



MESSAGE FROM CEO

DR. KEITH CURRY

A Time of Celebration

Congratulations to the El Camino College Compton Center Class of 2013! This is the time of year when we celebrate the success of the students we have served throughout the year. Please join the celebration of commencement on Thursday, June 6, 2013 in the stadium, followed by a reception in the gymnasium.

Faculty Staff Appreciation Breakfast

Thank you to everyone who participated in the Faculty and Staff Appreciation Breakfast May 31. Once again, managers served breakfast to show appreciation to our faculty and staff colleagues.

This event recognizes all Compton District employees, but provides the opportunity to especially acknowledge the retiring employee and the years of service for continuing employees.

Congratulations to the Faculty Member of the Year, Vanessa Haynes; the Adjunct Faculty Member of the Year, Dustin Black; and the Classified Member of the Year Alice Hawkins.

Congratulations to the Rideshare Bike Giveaway winners:

Michael Odanaka- Counselor

Celia Arroyo- Counselor

LaTanya Elliott- Human Resources Representative

Clifford Seymour- Adapted Computer Technician

Everyone who completed the Commuter Transportation Survey was automatically entered into the Rideshare Bike Giveaway. Don't forget to complete the Commuter Transportation Survey in 2014.

Congratulations and thank you to all the employees of Compton Community College District and the El Camino College Compton Center.

2013-2014 BUDGET

The governor released his May Revision to the proposed 2013-14 budget. The assembly and senate provided their proposals the following week. All three current proposals may be viewed [here](#). The three proposals will be discussed and considered by the State Budget Subcommittee, with a Final Budget likely passed and signed by the governor by the end of June 2013.

The 2013-14 Tentative Budget for the Compton Community College District reflects information available at this time from the California Community Colleges Chancellor's Office. It is anticipated that additional adjustments may be required as the state budget becomes finalized. The Tentative Budget will be submitted to the Special Trustee for approval at the June 18, 2013 Board of Trustees meeting.

Some highlights of the CCCD 2013-14 Budget Assumptions include:

- Projected beginning fund balance of \$5,514,244. Estimated state general apportionment in the amount of \$30,285,666 which includes Education Project Account (EPA) funds of \$4,920,470.
- Targeted reserve for contingency and ending fund balance: \$3,350,387 (9.83%) of budgeted expenditures. Anticipate State deferral of approximately \$6,824,960 in general fund apportionment payments.
- The District is projecting the need of a Tax and Revenue Anticipation Notes (TRANs) during the 2013-2014 fiscal year in the amount of \$6,800,000 to supplement cash flow due to anticipated stated deferrals.
- Budget the General State Apportionment in alignment with the El Camino College Compton Center generating 6,000 FTES and offering 1,500 sections. At this time, we budgeted for no growth or Cost of Living Adjustment (COLA) funds.
- Expenses for the GASB “pay as you go” costs for Retiree Benefits: \$575,991. The PARS Retirement Payment of \$109,842. The total remaining district liability for participating in PARS is: \$329,526.
- Estimated Public Employee Retirement System contributions at 12%. Projected utilities increase of 15% or \$152,000. All step and column increases of approximately \$300,000.
- Budget to fill the following eight faculty positions:

Communication Studies, Counseling / Learning Disabilities Specialist, Kinesiology/PE – Baseball Coach, Psychology, English/Reading, Mathematics– Two Positions, and Nursing.
- Budget to fill the following four new non-faculty positions:

Athletic Specialist, Instructional Coordinator, Student Activities Coordinator, User Support Technician.
- Line of credit debt payment (\$1,292,420).

Unrestricted Budget includes the following interfund transfers in the amount of \$650,000:

- Transfer \$200,000 to the line of credit for expenses from the 2009-2010 fiscal year. Total amount due to the line of credit is \$2,000,000. After the transfer the remaining amount due to the line of credit fund will be \$1,300,000. The District intends to complete the final transfer to the line of credit by the 2018-2019 year.
- Transfer \$450,000 to the Property & Liability Fund.
- Provide one-time categorical budget augmentations to backfill reductions from granting

agencies for the Special Resource Center, EOPS/CARE, and Matriculation programs.

The Budget Assumptions were presented to Planning and Budget Committee on March 26; Consultative Council on March 4, and to the Special Trustee on April 16.

Other Postemployment Benefits (OPEB)

As a part of the 2012-2013 goals, the District recently finalized the plan to fund Other Postemployment Benefits (OPEB) liability. The District's OPEB plan was reviewed and endorsed by the Planning and Budget Committee at their April 23, 2013 meeting. As of June 30, 2012 Compton Community College District unfunded Actuarial Accrued Liability (AAL) is \$15,723,057. The 2012-2013 Compton Community College District budget includes \$200,000 to provide for future OPEB expenses.

Compton Community College District has lacked a long-term financing plan that will lower our net OPEB liability. Therefore, the District has begun to review Irrevocable Trusts in order to develop a long-term financing plan. The District held meetings with PARS (Public Agency Retirement Services), Keenan & Associates Futuris Program, and the Community College League of California to review their irrevocable trust programs.

At the May 21 Board of Trustees meeting, the Special Trustee gave approval for the District to participate in the Keenan & Associates Futuris Program. As part of the 2012-2013 budget, the District will contribute \$200,000 into the irrevocable trust account which will reduce the District's net OPEB obligation. For the 2013-2014 year and beyond the District will make an annual contribution of \$250,000 into the irrevocable trust. As part of the Budget and Planning process, prior to making the annual contribution for each fiscal year, District administration will make a recommendation to the Special Trustee whether to increase or decrease the contribution amount into the OPEB irrevocable trust.

Though \$250,000 per year may seem inadequate at this time it is important that the District begin the process of long-term planning in order to ensure financial stability. The District's financial strategy is to maintain the minimum prudent reserve level, match ongoing expenditures with ongoing revenue, and address funding for retiree health benefits costs.

As we wrap up another rewarding academic year, let us remember the satisfaction we get from working with students every day. You never know where your assistance may lead, because as I continually remind myself, **Every Student is a Success Story!**