Committee: Mike Eng, Chair, and Mona Field, Alternate. Absent: Scott J. Svonkin, Member, and Nancy Pearlman, Vice Chair (arrived at 2:17 p.m.)

Trustee Eng called the meeting to order at 2:16 p.m.  

(Trustee Pearlman arrived at 2:17 p.m.)

PUBLIC SPEAKERS

None.

OLD BUSINESS

State Budget Update – Information about Final Budget

Mr. Patrick McCallum, Legislative Advocate, McCallum Group, Inc.; distributed and discussed a document entitled “Los Angeles Community College District (LACCD) – Budget Update” budget highlights for 2014 and the State budget allocations for various categories for 2014-2015.

There being no objection, Trustee Eng took out of order NEW BUSINESS, AB 2372 (Ammiano and Bocanegra).

NEW BUSINESS

• AB 2372 (Ammiano and Bocanegra) – Proposition 13

Under current law, what constitutes a “change of ownership” for the purposes of assessing property tax in accordance with Proposition 13 is fairly ambiguous and due to this, many larger corporations/businesses have taken advantage and avoided property reassessment.

Analysis: AB 2372 changes this by better defining “change of ownership” as when either (1) more than half of the ownership/control of a property has been transferred; or (2) 90 percent of the cumulative ownership interests, other than stocks, have been transferred (like when 10 people buy nine percent ownership each). In addition to these changes, the bill increases the penalty if an entity fails to report a change of ownership to the State. Additional revenues derived from the change would be in the form of increased property taxes which would increase Proposition 98, increasing funding to community colleges. Community colleges would receive approximately 11 percent of any additional Proposition 98 revenues and LACCD would receive approximately 10 percent of that. To become law, this bill will need a 2/3 vote from both houses of the State legislature and it would also need to be signed by the Governor. The Los Angeles Chamber of Commerce supports the measure.

Staff Recommendation: Support

Mr. Mark MacDonald, Legislative Advocate, McCallum Group, Inc., gave a summary of the status of AB 2372 (Ammiano and Bocanegra). He recommended that the LACCD support AB 2372 in the Legislation.
A question and answer session was conducted regarding AB 2372 (Ammiano and Bocanegra).

Trustee Eng entertained a motion to support AB 2372 (Ammiano and Bocanegra).

Motion by Trustee Pearlman, seconded by Trustee Field, to support AB 2372 in the Legislation.

APPROVED: 3 Ayes

Update on Status of Key LACCD Legislation

- AB 1451 (Holden) – Concurrent Enrollment

Mr. Mark MacDonald discussed the document with respect to AB 1451 (Holden).

A question and answer session was conducted regarding AB 1451 (Holden).

- SB 850 (Block) – Baccalaureate Degree

Mr. MacDonald discussed the document with respect to SB 850 (Block).

A question and answer session was conducted regarding SB 850 (Block).

- AB 1271 (Bonta and Jones-Sawyer) and SB 1391 (Hancock) – Inmate Education

Mr. MacDonald discussed the document with respect to AB 1271 (Bonta and Jones-Sawyer) and SB 1391 (Hancock). He indicated that AB 1271 is the same and is being replaced with SB 1391 (Hancock), which the District is supporting.

A question and answer session was conducted regarding AB 1271 (Bonta and Jones-Sawyer) and SB 1391 (Hancock).

DISCUSSION

None.

SUMMARY – NEXT MEETING

None.

ADJOURNMENT

There being no objection, the meeting was adjourned at 3:06 p.m.