



District Budget Committee (DBC)

Recommendation 2018-04

To: Bruce Baron, Chancellor

Date: 4/19/18

From: Jose Torres, District Budget Committee Chairperson

Re: District Budget Committee Recommendation 2018-04 – Allotment of \$57 Million in FCC Auction Proceeds


At its April 19, 2018 meeting, the District Budget Committee approved the following recommendation to Chancellor's Cabinet.

- 1) Restore the Proposal for Allotment of \$57 Million in FCC Auction Proceeds to what was submitted to the Board of Trustees for first read on March 22, 2018 and as depicted below, and
- 2) Allow SBCCD to develop and propose to the Board of Trustees a districtwide College Promise Program.

				<u>Guiding Principles</u>
1	KVCR			
2	Mandated Transition & Modernization	\$ 16,000,000		2,3,8,9
3	Operations Deficit for Three Years (2017-18, 2018-19, 2019-20)	5,000,000		2,5,9
4	Media Academy Start Up	2,000,000		1,2,8,9
5	KVCR Endowment	21,000,000		1,2,5,8,9,10
6	TOTAL KVCR	\$ 44,000,000		
7	COLLEGES			
8	SBVC (69.71%)†	\$ 6,971,000		
9	CHC (30.29%)†	3,029,000		
10	TOTAL COLLEGES*	\$ 10,000,000		1,2,7,9
11	DISTRICT SUPPORT SERVICES	\$ 1,000,000		1,2,7,9
12	ESTIMATED AUCTION EXPENSE REIMBURSEMENT TO GENERAL FUND	\$ 2,000,000		1,2,4,6,9
13	TOTAL ALLOCATION PROPOSED	\$ 57,000,000		

†Percentage distribution based on Resource Allocation Model (www.sbccd.org/bfs/2017-18Budget, page 8) and proposed by District Budget Committee.

*Colleges also received \$20 million in early 2018 as an investment in the Pension Rate Stabilization Trust (STRS/PERS) per FCC Guiding Principles 1,2,6,8,9,10,11, and 12.

Chancellor Cabinet Response:	
	<i>approved</i> <i>5/15/18</i>
Chancellor	Date