

## MEMORANDUM

To: ASC Members

From: Larry Buchholtz

Date: April 23, 2014

Subject: Notes from January 17, 2014 ASC Meeting

Members present via teleconference: Sheldon Flom, Marty Kelsey, Carol Hoglund, Herry Andrews, Lynnde Colling and Cheryl Heath. Members present in person: Matt Petry, Larry Buchholtz, Claire Smith, Nancy Morton, Ron Granger, Ron Laher and Dee Ludwig. There was no Executive Council representation.

### Agenda Item 1: Budget

- Matt started the meeting by going over the additional documentation requested from the Joint Appropriations Committee, including the 10 year history of CapCon funding, salary schedules and policies as provided by each college, full-time and part-time benefited staff headcounts, salaries over \$80k per year, listing of college programs underserved because of space shortages and explanations of the funding allocation model and CapCon model. Matt also let the members know the governor had recommended major maintenance be funded at 1.5% of replacement value, or in fair condition. Marty brought up that language in the proposed SF15 legislation seems to restrict the legislature from funding community college major maintenance at any percentage above "fair" and thinks the language should be changed.

### Agenda Item 2: Rules

- Matt informed the members that final regular rules were filed on 30 December and have become permanent. The next round of rules changes will take place during the March commission meeting, where commissioners will take action on rules that update the funding allocation model to increase the proportion of variable costs attributed to completion and he changes in percentages of completion rates and completion volumes.

### Agenda Item 3: Affordable Care Act

- Matt asked if there had been any guidance out of the IRS on calculations of instruction hours for the purposes of determining the 30 hour weekly threshold for coverage under the ACA. No one had seen anything yet. Matt indicated the budget office may be interested in the number of adjunct faculty that might become benefitted as a result of that guidance.

### Agenda Item 4: College Forms and Reports Matrix

- Larry indicated everything was up to date

#### Agenda Item 5: Next ASC Meeting/Teleconference

- February 20 at LCCC, time to be determined

#### Round Table Discussion

There was discussion regarding the actual start date of tuition increases approved by the commission in December, 2013. Commission staff had interpreted that to always mean the beginning of the next academic year, which is the summer term. Several ASC members indicated they do it by FY and start the new rates with the fall term. Matt brought this item back to the Executive Director for further discussion and possible action by the commission at a future time.

Marty asked what the replacement cost percentages for major maintenance really represented, if 1.5% is fair condition, is 3.0% good condition? Larry said he'd find that out. Turns out 1.5% to 3% is defined as fair to good condition in one category.