I. Minutes were approved with corrections.

II. 2006-07 Budget

- Currently adjusting the budget and trying to balance.
- Second quarterly report budget and projected expenditures report as of December 31, 2006, was reviewed.
- College anticipates more revenues and will continue to shift more expenses to SFP’s.
- Target is to break even.
- Spring enrollment is 104%. If we maintain, we keep growth money. Summer enrollment is very important and will be put toward 2006-07.

III. 2007-08 Budget

- Short time line to submit Op Plan to District. Sent out budget prep to managers. All were returned by the deadline.
- Request for budget totals $2 million over the preliminary allocation. With COLA that would be over $3 million shortfall. Senior staff will review the requests for additional funds.
- 2007-08 Preliminary Budget total funded base 6,676 FTES
- District projections (page 2) funding base with 1.39% growth 6,768 FTES
- Foreign student not included in that figure.
- Revenue Assumptions (page 3)
  - Conservative growth at 0%
  - Optimistic growth at 1.4%
- LACCD Preliminary Budget (page 5)
  - Conservative $514.9 million
  - Optimistic $521.1 million
- Allocation for each campus (page 6)
  - West Conservative $28,252,161
  - West Optimistic $28,654,490
- Budget planning will be based on conservative
IV. SB 361 Allocation Mechanism

- Using a new state budget formula.
- New formula is simplified.
- Each FTES has a set amount.
- Separated colleges into three groups
  
<table>
<thead>
<tr>
<th>FTES</th>
<th>Category</th>
<th>Basic Allocation</th>
</tr>
</thead>
<tbody>
<tr>
<td>20,000 FTES</td>
<td>Large</td>
<td>$4,000,000</td>
</tr>
<tr>
<td>10,000 FTES</td>
<td>Medium</td>
<td>$3,500,000</td>
</tr>
<tr>
<td>Under 10,000</td>
<td>Small</td>
<td>$3,000,000</td>
</tr>
</tbody>
</table>

- West is in small category. District will contribute an additional $500,000 for small colleges to increase their basic allocation to $3,500,000.
- Credit base FTES $4,367.08
- Non Credit FTES $2,625.76
- College deficits are cumulative loans to be paid back. Colleges with deficits are mandated to have a program and budget review by the Allocation Grant Task Force.
- Preliminary budget (conservative) page 13
  
<table>
<thead>
<tr>
<th>Budget Item</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Next base revenue</td>
<td>$32,267,038</td>
</tr>
<tr>
<td>Add COLA (4.4%)</td>
<td>$1,303,588</td>
</tr>
<tr>
<td>Other revenues</td>
<td>$36,515,456</td>
</tr>
</tbody>
</table>

- College contributes to District reserve and Sheriff and must pay back 1/3 of deficit each year.
- ITV does not use all of their funding so it is distributed to other colleges.
- Budget allocation $28,252,161
- Need another 200 FTES to obtain full funding.
- Dedicated Revenue Projections/Distribution (page 26) $623,291
- Workload measure for calculating 2007-08 growth (page 27) 6,607 FTES
- Computed base revenue total (page 27) $32,267,038
- With COLA and growth added to base revenue $33,985,131