Members Present
Co-Chairs: A. Tomlinson, L. McKenzie
Administration: M. Martinez, L. Rosas, A. Patterson
AFT: B. Young
AFT Staff: T. Davis
Senate: S. McMurray, S. Fasteau
Teamsters: S. Sanchez
ASO: J. Baeza
Resource: K. Blackburn

The meeting was called to order at 2:00pm.

Approval of Agenda/Minutes
The agenda was accepted as presented. N. Barakat moved and D. Ruiz seconded to accept the minutes from 4/23/13. All approved.

Update on State Budget – President Martinez
President Martinez began with a review of the Districts pay back policy on our $6M college debt. The policy states no college would have a debt payment greater than 3% of their allocation, making our payment $857,000 per year. The policy further states if we balance our budget over the next 3 years and make our payment of $857,000 for 3 years, the remainder of our debt will be forgiven. This is a savings to the college of close to $3M. The President is confident we can meet the challenge.

President Martinez reported that since the May revise more money has been allocated to community colleges giving the colleges a better outlook. Growth will increase from 1.67% to 2.2%. Our base will probably also increase. Harbor has met and exceeded its FTES target, unlike five of our sister colleges who are offering summer to reach their enrollment cap.

A. Patterson reported on the assembly and states proposal for additional funding to Student Services which will restore support services to the students.

Future Growth and Implications for Harbor College – L. Rosas
L. Rosas noted in order for Harbor to be self-sufficient we need to target 7,300 funded FTES. Currently we are at 6,505 FTES for 2012-2013. The administration suggests taking an aggressive stance in order to be rebased for next year. The number of sections added for summer and fall was discussed.

Through a PowerPoint presentation, M. Wood explained the plan for additional sections. Growth should be in high demand classes with an average class size of 40. The dollars generated by the
additional sections was discussed. High demand classes-- transfer, CTE, and Basic Skills were rated for efficiency.

**College Budget Update – A. Tomlinson**

A. Tomlinson reviewed the college’s revenue, debt payment, expenses, and the impact of new faculty hires. Our preliminary budget for 2013-2014 based on 7,300 FTES is $39M, which includes our projected carryover of $970,152 from this year. Our assessments total $9.6M leaving $29.3M for our allocation. She explained the additional income we will receive from the District over the next 5 years for new faculty hires. She reviewed our total expenses which include salaries, benefits, and operational expenses. Our projected expenses for 2013-2014 total $29.5. College support from grants and Community Services is projected at $700,000 based on their average support over the past 3 years.

It was noted the money generated from the golf range is absorbed into the general fund. It would cost $1.3M to buy out the golf range contract.

Additional expenses such as increased operational costs and expenses related to accreditation were discussed.

For 2013-2014, $200,000 is projected for classified hiring. The President will announce the approved classified positions next week.

The meeting adjourned at 3:15 p.m.