Public Hearing - 2006-2007 Proposed Budget

I. Call to Order

II. Pledge of Allegiance

III. Certification of the Posting of the Notice of the Public Hearing

IV. Presentation of the 2006-2007 Proposed Budget

V. Citizens Comments

VI. Adjournment of Public Hearing

Special Meeting

I. Call to Order

II. Certification of the Posting of the Notice of the Special Meeting

III. Approval of the Minutes of the July 27, 2006 Budget Workshop Meeting and the August 14, 2006 Special Meeting

IV. Financial Report and Consideration

                       Consideration of Adoption of Proposed 2006-07 Budgets (ACTION ITEM 1)

V. Adjournment
Certification of Posting of Notice to the August 24, 2006
Public Hearing
2006-07 Proposed Budget of the
North Harris Montgomery Community College District’s
Board of Trustees

I, John E. Pickelman, Chancellor of the North Harris Montgomery Community College District, do hereby certify that a notice of the Public Hearing was posted on Monday, the 21st day of August, 2006, in a place convenient to the public in the Administration Office of the District Services and Training Center and on all college campuses as required by Section 551.001 et seq., Texas Government Code.

Given under my hand this the 21st day of August, 2006.

______________________________
John E. Pickelman, Ph.D.
Chancellor
Special Meeting
of the
North Harris Montgomery Community College District’s
Board of Trustees

I, John E. Pickelman, Chancellor of the North Harris Montgomery Community College District, do hereby certify that a notice of the Special Meeting was posted on Monday, the 21st day of August, 2006, in a place convenient to the public in the Administration Office of the District Services and Training Center and on all college campuses as required by Section 551.001 et seq., Texas Government Code.

Given under my hand this the 21st day of August, 2006.

_________________________________
John E. Pickelman, Ph.D.
Chancellor
Present: David McIver, Chair  
David Vogt, Vice Chair  
Maria Flotte O’Neill, Secretary  
John Fox, Asst. Secretary  
Martin Basaldua  
Randy Bates  
Richard Campbell  
Priscilla Kelly  
Stephanie Marquard  

I. CALL TO ORDER: with a quorum present, Mr. Bates called the budget workshop meeting of the Board of Trustees to order at 11:35 a.m.

II. CERTIFICATION OF THE POSTING OF THE NOTICE OF THE MEETING: Chancellor Pickelman confirmed that the Notice for the meeting had been properly posted. No action was required. A copy is attached as Exhibit “A.”

III. CLOSED SESSION: at 11:45 a.m. Chair McIver convened the Board in closed session, in accordance with Section 551.001 et. seq. of the Texas Government Code under the following provisions of the Act: Section 551.071 – Consultation with Attorney. No action was taken.

Mr. Bates left at 1:15 p.m.

IV. RECONVENE OPEN MEETING: Mr. McIver reconvened the open meeting at 1:25 p.m.

V. REVIEW OF PROPOSED 2005-06 BUDGET: Ms. Cindy Gilliam, vice chancellor of business affairs and CFO, presented an overview of revenue projections and proposed expenditures. There will be no tax increase. The college presidents and district vice chancellors presented proposed budgets for their respective colleges and departments. No action was taken.

VI. REVIEW OF BUDGET TIMELINES: a public hearing and special meeting to adopt the budget and tax rate is tentatively scheduled for August 24th.

VII. ADJOURNMENT: Mr. McIver adjourned the budget workshop at 4:25 p.m.

ATTEST:
________________________________  __________________________________
Board Chair      Board Secretary
Present: Mr. David McIver, Chair
       Mr. David Vogt, Vice Chair
       Mr. John Fox, Assistant Secretary
       Dr. Martin Basaldua
       Mr. Randy Bates
       Dr. Richard Campbell
       Ms. Stephanie Marquard
       Mr. David McIver

Absent: Ms. Maria Flotte O’Neill, Secretary
        Ms Priscilla Kelly

I. CALL TO ORDER: Mr. McIver called the meeting to order at 5:43 p.m.

II. CERTIFICATION OF THE POSTING OF THE NOTICE OF THE MEETING: Chair McIver confirmed that the Board had for the record signed copies from the Chancellor certifying that the notice of the meeting was properly posted in accordance with the Texas Open Meetings Act. No action was required. A copy is attached as Exhibit “A”.

III. POLICY REPORTS AND CONSIDERATIONS:

1. Consideration of Approval of the Order Calling Trustee and Bond Election and to Appoint a Staff Agent for the Board Secretary to Perform the Election Duties (ACTION ITEM 1): upon a motion by Dr. Campbell and a second to the motion by Mr. Fox, the Board unanimously approved the order calling the trustee and bond election on November 7, 2006, and appointed Judy Stubblefield to serve as agent for the Board secretary to perform the election duties. The trustee election is to fill Position No. 1, Position No. 2 and Position No. 8 for a six year term on the Board of Trustees of the North Harris Montgomery Community College District. The bond election is to authorize the issuance of bonds for the construction and equipment of facilities in the District and the purchase of the necessary sites. A copy is attached as Exhibit “B.”

2. Consideration of Adoption of a Resolution Regarding Trustee and Bond Election (ACTION ITEM 2): upon a motion by Mr. Fox and a second to the motion by Ms. Marquard, the Board unanimously adopted the resolution regarding the trustee and bond election. A copy is attached as Exhibit “C.”

IV. CLOSED SESSION: at 5:56 p.m. Chair McIver convened the Board in closed session, in accordance with Section 551.001 et. seq. of the Texas Government Code under the
following provisions of the Act: Section 551.074 – Personnel Matters. No action was taken.

V. **RECONVENE OPEN MEETING:** Mr. McIver reconvened the Board in open session at 8:10 p.m.

III. **ADJOURNMENT:** There being no further business, the meeting was adjourned at 8:10 p.m.

**ATTEST:**

________________________________________________________________________
Board Chair                                    Board Secretary
Request: Consideration of Adoption of Proposed 2006-07 Budgets

Chancellor’s Recommendation: That the Board of Trustees adopt the 2006-07 Budgets for Operating, Technology, Student Activities, Repairs & Replacements, Auxiliary and Debt Service Funds.

Rationale: Following several months of study, planning, development and evaluation, the administration proposes a budget that accurately reflects the District’s educational plan for 2006-07.

The proposed budgets are as follows:

<table>
<thead>
<tr>
<th>FUND</th>
<th>REVENUES</th>
<th>EXPENDITURES</th>
<th>TRANSFERS</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating</td>
<td>$166,660,000</td>
<td>$164,932,000</td>
<td>($2,528,000)</td>
</tr>
<tr>
<td>Technology</td>
<td>4,970,000</td>
<td>4,970,000</td>
<td>-</td>
</tr>
<tr>
<td>Repairs/Replace.</td>
<td>550,000</td>
<td>1,250,000</td>
<td>-</td>
</tr>
<tr>
<td>Student Activities</td>
<td>1,600,000</td>
<td>1,600,000</td>
<td>-</td>
</tr>
<tr>
<td>TOTAL GENERAL</td>
<td>$173,780,000</td>
<td>$172,752,000</td>
<td>($2,528,000)</td>
</tr>
<tr>
<td>FUND</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Auxiliary</td>
<td>5,539,000</td>
<td>5,600,000</td>
<td>-</td>
</tr>
<tr>
<td>Debt Service</td>
<td>29,852,000</td>
<td>32,380,000</td>
<td>2,528,000</td>
</tr>
<tr>
<td>ALL FUNDS</td>
<td>$209,171,000</td>
<td>$210,732,000</td>
<td>$0</td>
</tr>
</tbody>
</table>

Revenues consist primarily of State funding, property taxes and tuition and fees. This is the second year of the 2005-06 State biennium funding; therefore, the 2006-07 proposed budget includes no increase in State funding. No increase in the student tuition rate is proposed for the budget. Certified property values have not been received, but the proposed budget does not include an increase in the tax rate. Both student and tax revenues are estimated to increase due to volume increases, not rate increases.

The proposed expenditure budget includes 25 new full-time faculty positions, in an effort to respond to growth, as well as to improve the full-time/adjunct faculty ratio. Support of student services and educational programs is proposed in the form of additional funding provided to individual college budgets. Full implementation of a data management system that complements the current enterprise software is also included in the budget. A 4% salary increase, with a minimum of $1,200, is proposed for all full-time employees who were hired on or before February 28, 2006. A $2 per contact hour increase for adjunct faculty is also included, representing the first increase in four years. A 4% increase in the part-time pay rates is proposed, representing the first across-the-board adjustment in seven years.
Workbooks containing detail at the individual account level have been distributed under separate cover. The workbook also contains the budget for The University Center trust fund. This budget is adopted separately by The University Center partners, but is included in the workbook for informational purposes.

**Fiscal Impact:** As proposed above.

**Staff Resource:**
- John Pickelman 832-813-6515
- Cindy Gilliam 832-813-6512