

**COUNCIL ON BUDGET AND FACILITIES**  
**October 10, 2016**

**APPROVED SUMMARY**

**Members present:** Terry Cox, Vivian Gaytan (substitute for Karen Cant), Rodrigo Garcia, Jolena Grande, Tina Johannsen, Elaine Loayza, Rod Lusch, Sandra Palmer, Irma Ramos, Pete Snyder, Kashu Vyas, Tanya Washington, and Fred Williams. **Members Absent:** Karen Cant, Richard Fee, Adam Gottdank, Ian Kolaja, Cherry Li-Bugg, Justin Richardson

**Guests:** Josh Ashenmiller, Rick Williams, Eldon Young

**Call to Order:** The meeting was called to order at 2:07 p.m., by Chair Irma Ramos.

- I. **Summary:** The summary of the September 12, 2016, meeting was accepted as submitted.
- II. **Budget Update:** Mr. Fred Williams distributed and discussed a Community College Update article, *2017-18 System Budget Request Approved*, identifying the top funding requests for community colleges:
  - 2% access/growth
  - 1% COLA
  - \$200 million for base funding increase to cover general operating expenses including funding to handle PERS/STRS future increases
  - \$100 million for full-time faculty hiring; there are also dollars requested for full-time faculty hiring that went back to 2014-15 when we had additional funding
  - \$25 million for part-time faculty compensation and health insurance programs. This was essentially treated as a categorical fund several years ago and we're constantly trying to get it restored back to the levels that was before
  - \$25 million for Veterans Resource Centers
  - Also requesting \$50 million each for technology funding & campus safety needs and \$25 million to increase colleges' capacity to address mental health needs of students.

One-time funding requests include:

- \$15 million for the Innovation Grant program
- \$15 million for Innovation in Education
- Undefined amount for Scheduled Maintenance & Instructional Equipment

Ms. Kashmira Vyas reviewed the calendar for the fiscal year 2017-18 budget stating that this is reviewed annually by the CBF and essentially nothing has changed except the dates. The year begins with the P-1 apportionment attendance report due to the state in January followed by the Governor's Initial Budget Proposal. In March we will begin looking at the Tentative Budget and Board priorities; in May we begin Banner budget activities. We will present to the Board on June 27 the Tentative Budget. We will close the books by July 31. We anticipate having a completed budget to the Board at the first Board meeting in September.

Mr. Fred Williams asked the members if they were comfortable with taking this calendar to the Board or if they preferred that we bring it back to the November meeting. A vote was held at the end of the meeting.

Members expressed concern over the perception that they see sources of income, especially grants, but don't know where the money goes or how it is managed; the process does not feel transparent.

Mr. Fred Williams said regarding grants there is no such thing as free money, strings are attached. grant dollars are technically one-time dollars until they get renewed so it's very difficult to hire a position off of those dollars

or use it for salary increases because the certainty of those dollars are not as secure so it really falls on the campus and full-time faculty to get the dollars.

III. **Bond Update:** Mr. Rick Williams reported:

Cypress College:

- SEM/VRC Construction Manager at Risk proposals received and being evaluated. Interviews for finalists will be held October 21;
- Architect for Veterans' Resource Center and Student Center going to the Board tomorrow night; recommending LPA for the project;
- Parking Lot Feasibility study in progress to determine extent of additional parking spaces that can be achieved by restriping;
- College is working with DLR Architects to prepare the project package for bidding on the ADA Transition Plan.

Fullerton College:

- EIR in progress this week focusing on Traffic Study and street improvement analysis for the next 10 years of planned projects and anticipated student growth;
- Bond Projects Construction manager position application closed last week. Hiring committee has been set-up.

Anaheim Campus:

- First Floor Warehouse project 80% construction completed. Installation of drywall, electrical, and fixtures in progress;
- 7<sup>th</sup> and 10<sup>th</sup> floor Build-out project, construction document phase proceeding;
- ADA projects are ongoing for the second and fifth floors.

In addition to the above update, Mr. Fred Williams notified the council that we have communicated with the Board that the bond program is based upon the 2011 Master Plan and that based on the information received from Cambridge West in terms of the Mid-term Master Plan Update things are changing. Following are potential changes we see happening:

Anaheim Campus:

- CTE instructional lab on the fifth floor; currently in the process of getting cost estimates;
- Second floor improvements in the Counseling area for the School of Continuing Education;
- Patio umbrellas are deteriorating and SCE wants to build a structure to provide protection from the environment;
- Fourth floor improvements needed to house additional SCE IT staff;
- The second floor parking deck is a major concern as we constantly struggle to keep leaks from coming in to the first floor. It needs to be taken all the way down to the structure; probably a \$5 million project.

We are realigning some of the budget to carve out dollars while trying to stay within the original \$17 million that was allocated for the Anaheim Campus as part of the original bond.

Cypress College:

- The Science Engineering and Math building went from a remodel (mid \$40 million range) with state funding to a new building for \$89 million. Architects have already been approved for the SEM building;
- Veterans' Center project went from a \$4 million project to a \$15 million project due to cost escalation;

- Library Learning Resource Center expansion that was originally perceived to need 5,000 ft.<sup>2</sup> is increasing to 11,000 ft.<sup>2</sup> which changes the budget significantly;
- Possibility of a parking structure to be built on campus;
- Planning a Veterans Center Plaza and having a fundraising event capital campaign for about \$1.4 million to add onto that budget.

Cost escalation on projects means that some projects will be taken off the list in order to complete other items. We issued \$100 million of the \$574 million bonds yet we have over \$100 million allocated to just one college. District staff recommendation is to hold back until we know for certain what is going on at Fullerton College.

Fullerton College:

- A lot depends on the outcome of Proposition 51 on the November ballot. The 300/500 buildings, with an estimated cost of \$30 million, will be funded by Measure J and a State Bond; currently in environmental study phase and pending outcome of November State Bond election;
- The M&O building will be funded by local funds, currently in environmental study phase and pending the outcome of feasibility study;
- New parking structure to be funded with Measure J funds, with an estimated \$21 million budget, currently in environmental study phase and pending outcome of feasibility study.

IV. **Other Items:** Council members attending the meeting via video requested that the microphone system be checked out as audio was going in and out and they couldn't hear half of the meeting. Chair Ramos called for consensus on taking the budget calendar to the Board; consensus was unanimous. The next meeting will be held on November 14, 2016, at 2 p.m.

**Adjournment:** The meeting was adjourned at 3:28 p.m.