

Special Meeting

Board of Trustees

Coast Community College District

District Board Room

June 23, 2010

5:00 p.m.

Minutes

A Special Meeting of the Board of Trustees of the Coast Community College District was held on June 23, 2010 in the Board Office at the District Office.

1. Call to Order

Board President Jerry Patterson called the meeting to order at 5:00 p.m.

2. Roll Call

Trustees Present: Mr. Patterson, Mr. Moreno, Mr. Howald, Ms. Hornbuckle, and Student Trustee Lee Fuller

Trustees Absent: Dr. Prinsky

3. Opportunity for Public Comment

There were no requests to address the Board during Public Comment.

4. Pledge of Allegiance

Board President Jerry Patterson led the Pledge of Allegiance to the United States of America.

Urgent Addition to the Agenda

It was moved by President Patterson and seconded by Mr. Moreno to add an urgent item to the Agenda, "Board of Trustees Resolution #10-11 and Order of Biennial Trustee Election and Specifications of the Election Order" given that staff was not aware of a filing deadline for this item before the Agenda was published.

Motion carried with the following vote:

Aye:	Mr. Patterson, Mr. Moreno, Mr. Howald, Ms. Hornbuckle
No:	None
Absent:	Dr. Prinsky

Board of Trustees Resolution #10-11 and Order of Biennial Trustee Election and Specifications of the Election Order

On a motion by Trustee Hornbuckle and seconded by Trustee Howald, the Board adopted Resolution #10-11, "Order of Biennial Trustee Election and Specifications of the Election Order."

Motion carried with the following vote:

Aye:	Mr. Patterson, Mr. Moreno, Mr. Howald, Ms. Hornbuckle
No:	None
Absent:	Dr. Prinsky

5. Public Hearing on Coast Community College District Tentative Budget for Fiscal Year 2010-2011

a. Opening of Public Hearing

Board President Patterson opened the public hearing at 5:18 p.m.

b. Staff Report on Tentative Budget

Dr. Ding-Jo Currie, Chancellor, and C.M. Brahmbhatt, Vice Chancellor of Administrative Services, provided a staff report to the Board of Trustees on the FY 2010-2011 budget. A copy of the staff report is included as Appendix A.

c. Public Testimony

Neal Kelsey, Executive Director of the Coast Federation of Classified Employees reviewed letters written by bargaining unit members to the Board of Trustees. Copies of the letters are available for review in the Board of Trustees' Office.

Margaret Rossi, Staff Member of the Orange Coast College Health Center, addressed the Board concerning the FY 2010-2011 and its impact on student health services.

d. Board of Trustees' Comments

Members of the Board of Trustees made comments on the FY 2010-2011 tentative budget. Board President Patterson directed staff to place the date, time and location of the public hearing for the FY 2010-2011 Final District Budget in copies of the Tentative Budget documents.

It was moved by Trustee Moreno and seconded by Trustee Howald to close the Public Hearing, to approve the Fiscal Year 2010-2011 budget and to direct staff to place the date, time and location of the public hearing for the final 2010-2011 District budget within the documentation for the District's FY 2010-2011 tentative budget.

Motion carried with the following vote:

Aye: Mr. Patterson, Mr. Moreno, Mr. Howald, Ms. Hornbuckle
No: None
Absent: Dr. Prinsky

6. Approve Standard Architect Agreement with LPA; Final Project Proposal for Orange Coast College Business, Math, Computer Center Building; 2010/2011

On a motion by Trustee Howald and seconded by Student Trustee Fuller, the Board approved the Standard Architect Agreement with LPA.

Motion carried with the following vote:

Aye: Mr. Patterson, Mr. Moreno, Mr. Howald, Ms. Hornbuckle
No: None
Absent: Dr. Prinsky

7. Approval of Administrator Temporary Employment Agreement, Vice Chancellor of Administrative Services

On a motion by Trustee Moreno, and seconded by Student Trustee Fuller, the Board approved the Temporary Employment Agreement, Vice Chancellor of Administrative Services.

Motion carried with the following vote:

Aye: Mr. Patterson, Mr. Moreno, Mr. Howald, Ms. Hornbuckle
No: None
Absent: Dr. Prinsky

8. Coast Community College District Board of Trustees Resolution #10-10, Adoption of Resolution Authorizing Payment to Trustee Absent from Board Meeting

On a motion by Trustee Moreno and seconded by Trustee Hornbuckle, the Board adopted Resolution #10-10, Authorizing Payment to Trustee Absent from Board Meeting.

Motion carried with the following vote:

Aye: Mr. Patterson, Mr. Moreno, Mr. Howald, Ms. Hornbuckle
No: None
Absent: Dr. Prinsky

9. Adjournment

There being no further business, it was moved by Mr. Moreno and seconded by Ms. Hornbuckle that the meeting be adjourned.

Motion carried with the following vote:

Aye:	Mr. Patterson, Mr. Moreno, Mr. Howald, Ms. Hornbuckle
No:	None
Absent:	Dr. Prinsky

The meeting was adjourned at 6:36 p.m.

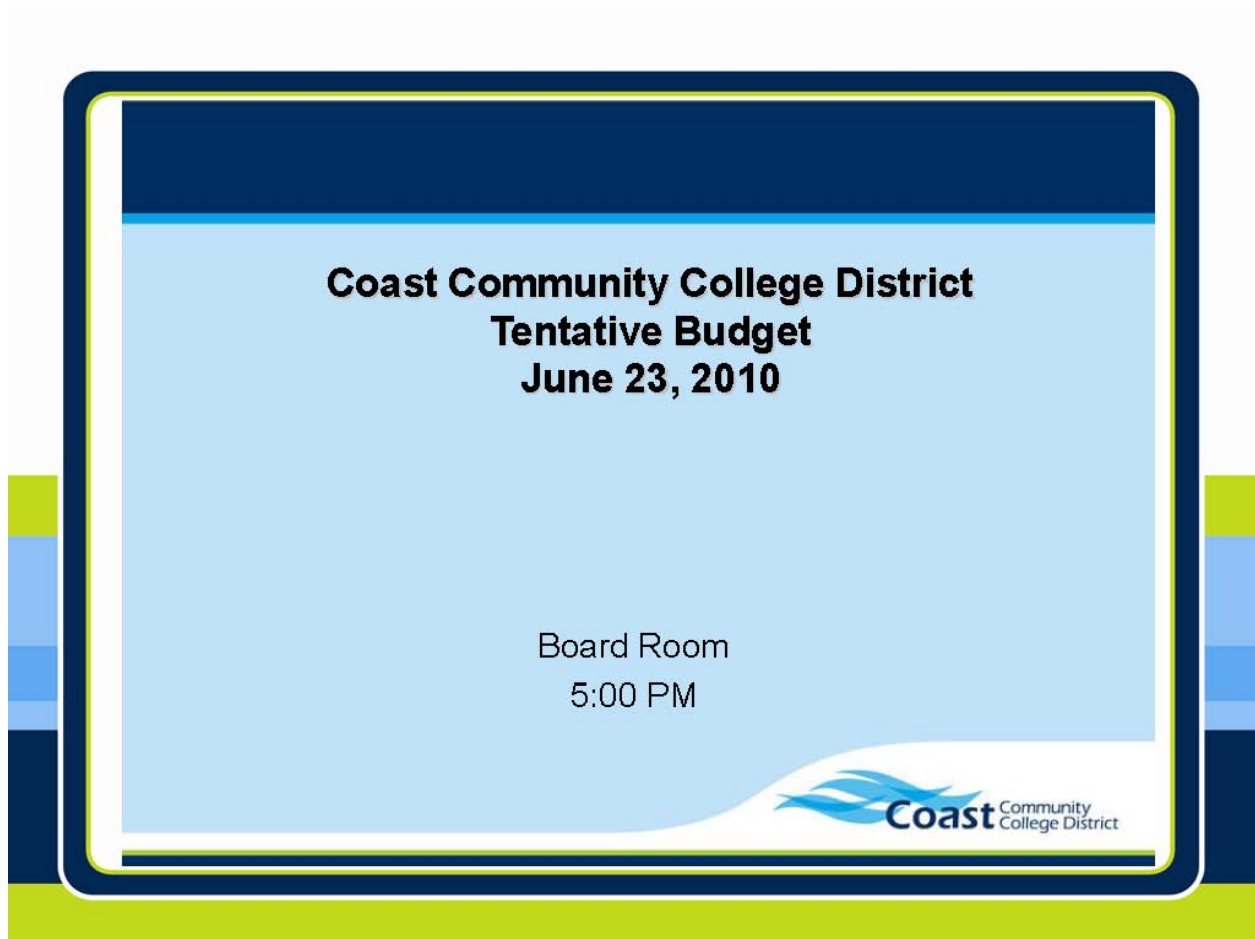
Secretary of the Board of Trustees

Appendices

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A. Staff Report on FY 2010-2011 Tentative Budget.....6

Appendix A



Budget Shortfall Forecast 2010-11

	<u>5/7/2010</u>	<u>6/23/2010</u>
A) 2009-10 Budget Reduction (covered by one-time funds)	\$ 5,822,688	\$ 5,822,688
Negative State COLA (.38%)	\$ 648,363	\$ 648,363
Board Election	\$ 550,000	\$ 550,000
Estimated Mandatory Increase		
STRS	\$ -	\$ -
PERS (1%)	\$ 430,000	\$ 355,000
UIC (.42%)	\$ 515,000	\$ 465,000
	<u>\$ 7,966,051</u>	<u>\$ 7,841,051</u>
B) To Protect Categorical Contract Employees	<u>\$ 1,500,000</u>	<u>\$ 1,500,000</u>
C) Negotiable Items		
Salary Increase		
CFE (10/11 Increase .75%)	\$ 400,000	\$ 335,000
CFCE/Classified (unfunded 09/10)	\$ 450,000	\$ 340,000
CCA	unknown	\$ -
CDMA/Other	unknown	\$ -
Health Benefits	\$ 3,000,000	\$ 2,656,000
Step & Column	\$ 1,200,000	\$ 1,225,000
	<u>\$ 5,050,000</u>	<u>\$ 4,556,000</u>
TOTAL SHORTFALL	<u>\$ 14,516,051</u>	<u>\$ 13,897,051</u>

Budget Shortfall Forecast for Future Years as of 6/23/10

	2011-12	2012-13
A) 2010-11 Budget Reduction (covered by one-time funds)	\$ 1,000,000	\$ 1,000,000
Board Election	\$ -	\$ 550,000
Estimated Mandatory Increase		
STRS (1%, 2%)	\$ 436,000	\$ 872,000
PERS (0.9%, 3%)	\$ 319,500	\$ 1,065,000
	<u>\$ 1,755,500</u>	<u>\$ 3,487,000</u>
B) To Protect Categorical Contract Employees	<u>\$ -</u>	<u>\$ -</u>
C) Negotiable Items		
Salary Increases	\$ -	\$ -
Health Benefits	\$ 1,000,000	\$ 2,000,000
Step & Column	\$ 1,225,000	\$ 2,450,000
	<u>\$ 2,225,000</u>	<u>\$ 4,450,000</u>
TOTAL SHORTFALL	<u>\$ 3,980,500</u>	<u>\$ 7,937,000</u>
CUMULATIVE SHORTFALL	<u>\$ 3,980,500</u>	<u>\$ 11,917,500</u>

Assumptions

- Faculty contract will expire June 30, 2011.
- CFE/Classified and CCA Contract will expire June 30, 2010.

Budget Solutions as of 6/23/10

Eliminate ENDS Program and All Vacant Positions	\$ 8,800,000
Increase from \$7.8 million	
• Backfill only 33 of 49 Instructional Faculty Positions	
• Do Not Backfill 2 Re-assigned Faculty	
• Reduce PT Faculty Backfill Rate from \$45,000 to \$39,200	
Reduce Summer 2010 Class Offerings	2,000,000
Reduce Non-Instructional Hourly Staff	1,000,000
Reduce Travel and Other Discretionary Expenses	500,000
Redirect KOCE Payment from Retiree Benefit Liability	500,000
One Time Funds from College Ancillary Programs	<u>1,000,000</u>
	<u>\$ 13,800,000</u>

Future Challenges

- Severe Human Resource Deficit
 - Permanent loss of \$8.8 million worth of staff positions
 - New funding required for future staff
 - Re-allocating human resources throughout the District
- Meeting the Full Time Faculty Obligation
 - State waiver will sunset
 - State adjustment will increase obligation
- New State Mandates (SB1143, etc.)
- Unknown PERS Rate Increases
- Unknown STRS Rate Increases
- Unknown Health Benefits Cost Increases
 - Increase of \$1,500 per person for 2010-11 = \$3 million
- Future State Budgets
- Future New Legislation
- Prop 98 Changes
- Unfunded Technology Needs for the Future

Budget Conference Committee Status Major Community College Items				
League-Supported Action.				
	Governor	Senate	Assembly	Conference
Cost-of-living adjustment	-0.39%	no cut	no cut	no action
Growth	2.21%	2.21%	2.25%	no action
Part-time Faculty Compensation	-\$10,000,000	no cut	no cut	no cut**
EOPS	-\$10,000,000	no cut	no cut	no cut**
Career Technical Education	\$20,000,000	no increase***	no increase	no increase**
Basic Skills Initiative Language	no new language	redistribute 20% of money among districts based on basic skills success	no language	Compromise budget bill language to require study of performance-based funding model for basic skills program.
Student Financial Aid Administration	no new language	redistribute money based on Pell Grant (rather than BOG) awards	no language	no action
CalWORKs	make money flexible, conforming to CalWORKs elimination proposal	same as 2009-10	same as 2009-10	same as 2009-10**
Economic Development	same as 2009-10	same as 2009-10	+\$100,000,000*	no action