

**LOS ANGELES COMMUNITY COLLEGE DISTRICT
BOARD OF TRUSTEES
BUDGET & FINANCE COMMITTEE
Los Angeles Southwest College
Student Services Education Center Building, 2nd Floor, Room 209
1600 W. Imperial Highway
Los Angeles, CA 90047
Wednesday, May 14, 2014
2:00 p.m. – 3:15 p.m.**

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

Trustee Svonkin called the meeting to order at 2:00 p.m.

PUBLIC SPEAKERS

None.

REPORTS/RECOMMENDATIONS/ACTION

Update of Financial Projections by College

A document entitled “College Financial Accountability Measures Report/Dashboard” was distributed.

Ms. Jeanette Gordon, Chief Financial Officer/Treasurer, discussed the document with respect to the District Projection of Budget and Expenditures as of March 31, 2014. She highlighted the Adjusted Balance column for the four colleges with deficits and indicated that in response to the Committee’s request, the colleges were present to share their financial challenges and their efforts to address their deficits. She deferred to Ms. Alma Johnson-Hawkins, Interim President, Los Angeles Valley College (LAVC).

Ms. Johnson-Hawkins distributed and discussed a document entitled “LAVC Enrollment and Budget Update – April 2014” with respect to Expenditures by Tiers, Projected 2013-14 Revenue; Revised Projection as of March 31, 2014; the Five-Year Financial Stability Plan; and Projected Changes for 2013-2014, 2014-2015, 2015-2016, and 2016-2017.

A question and answer session was conducted regarding the LAVC Five-Year Financial Stability Plan.

Trustee Svonkin requested that the College Brain Trust Report be provided to the Committee to address the LAVC deficit.

Ms. Gordon indicated that the report will be provided to the Committee and then deferred to Ms. Renee D. Martinez, President, Los Angeles City College (LACC).

Ms. Martinez distributed and discussed a document entitled “LACC 2013-2014 College Financial Status as of March 31, 2014” with respect to the 2013-2014 Financial Projection, summer offerings, the 2% growth over cap funding per FTES, their plan on how to address the LACC deficit, and the college’s marketing efforts.

A question and answer session was conducted regarding the LACC increase in utility costs and the various methods to address this issue, in particular with the hiring of an Energy Program Manager that will manage costs of utilities Districtwide.

Dr. Yasmin Delahoussaye, Interim President, Los Angeles Southwest College, distributed and discussed a document entitled "LASC Budget Deficit and Correction Plan" with respect to the 2013-2014 Financial Projection, LASC's 2013-2014 Fixed Costs, Estimated LASC Costs Per FTES in 2012-2013 and 2013-2014, 2013-2014 Sheriffs' Contract as a Percent of Unrestricted Budget, Sheriff's Contract & Campus Budget, and their plan on how to address the LASC deficit.

A question and answer session was conducted regarding the LASC increase in utility costs and the Sheriff's contract.

Trustee Svonkin thanked the presidents for their presentations and their efforts in trying to address their deficits. He requested that this item be brought back to the Committee for further discussion regarding the LACC and LASC plans to address their deficits.

Disposition: • ***Trustee Svonkin requested that the College Brain Trust Report be provided to the Committee to address the LAVC deficit.***

Disposition: • ***Trustee Svonkin requested this item be brought back to the Committee for further discussion on the LACC and LASC plans to address their deficits.***

2014-15 Budget Update and May Revise (if available)

Ms. Gordon distributed and discussed a document entitled "2014-2015 Budget Update and May Revise" as informational only; due to time constraints, this item was not discussed.

Disposition: • ***Postponed until the next Committee meeting, if needed.***

Update on Foundation Audits

Due to time constraints, Trustee Svonkin indicated that this item is postponed. He requested that this item be brought back to the Committee when appropriate for an update regarding the Foundation audits with respect to the status of the implementation of the corrective action plans and a summary of the audits of concern.

Disposition: • ***Due to time constraints, Trustee Svonkin indicated that this item is postponed. He requested that this item be brought back to the Committee when appropriate for an update regarding the Foundation audits with respect to the status of the implementation of the corrective action plans and a summary of the audits of concern.***

Update on Banks

Due to time constraints, Trustee Svonkin indicated that this item is postponed until the next Committee meeting.

Disposition: • ***Due to time constraints, Trustee Svonkin indicated that this item is postponed until the next Committee meeting.***

FUTURE DISCUSSION/AGENDA ITEMS

- Update on Cost Savings from Master Agreements (Chancellor's Directive #142)
- Schedule for Districtwide Bids on Major Items
- Retirement Incentives

FUTURE BUDGET & FINANCE COMMITTEE MEETING DATES

- June 11, 2014

NEW BUSINESS

None.

SUMMARY – NEXT MEETING

None.

ADJOURNMENT

There being no objection, the meeting was adjourned at 3:19 p.m.