

**LOS ANGELES COMMUNITY COLLEGE DISTRICT
BOARD OF TRUSTEES
MINUTES - FACILITIES MASTER PLANNING & OVERSIGHT COMMITTEE
Educational Services Center
Board Room – First Floor
770 Wilshire Boulevard
Los Angeles, CA 90017
Wednesday, December 17, 2014
1:00 p.m. — 2:00 p.m.**

Committee: Ernest H. Moreno, Member. Absent: Steve Veres, Chair (arrived at 1:30 p.m.) and Scott J. Svonkin, Vice Chair (arrived at 1:30 p.m.)

Trustee Moreno called the meeting to order at 1:10 p.m.

PUBLIC SPEAKERS

None.

REPORTS/RECOMMENDATIONS/ACTIONS

Presentation/Initiative Review(s)

Information Technology Bond Expenditures Report

A document entitled "Los Angeles Community College District Program Management Services, Measure J Funding for IT Projects" was distributed.

Chancellor Francisco C. Rodriguez gave an overview of the evaluation that was conducted of the bond program expenditures for the Los Angeles Community College District (LACCD) information technology projects. He indicated that the Mr. James D. O'Reilly, Chief Facilities Executive, Facilities Planning and Development; Mr. David G. Casnocha, Esq., Bond Counsel; and Mr. William Sewell, Deputy Program Director, Los Angeles Community College District (LACCD) Bond Program Management Office were present to discuss the scope and outcomes of the review.

Mr. O'Reilly gave a PowerPoint presentation and discussed various components that were utilized to conduct the evaluation of the bond program expenditures for the LACCD information technology projects. He deferred to Ms. Casnocha who continued the PowerPoint presentation and discussed a section of the "California Constitution Article XIII" and Legal Opinions of past guidance by bond counsel and current opinions.

Mr. Sewell continued the PowerPoint presentation and discussed the summary of the Informational Technology Expenditures, Informational Technology Project List, and Projects Requiring Funding Review. He deferred to Mr. O'Reilly who discussed the Next Steps.

(Trustees Svonkin and Veres arrived at 1:30 p.m.)

Trustee Moreno expressed his concern that the Student Information System (SIS) software was not assessed in the information technology projects evaluation process as to the value of the product. He requested that the following be provided to the Committee members in order to present the findings to the Budget & Finance Committee meeting for further discussion:

1. The initial distribution protocol of Measure J Bond funds when they became available.
2. The initial allocation of \$125,753,673 of Measure J Bond funds for District-wide technology initiatives.
3. An analysis of the \$48,065,391 paid to date itemizing the expenditures of the Measure J Bond funds in particular the SIS software funds expended.
4. An assessment as to the value of the SIS software purchased.

Chancellor Rodriguez indicated that the review of the Measure J bonds funds that were utilized for information technology projects determined that the funds were eligible under the interpretation of the law at the time. The review did not include the assessment of the SIS software. He discussed the urgency in finding alternative resources for the projects that are essential and well underway to completion that are deemed not eligible at the conclusion of the projects currently under review.

A question and answer session was conducted with respect to various components regarding the review of Measure J Bond information technology projects.

Mr. O'Reilly indicated that the Information Technology Strategic Execution plan will be presented at a future Committee meeting.

A question and answer session was conducted with respect to the projects that are under review that include \$9 million currently under contract and how to address this issue if Measure J Bond funds are not deemed eligible for the remainder of the projects under review to find an alternative source of funding.

NEW BUSINESS

None.

SUMMARY – NEXT MEETING

None.

ADJOURNMENT

There being no objection, the meeting was adjourned at 2:10 p.m.