

Los Angeles Community College District

District Budget Committee Meeting Minutes

September 14, 2011

1:30-3:30 p.m., District Office, Board Room

Roll Call

Committee members present as indicated (X).

Academic Senate

David Beaulieu	X
Dana Cohen	X
Jeff Hernandez	X
Lauren McKenzie	X
Tom Rosdahl	X
Michael Climo	X

L.A. Faculty Guild

Paul Doose	
Carl Friedlander*	X
John McDowell	X
Armida Ornelas	X
Olga Shewfelt	X
Joanne Waddell	X

Unions/Association

Allison Jones or Bobbi Kimble	
Leila Menzies	X
Ted Strinz	
Velma Butler	
Lubov Kuzmik	
Richard A. Rosich	

College Presidents

Tyree Wieder	X
Jack E. Daniels III*	X
Jamillah Moore	X
Monte Perez	
Kathleen Burke-Kelly	X
Marvin Martinez	
Roland Chapdelaine	
Sue Carleo	X
Nabil Abu-Ghazaleh	X

STUDENT TRUSTEE

Amber Barrero	X
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Also Present

Resource Persons

Cathy Iyemura	X
Daniel LaVista	
Vinh Nguyen	X
Jeanette Gordon	X
Adriana Barrera	X

District Office

Joan Steever	X
Karen Martin	X
Michael Shanahan	X
Perrin Reid	X

Other Guests

Nestor Tan	X
Paul Carlson	X
John R. Oester	X
Ann Tomlinson	X
Mary P. Gallagher	X
Allison Moore	X
Andrea Lim	X
Rolf Schleicher	X
Royston Thomas	X
Maureen O'Brien	X
Alex Immerblum	X
Ferris Trimble	X
Ken Takeda	X

1. Call to Order

Carl Friedlander called the meeting to order at 1:35 pm. Interim ELAC President Tyree Wieder introduced herself.

2. Approval of Agenda

The agenda was approved with the deletion of the Student Success Initiative Update. D. Beaulieu explained that the \$1 million allocation for LACCD Student Success was for one year (not ongoing), and that half the money had been spent and the other half would be available for Achieving the Dream (AtD) in 2011-12.

3. Approval of minutes for Sept. 15, 2011

Minutes of July 20, 2011 were approved with minor changes: Under Item 4, "At Tier 1 (shortfall of \$1-2 b), there would be a \$30 m additional cut"; under Item 5, "Freshman are not finding space, and are going to ~~non-profit~~for-profit institutions in rising numbers."

4. Budget Triggers & Possible Mid-year cuts

J. Gordon distributed and reviewed the document "Budget Triggers and Possible Mid-year Cuts." The delay of implementation of student fee increase in Tier 1 trigger from Winter until Summer (Brown is expected to sign the bill delaying implementation) will cost the system \$30 m. Discussion centered on the projected decline in the ending balance after 2011-12.

D. Beaulieu explained that there is Kresge Foundation money to pay for the 3rd and 4th years of AtD in its entirety and also to pay for East and Pierce's shares of the 1st and 2nd years, since those colleges paid their shares out of their balances.

C. Friedlander requested that arrangements be made to have C. Goulet come to the next DBC meeting to explain the increase in LACCD legal costs. J. McDowell requested that the increase in Workers Comp costs also be taken up.

5. 2011-12 College Enrollment Planning Update/Planning

C. Iyemura discussed the FTES report. In 2010-11, we were funded for 104,029 FTES and our actual FTES was 109,350. More than half the summer 2011 FTES was at ELAC. She reviewed the Tier 0, Tier 1 and Tier 2 funded FTES scenarios. Our 2011-12 target should be 97,566. LACCD overall is offering 4% fewer classes this fall.

6. 2010-11 Open Orders and Balances (Final)

J. Gordon reported the 2010-11 final open orders and year end balances. The ending balance is at \$90.09 million. The balances include \$41.3 million of college balances, \$10.7 million of open orders, \$6.8 millions set aside for new costs, \$13.8 million of ELAC and Pierce College's reserves, \$1 million set aside for Student Success Initiatives, \$1.6 million for restricted program deficits, and \$2.75 million set aside for legal reserve.

She also reported that only \$11 m of the District's 2010-11 ending balance is available to offset budget shortfalls in 2011-12.

7. Student Success Initiative Update & 2-Yr Funding

Item withdrawn.

8. 2012-13 Proposed Budget Development Calendar

The calendar was distributed.

9. Executive Committee Report & Recommendations

The DBC received a recommendation from the Executive Committee (attached) on how to deal with 2011-12 budget reductions. After considerable discussion, the DBC voted to send to Chancellor LaVista the following recommendation (modified from the version presented to the DBC by the Executive Committee):

RECOMMENDATION: *To minimize further class offering reductions and further cuts to the college budgets, the DBC recommends the following measures to close the \$15.8 million budget gap:*

- 1. Any additional mid-year funding cuts will be offset from the following district-wide measures:*
 - *Use of the \$11 million uncommitted balance,*
 - *Use Contingency Reserve funds to offset the remaining budget shortfall of 2011-12 until other solutions are determined, and*
 - *Develop other district-wide solutions, which may include actions requiring negotiation if necessary.*

- 2. Recognizing that the state funding cuts are permanent (ongoing) losses of revenue to the District, the Committee also recommends that the District begin to conduct reviews/assessments of all programs and services for possible future savings, beginning with those that continually end the year with negative balances.*

The Executive Committee reported that it continues to study allocation mechanisms in other multi-college districts with the hope of bringing some recommendations to the DBC in December.

10. DBC recommendations to the Chancellor

There are no prior recommendations awaiting responses.

The meeting adjourned at 3:05.

The next meeting will be on Oct. 12.

