

**LOS ANGELES COMMUNITY COLLEGE DISTRICT  
BOARD OF TRUSTEES  
BUDGET & FINANCE COMMITTEE  
Hearing Room – First Floor  
770 Wilshire Boulevard  
Los Angeles, CA 90017  
Monday, March 24, 2014  
10:00 a.m. – 11:00 a.m.**

Committee: Scott J. Svonkin, Chair; Ernest H. Moreno, Vice Chair; and Mike Eng, Member

Trustee Svonkin called the meeting to order at 10:06 a.m.

PUBLIC SPEAKERS

None.

PROPOSED USES OF 2012-2013 ADDITIONAL FUNDS

- Recommendations for Distribution

A document entitled “Projected Additional State General Revenue Available for Distribution” was distributed.

Trustee Svonkin stated that the purpose of today’s special Budget & Finance Committee meeting is to make a recommendation to the full Board on the distribution of the 2012-2013 State General Revenue Recalculation.

Interim Chancellor Adriana D. Barrera discussed the document with respect to the additional \$4.39 million in enrollment growth revenue and the Fiscal Year 2012-13 State General Revenue Revision (Recalculation). She indicated that discussions were held at the District Budget Committee meeting on March 19, 2014 regarding the equitable distribution to various proposed uses of 2012-2013 additional funds. She deferred to Ms. Jeanette Gordon, Chief Financial Officer/Treasurer.

Ms. Gordon discussed the new budget allocation model with respect to the College Basic Allocation to include minimum administrative staffing and maintenance and operations (M&O) costs.

A question and answer session was conducted regarding to the distribution of approximately \$8 million in State General Revenue from the 2012-13 recalculation with respect to the colleges’ plans for spending additional funds.

Motion by Trustee Eng, seconded by Trustee Svonkin, to approve the allocation of \$17.4 million, with approximately \$8 million to the colleges on the condition that each college submits a plan on how the additional money will be spent.

*APPROVED: 3 Ayes*

For the record, Trustee Moreno expressed his concern that the allocation model promotes less efficiency and that this issue needs to be addressed in the near future. He stated that the Board needs

comprehensive managerial controls. He requested that the Committee review the past allocation models the District has previously utilized over the years.

**Disposition:** • **Motion by Trustee Eng, seconded by Trustee Svonkin, to approve the allocation of \$17.4 million, with approximately \$8 million to the colleges on the condition that each college submits a plan on how the additional money will be spent.**

For the record, Trustee Svonkin stated that the Board adopted the *District Financial Accountability Measures* on October 9, 2013.

The Committee discussed the following items separately with respect to the allocation of the remaining \$1.3 million:

1. \$300,000 – District Marketing, Outreach and Recruitment Campaign
2. \$300,000 – Accreditation Planning Activities
3. \$360,000 – CURRICUNET Application
4. \$260,000 – Staffing ~~Release~~ **Sub & Relief** Time for SIS Conversion Project

A question and answer session was conducted regarding the District Marketing, Outreach and Recruitment Campaign. Trustee Svonkin withdrew this item for consideration pending proposals from the colleges on how the funds will be spent.

A question and answer session was conducted with respect to Accreditation Planning Activities, CURRICUNET Application, and Staffing Sub & Relief Time for the SIS Conversion Project.

Motion by Trustee Eng, seconded by Trustee Svonkin, to recommend to the full Board approval of the following with the condition that a backup report be provided to the Committee explaining the expenditures for the following DBC Recommendations #2., #3., and #4.

2. \$300,000 – Accreditation Planning Activities
3. \$360,000 – CURRICUNET Application
4. \$260,000 – Staffing ~~Release~~ **Sub & Relief** Time for SIS Conversion Project

*APPROVED: 2 Ayes (Eng and Svonkin)  
1 No (Moreno)*

**Disposition:** • **A question and answer session was conducted regarding the District Marketing, Outreach and Recruitment Campaign. Trustee Svonkin withdrew this item for consideration pending proposals from the colleges on the how the funds will be spent on advertising.**

**Disposition:** • **Motion by Trustee Eng, seconded by Trustee Svonkin, to recommend to the full Board approval of the following with the condition that a backup report be provided to the Committee explaining the expenditures for the following DBC Recommendations #2., #3., and #4.**

## FUTURE BUDGET & FINANCE COMMITTEE MEETING DATES

- April 23, 2014

## NEW BUSINESS

None.

## SUMMARY – NEXT MEETING

None.

## ADJOURNMENT

There being no objection, the meeting was adjourned at 11:50 a.m.