



Budget Planning Subcommittee of the District Planning and Advisory Council (DPAC) MEETING MINUTES – May 29, 2024

A Special Meeting of the Budget Planning Subcommittee will be held Wednesday, May 29, 2024 at 2:00 pm at Santa Monica College's Student Services Center (SSC 396), 1900 Pico Boulevard, Santa Monica, California.

The public may join the meeting via zoom with the following link: <https://smc-edu.zoom.us/j/85009325229>

I. Call to Order 2:05 pm

Members:

- Mitch Heskel, District Representative (Absent)
- Chris Bonvenuto, District Representative, Co-Chair -
- Teresita Rodriguez, District Representative
- Tracie Hunter, District Representative
- Elisa Meyer, Academic Senate Representative
- Jamar London, Academic Senate Representative
- Matt Hotsinpiller, FA Representative, Co-Chair
- Peter Morse, Faculty Association Representative
- Martha Romano, CSEA Representative
- Kennisha Green, CSEA Representative
- Dagmar Gorman, CSEA Representative
- Cindy Ordaz, CSEA Representative
- Cecilia Jeong, Associated Student Rep (Absent)
- David Duncan, Associated Student Representative
- Vacant, Associated Student Representative
- Vacant, Associated Student Representative

Interested Parties in attendance: Elaine Roque, Judith Mosher, Teresa Huber, Stacy Neal,
Yasmin Alpay, Jason Beardsley, Judith Eckstein, Eloisa Davis-Ludlow

II. Public Comments

III. Approval of Minutes:

IV. Reports

1. Tentative Budget

2024-2025 May Revision

State has deteriorated since January

Additional <\$6.9> billion in budget shortfalls with the State Budget deficit now at <\$44.9> billion
Governor's solution is to use funding shifts, borrowing, funding delays, funding reductions and a
withdrawal from safety net reserve.

Prop 98 (K-14) is \$8.8 billion over allocated

Community Colleges

Total increase of \$59.27 million from January proposal

Major ongoing changes include: Increase COLA for SCFF 0.76% to 1.07%

Major one-time changes include: Expanded Nursing Program Capacity, Systemwide transcript
system – eTranscripts, Mapping Pathways for Credit for Prior Learning, etc.

2024-2025 Tentative Budget

Tentative Budget is preliminary

State Budget will not be adopted until mid-June

COLA assumption of 1.07% included (\$1,786,407)

2023-24 deficit factor assumption is 50% of CCCCCO equal to <\$2,964,403>

Major Assumptions

Last year of Hold Harmless

Credit Resident Enrollment Increase of 3.0% or 496.66 FTES

Non-resident Enrollment Increase of 7.5% or 234.53 FTES

Continuation of 2023-2024 Budget Balancing Actions – Efficiency of 92.3%

Revenue Change

Total Revenue Increase of \$9,161,689 or 4.22%

Expenditure Change

Total Expenditure Increase of \$5,307,714 or 2.32%

Fund Balance

Ending Fund Balance for Tentative 2024-2025: \$14, 521,870 = 6.20%

The district is projected to spend \$29,392,738 between July 1, 2022 through June 30, 2025

Key Take Aways

Things will change before the Adopted Budget in September

Risk is high as the State Budget is continuing to deteriorate

Expenditures continue to outpace revenues

Reserves quickly declining 2021-2022 \$43.9 m; 2023-2024 projected \$22.4 million

Hold Harmless protection ends in 2025-2026

The District is near the 5% minimum fund balance recommended by the Chancellor's Office.

V. Adjournment: 3:15 pm

For all documents, visit www.smc.edu/administration/governance/district-planning-policies/budget-planning-subcommittee.php

Future Budget Planning Committee Meetings: Meetings will be on 1st and 3rd Wednesdays of the month, except as noted, and will begin at 2:00 pm.