board of Trustees
BUDGET STUDY SESSION

March 18, 2015

(THIS REVISED PRESENTATION REPLACES ATTACHMENT #23 OF THE AGENDA ITEM 27.01)

*Presented by Andy Dunn, Vice Chancellor
Finance and Administrative Services*

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DISCUSSION

SECTION 1 ---- 2013-14

- Final Recalculation
- Fund Balance Summary

SECTION 2 ---- 2014-15

- Changes Since Adoption
- FTES @ P-1

SECTION 3 ---- 2015-16 and Beyond

- Summary of Governor's Budget Proposal
- FTES Multi-year
- Budget Multi-year
- Categorical Summary
- Pension Contribution Summary
- Health Benefit Projection
- Preliminary Budget Allocation Model
- Preliminary Budget Assumptions
- Budget Development Calendar

SECTION 4 ---- Looking Ahead

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SECTION 1

2013-14 FY Summary

- Final Recalculation
- Fund Balance Summary

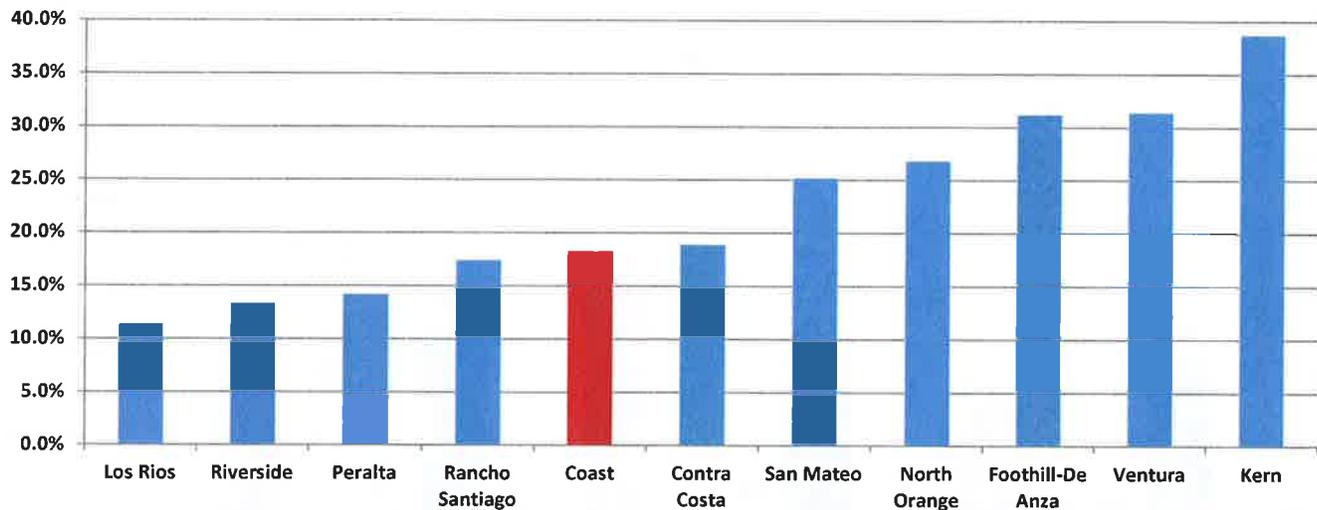
WHAT CHANGED WITH THE 2013-14 FINAL RE-CALCULATION?

		2013-14 P-2		2013-14 Final Recalculation	Difference
Funded FTES		32,616		32,622	
Total Computational Revenue		\$162,061,888		\$162,038,188	\$(23,700)
Deficit Factor	98.9%	<u>\$1,776,300</u>	99.4%	<u>\$1,055,233</u>	<u>\$721,067</u>
Available Revenue		\$160,285,588		\$160,982,955	\$697,367

Notes to Recalculation

- 1) Change in total computation revenue reflects reduction in 2009-10 workload restoration
- 2) Change in available revenue reflects reduction in deficit factor

FUND BALANCE TREND WITH COMPARABLE DISTRICTS Ending Balance as of June 30, 2014

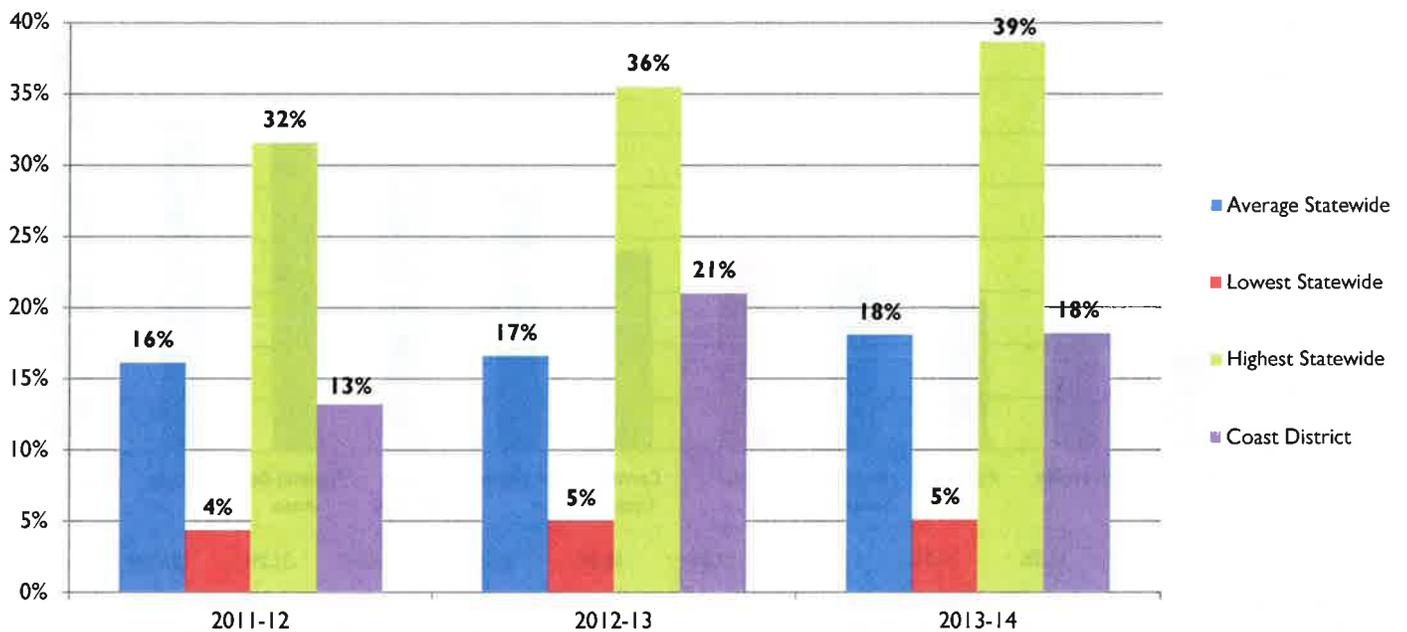


Ending Fund Balance (%)	11.4%	13.3%	14.2%	17.4%	18.2%	18.9%	25.2%	26.8%	31.2%	31.4%	38.7%
Ending Fund Balance (\$)	\$35,035,899	\$22,322,372	\$19,222,405	\$29,603,923	\$35,356,373	\$35,576,449	\$35,060,530	\$48,779,640	\$61,685,299	\$46,803,449	\$44,064,296

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STATE-WIDE FUND BALANCE SUMMARY

Net Ending Balance as a % of UGF Expenditures



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SECTION 2

2014-15 FY Status

- Changes Since Adoption
- FTES @ P-1

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WHAT HAS CHANGED SINCE 2014-15 BUDGET ADOPTION?

Revenue	2014-15 Adopted	2014-15 Revised
Beginning Balance (District & Colleges)	\$38,434,778	\$38,593,761
Total Revenue	\$182,802,058	\$182,802,058
Revenue + Beginning Balance	\$221,236,836	\$221,395,819
Total Expected Level of Spending	\$182,802,058	\$185,926,344
Ending Fund Balance	\$38,434,778	\$35,469,475
Ending Fund Balance %	21.03%	19.08%

Notes:

- 1) Change in Beginning Balance reflects PY salary settlement, and restoration of PY workload reduction, and Part-time faculty benefits
- 2) Change to Expected Level of Spending reflects PY and CY salary settlement

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P-1 FTES SUMMARY

College	P-1 Enrollment	P-1 Enrollment with Borrowing	2014-15 Adopted Budget	Over/Under #	Over/Under %
CCC	5,686	5,686	5,669	16	0.30%
GWC	9,827	9,954	9,953	-126	-1.27%
OCC	16,305	17,000	16,998	-694	-4.07%
Total	31,818	32,640	32,620	-804	-2.46%

Notes:

FTES earned in summer may be counted in either fiscal year

Preliminary estimate shows enrollment 2.46% below base

Borrowing Strategy

CCC	0
GWC	-126
OCC	<u>-694</u>
	-820

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SECTION 3

2015-16 FY and Beyond

- Summary of Governor's Budget Proposal
- FTES Multi-year
- Budget Multi-year
- Categorical Summary
- Health Benefit Projection
- Preliminary Budget Allocation Model
- Pension Contribution Summary
- Preliminary Budget Assumptions
- Budget Development Calendar

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SUMMARY OF GOVERNOR'S BUDGET PROPOSAL

ITEM	SYSTEM AMOUNT (millions)	NOTES
Cost of Living Adjustment (COLA)	\$92.4	<ul style="list-style-type: none"> This would fund the statutory cost-of-living-adjustment of 1.58%. Estimated \$2.5 million for Coast.
Buy-Down Deferrals	\$94.5	<ul style="list-style-type: none"> Legislation passed concurrently with the 2014 Budget Act identified deferrals as the first call on any new current year Proposition 98 resources. This funding would completely retire system deferrals. Deferrals amounted to \$961 million, or nearly 20% of CCC system revenue, just prior to the passage of Proposition 30.



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SUMMARY OF BUDGET PROPOSAL (cont.)

ITEM	SYSTEM AMOUNT (millions)	NOTES
K-14 Block Grant for Adult Education	\$500	<ul style="list-style-type: none"> ▪ Adult Education Block Grant to fund courses in elementary and secondary basic skills, citizenship, ESL, programs for adults with disabilities, short-term CTE programs, and programs for apprentices. ▪ The Chancellor and the Superintendent of Public Instruction will jointly approve allocation of funds to each consortium, with an emphasis on providing funds to regions with the greatest need for adult education. ▪ Funds provided to each consortium will be allocated by a local allocation board designated by consortium members.

SUMMARY OF BUDGET PROPOSAL (cont.)

ITEM	SYSTEM AMOUNT (millions)	NOTES
Prop 98 Split		<ul style="list-style-type: none"> ▪ 10.95% split with K-12. ▪ CCC Proposition 98 funding increases from \$6,066 per full-time equivalent (FTE) student in 2014-15 to \$6,574 per FTE student in 2015-16. ▪ Increase of \$508/FTEs (8.4 percent).
Access Funding	\$106.9	<ul style="list-style-type: none"> ▪ 2% system-wide growth ▪ Legislation for new model passed with 2014-15 Budget Act. ▪ This funding would increase access for approximately 45,000 students (headcount). ▪ Under new model Coast anticipated 1.0% cap

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SUMMARY OF BUDGET PROPOSAL (cont.)

ITEM	SYSTEM AMOUNT (millions)	NOTES
Student Fees		No Change – \$46/credit unit
CDCP Rate Equalization to Credit FTES	\$49	<ul style="list-style-type: none"> ▪ Funding proposed to equalize the CDCP rate to that of the resident credit rate commencing with the 2015-16 year. ▪ Legislation passed concurrently with the 2014-15 Budget Act.
Career Tech Ed Funding	\$48	<ul style="list-style-type: none"> ▪ Funds proposed for support of the SB 1070 Career Technical Education Pathways Program. ▪ <u>One-time</u> funds

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SUMMARY OF BUDGET PROPOSAL (cont.)

ITEM	SYSTEM AMOUNT (millions)	NOTES
Apprenticeship Program	\$29.1	<ul style="list-style-type: none"> ▪ \$15 million for new apprenticeship programs in high growth industries for emerging and transitioning occupations ▪ \$14.1 million for existing programs
Base Funding Augmentation	\$125	<ul style="list-style-type: none"> ▪ \$125 million unallocated base increase ▪ Proposed to address increased operating expenses: <ul style="list-style-type: none"> ➢ Facilities, ➢ Retirement benefits, ➢ Professional development, ➢ Converting part-time to full-time faculty, and ➢ Other general expenses ▪ Allocation proposed per FTES ▪ Estimated \$3.75 million for Coast

SUMMARY OF BUDGET PROPOSAL (cont.)

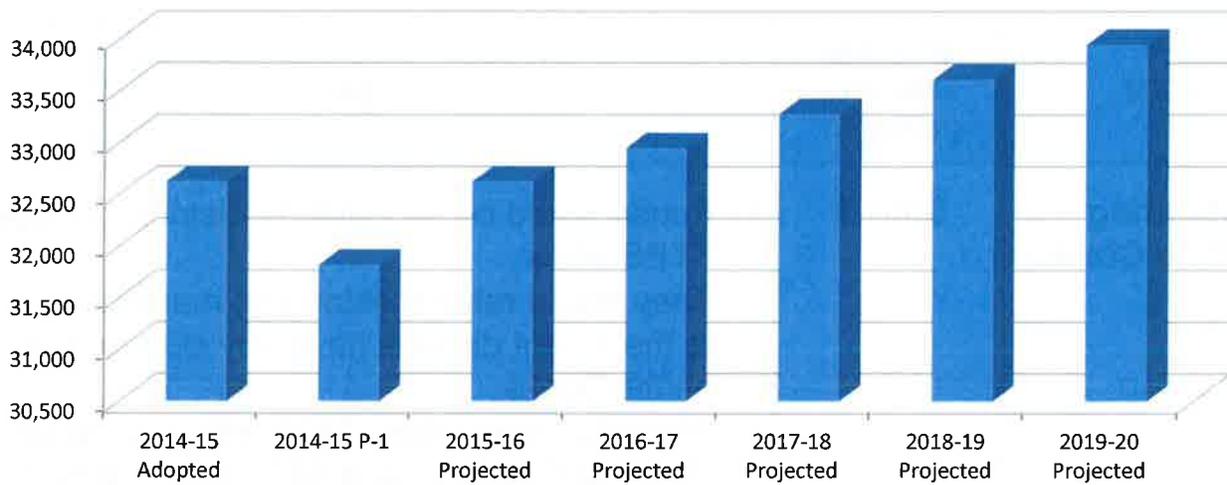
ITEM	SYSTEM AMOUNT (millions)	NOTES
Prop 39 Energy Projects	\$39.6	<ul style="list-style-type: none"> ▪ These funds support projects and workforce development related to energy sustainability, consistent with the provisions of Proposition 39. ▪ Third year of funding. ▪ Estimated \$1 million for Coast.
Student Success	\$200	<ul style="list-style-type: none"> ▪ \$200 million augmentation ▪ \$100 million toward student equity plans would bring total to \$472 million. ▪ Currently in eight separate programs ▪ These funds will be split evenly between Student Success and Support Program (SSSP) and Student Equity Plans. ▪ Match framework To Be Determined.

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SUMMARY OF BUDGET PROPOSAL (cont.)

ITEM	SYSTEM AMOUNT (millions)	NOTES
Outstanding Mandate Claims	\$351.3	<ul style="list-style-type: none"> ▪ Funds would be allocated to districts on a per-FTES basis. ▪ They would retire outstanding mandate claims; to the extent districts have any such obligations on the books. ▪ Allocation may reflect \$125 million on-going for Mandate Paydown and \$226 million in one-time resources. ▪ Estimated \$10.5 million for Coast

FTES MULTI-YEAR OUTLOOK



Notes:

- Borrow 804 FTES (2.46%) to make base
- Refine borrowing at P-2
- Under new growth model, out year growth projection = 1% annually

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MULTI-YEAR UGF PROJECTION

REVENUE	2014-15 Revised	2015-16 Preliminary	2016-17 Preliminary	2017-18 Preliminary	2018-19 Preliminary
Beginning Balance (District & College)	\$38,593,761	\$35,469,475	\$34,050,802	\$30,652,475	\$27,839,290
Total Revenue	\$182,802,058	\$189,004,699	\$193,075,227	\$198,939,502	\$205,344,305
Total Rev & Beg Balance	\$221,395,819	\$224,474,174	\$227,126,029	\$229,591,976	\$233,183,595
Total Expected Level of Spending	\$185,926,344	\$190,423,372	\$196,473,554	\$201,752,686	\$211,147,578
Ending Fund Balance	\$35,469,475	\$34,050,802	\$30,652,475	\$27,839,290	\$22,036,017
Ending Fund Balance %	19.08%	17.88%	15.60%	13.80%	10.44%

2014-15

1. P-1 Enrollment reflects FTES ~2.5% below base
2. FTES will be "borrowed" from Summer 2015 (2015-16 FY) to make base

2015-16 and Beyond:

1. COLA: 1.58% estimated for 2015-16. Per SSC in out years (2.4, 2.4, 2.6, 2.0)
2. Growth: 0 for 2015-16 and 1% annually thereafter
3. Out years show effect of 2015-16 Base Augmentation
4. 2016-17 - Move from frozen to calculated FON (10 FT faculty at @ \$100k/each)
5. Net effect of Step/Column @ \$400,000/year
6. PERS employer match (11.7, 12.6, 15.0, 16.6, 18.2)
7. ACA "Cadillac Tax" (\$3.8 million) kicks-in in 2018-19
8. Health Benefits reflect \$400 PEPY increase for 2015-16. Flat in out years
 - 8b. ARC Frozen at 2013-14 Adopted level
9. STRS employer match (9.5, 11.1, 12.7, 14.3, 15.9)
10. No misc new cost (software license, legal, insurance, regulatory)

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PRELIMINARY CATEGORICAL PROGRAM FUNDING Proposed 2015-16 Budget

	2014-15 Budget	2015-16 January Proposed Budget	Coast 2014-15 Budget
Ongoing Funds			
Student Success and Support Program	\$100,000,000	\$100,000,000	\$5,470,832
Implementation of Student Equity Plans	\$70,000,000	\$100,000,000	\$1,518,608
Restoration of DSPS Program	\$30,000,000	-	\$3,156,725
Restoration of Apprenticeship Program	-	\$29,100,000	-
One-Time Funds			
Mandate Backlogs (Including: Maintenance, Instructional Equipment)	\$49,500,000	\$351,000,000	\$4,306,463
Other			
Proposition 39	\$37,500,000	\$39,600,000	\$919,343
Adult Education	\$25,000,000	\$500,000,000	-

Notes:

1. District allocation is a function of students in such program
2. Estimates for Coast developed Spring 2015

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**Benefit Renewal Data for
Benefit Year Beginning
October 1, 2015**

– PENDING –

CCCD – PRELIMINARY BUDGET 2015-16 FY BUDGET ALLOCATION MODEL

	ORANGE COAST	GOLDEN WEST	COASTLINE	TOTAL	Notes
Basic Allocation	\$3,969,432	\$3,969,432	\$3,402,370	\$11,341,234	<i>Basic Allocation adjusted for .085% COLA (Not allocated by %)</i>
State Approved Center Allocation Framework	\$0	\$0	\$0	\$0	
	52.11%	30.51%	17.38%	100.00%	
Credit Rate	\$79,020,289	\$46,265,765	\$26,355,261	\$151,641,315	<i>FTES rate includes 0.85 COLA</i>
FTES	16,900	9,895	5,637	32,431.10	
Non Credit Rate	\$306,652	\$179,542	\$102,276	\$588,471	
FTES	109	64	36	209.29	
FTES Base \$	<u>\$79,326,941</u>	<u>\$46,445,308</u>	<u>\$26,457,537</u>	<u>\$152,229,786</u>	<i>Reflect 2014-15 P-1 Report</i>
TOTAL BASE REVENUE	\$83,296,373	\$50,414,740	\$29,859,907	\$163,571,020	
COLA @ 1.58% (Governor Budget Proposal)	\$1,346,742	\$788,507	\$449,173	\$2,584,422	
Restoration	\$0	\$0	\$0	\$0	
Growth	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	
TOTAL APPORTIONMENT REVENUE	\$84,643,116	\$51,203,247	\$30,309,079	\$166,155,442	

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CCCD – PRELIMINARY BUDGET 2015-16 FY (cont.)

	ORANGE COAST	GOLDEN WEST	COASTLINE	TOTAL	Notes
Allocation Framework	52.11%	30.51%	17.38%	100.00%	
Other State Revenue					
Lottery	\$2,248,873	\$1,316,697	\$750,056	\$4,315,626	<i>2014-15 Adopted</i>
Enrollment Fee Adm.	\$224,448	\$131,412	\$74,859	\$430,719	<i>PT Fac Parity \$ allocated in arrears based on actuals.</i>
Pt. Time Faculty Parity	<u>\$388,315</u>	<u>\$227,356</u>	<u>\$129,513</u>	<u>\$745,184</u>	
TOTAL OTHER STATE REVENUE	\$2,861,635	\$1,675,466	\$954,428	\$5,491,529	
TOTAL STATE REVENUE	\$87,504,751	\$52,878,713	\$31,263,507	\$171,646,971	<i>2014-15 Adopted</i>
District Wide Local Revenue	\$500,224	\$292,877	\$166,838	\$959,939	<i>Interest, Joint Use Development, La Habra Rentals, Interest & KOCE Payments reflect prior year levels</i>
TOTAL REVENUE FOR DISTRIBUTION THROUGH THE MODEL	\$88,004,975	\$53,171,590	\$31,430,345	\$172,606,910	

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CCCD – PRELIMINARY BUDGET 2015-16 FY (cont.)

	ORANGE COAST	GOLDEN WEST	COASTLINE	TOTAL	Notes
Allocation Framework	52.11%	30.51%	17.38%	100.00%	
LESS ASSESSMENTS					
District Services	\$10,153,248	\$5,944,648	\$3,386,365	\$19,484,261	2014-15 Adopted without COLA adjustment
District Wide Expense	<u>\$12,255,807</u>	<u>\$7,175,680</u>	<u>\$4,087,621</u>	<u>\$23,519,107</u>	
TOTAL ASSESSMENTS	<u>\$22,409,055</u>	<u>\$13,120,328</u>	<u>\$7,473,985</u>	<u>\$43,003,368</u>	
NET REVENUE FROM ALLOCATION MODEL 2015/16	\$65,595,920	\$40,051,262	\$23,956,360	\$129,603,542	
Net REVENUE FROM ALLOCATION MODEL 2014/15	\$64,177,828	\$39,207,112	\$23,465,873	\$126,850,813	
Dedicated Revenue (Lease/rentals, non resident tuition, parking fines, enterprise reimbursements, etc.)	\$8,131,877	\$3,813,500	\$1,002,500	\$12,947,877	Dedicated revenues (2014-15 Adopted) Not allocated by %
TOTAL BUDGET ALLOCATIONS/SB 361 + DEDICATED REVENUE	\$73,727,797	\$43,864,762	\$24,958,860	\$142,551,419	

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TRANSITION

	OCC	GWC	CCC	District-wide & District Services
Total Allocation (SB 361)	\$72,309,705	\$43,020,612	\$24,468,373	\$43,003,368
Total Allocation (current model)	\$72,879,125	\$43,119,627	\$23,156,338	\$43,646,968
Difference	\$(569,420)	\$(99,015)	\$1,312,035	\$(643,600)

TRANSITION

Year 1 (2014-15)	0.00%	-	-	-	-
Year 2 (2015-16)	33.33%	\$(189,788)	\$(33,002)	\$437,301	\$(214,512)
Year 3 (2016-17)	66.67%	\$(379,632)	\$(66,013)	\$874,734	\$(429,088)
Year 4 (2017-18)	100.00%	\$(569,420)	\$(99,015)	\$1,312,035	\$(643,600)

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EMPLOYER PENSION MATCH

Changes under the Public Employee Pension Reform Act of 2012 (PEPRA)

Effective Date	STRS		PERS		Cumulative Total
	Employer Match	Amount	Employer Match	Amount	
July 1, 2015	10.73%	\$1,149,947	12.60%	\$444,449	\$1,594,396
July 1, 2016	12.58%	\$1,171,221	15.00%	\$1,297,372	\$2,468,593
July 1, 2017	14.43%	\$1,192,888	16.60%	\$885,673	\$2,078,561
July 1, 2018	16.28%	\$1,214,957	18.20%	\$899,843	\$2,114,800
July 1, 2019	18.13%	\$1,237,434	19.90%	\$971,381	\$2,208,815
July 1, 2020	19.10%	\$660,820	20.40%	\$290,557	\$951,377
Subtotal		\$6,627,267		\$4,789,275	\$11,416,542

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PRELIMINARY BUDGET ASSUMPTIONS

- District will maintain compliance with 50% law
- District will target faculty hires consistent with faculty hiring plan
- Vacancies due to retirement or resignation will not automatically be filled
- The District will develop a balanced budget with a minimum 8% reserve consistent with BP 6300
- COLA will be budgeted at 1.58%
- Growth will be budgeted at 0
- Pension contribution increases will be budgeted as shown above
- FTES
 - Coast will borrow 804 FTES from Summer 2015 to make 2014-15 base
 - Growth, under new model, will be capped at 1.00%
 - Target FTES will be 32,620

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BUDGET DEVELOPMENT CALENDAR

JANUARY	<ul style="list-style-type: none"> ▪ Initiate 2015/16 budget process ▪ Governor's 2015/16 Budget Proposal released
FEBRUARY	<ul style="list-style-type: none"> ▪ 2014/15 Final Recalculation released ▪ 2015/16 P-1 Apportionment Report released
APRIL	<ul style="list-style-type: none"> ▪ Continue/Refine process
MAY	<ul style="list-style-type: none"> ▪ Colleges and District Administrative Services continue 2015/16 input ▪ Budget input for Tentative Budget due from colleges ▪ May Revise
JUNE	<ul style="list-style-type: none"> ▪ 2015/16 P-2 Apportionment Report released ▪ 2015/16 Tentative Budget adopted by Board of Trustees
JULY	<ul style="list-style-type: none"> ▪ Budget input for Adopted Budget due from colleges
AUGUST	<ul style="list-style-type: none"> ▪ 2015/16 Adopted Budget reviewed by Chancellor's Cabinet
SEPTEMBER	<ul style="list-style-type: none"> ▪ Adopted Budget available for public inspection and review prior to public hearing and adoption in the District Office Lobby ▪ 2015/16 Adopted Budget presented for public hearing and adoption by Board of Trustees ▪ 2015/16 Adopted Budget filed with the County Department of Education

SECTION 4

Looking Ahead

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LOOKING AHEAD

LOCAL

- 2014-15 FTES earnings refined at P-2
- Preliminary health benefit renewal data March 2015
- ACA employer mandate effective October 2015
- Cadillac Tax (ACA) effective three years out
- GASB 68 – Net Pension Liability

SYSTEM

- New Growth funding model operative 2015-16 FY

STATE

- LAO – Propose consolidation of eight student programs and drive local decision-making
- DOF – Already 9 months past historical cycle for economic downturn
- Proposition 30
 - Sales tax increase sunsets 2016
 - Personal income tax increase sunsets 2019

FEDERAL

- Obama free community college

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