

# Los Angeles Community College District

## District Budget Committee Meeting Minutes

February 1, 2017

1:30-3:30 pm, Educational Services Center, Board Room

**Roll Call**    X Indicates Present

### Academic Senate

Kaycea Campbell	x
Donald Gauthier*	x
Jeff Hernandez	x
Leslie Milke	x
Josh Miller	
Dan Wanner	

### L.A. Faculty Guild

Nabeel Barakat	
Sandra Lee	x
John McDowell	
<i>(Vacant)</i>	
Olga Shewfelt	x
Joanne Waddell	x

### Unions/Association

Kathleen Becket; SEIU Local 99	
Velma Butler/Shirley Chen Page; AFT Staff Guild	x
Vi Ly (Selina Chi); Local 911 Teamster	x
Leila Menzies (Eddie Afana); Class Mgmt Rep	
Hao Xie (Galen Bullock); Sup Rep Local 721	x
<i>(Vacant)</i> -Build & Trade	

### College Presidents

Kathleen F. Burke*	x
Erika A. Endrijonas	x
Larry Frank	x
Otto W. Lee	x
James M. Limbaugh	x
Marvin Martinez	x
Renee Martinez	x
Denise Noldon	x
Monte Perez	x

### Student Trustee Rep

Mandie Dixon

\* DBC CO-chairs

\*\* Interim

### Also Present

#### Resource Persons

Chancellor Rodriquez  
Ryan Cornner  
Jeanette Gordon  
Deborah La Teer  
Bob Miller  
Maury Pearl  
Albert Román

#### Guests

John	al-Amin	Mike	Lee
Violet	Amrikhas	Sarah	Song
Daniel	Hall	Danny	Villanueva
Mary	Gallagher		
Iris	Ingram		

1. **Call to Order** by Kathleen F. Burke at 1:40 pm.
2. **Approval of Agenda** – Approved with no changes.
3. **Approval of Minutes for November 9, 2016** – Approved with no changes.
4. **Chancellor’s Remarks/Updates** (*Dr. Rodriguez*)
  - Chancellor gave assessment of visit to Sacramento.
    - i. Team of 12 plus 3 advocate teams had 19 separate visits with legislators and staff.
    - ii. State Budget is seen as conservative on the revenue side due to uncertainty at the federal level. The governor does not believe that state revenues will increase at a high rate and continues to put money into the “Rainy Day Fund”. The Affordable Care Act being repealed would have an impact of \$20 billion (under 20% of entire state budget) on state finances and the state is being prudent on finances.
    - iii. Pushed for Prop 98 Split. The component of the Prop was for \$10.87 million and the statutory was for \$10.93 million to California Community Colleges (CCC) with \$4 million ongoing to the Los Angeles Community College District (LACCD). CCC has not received the statutory number in the last 15 out of 24 years. Restoring Statutory Number was the number one issue.
    - iv. The other hot topic was Growth. Most of the state is not growing, but LACCD’s historic position is to serve as many students as possible through adult education, dual/concurrent enrollment, online, and traditional courses.
    - v. A legislator has been identified to sponsor statewide College Promise legislation that would cover tuition that is not covered by BOG, transportation, textbooks, and tools. There has been good response for this. Instead of new revenue, money would have to be found within the current budget.
    - vi. Support for undocumented immigrants and DACA students. Colleges provide a safe environment on campus and classrooms. The Board has asked for a taskforce on this subject. Legislation being considered to protect students on campuses from being questioned about their legal status.
    - vii. LACCD receives \$306 million from federal revenue streams. All but \$49 million is in grants as student aid.

**5. ECDBC Reports and Recommendations** (*Ms. Gordon*)

- Completion of the review of the allocation model.
  - i. The ECDBC has found no structural inequities in the model, so no recommendations on changes have been made.
  - ii. ECDBC is recommending that the accountability measures approved by the Board be followed in full.
  - iii. Instructional costs such as instructional aides, supplies, and other items were studied however ECDBC does not find they should be included in the model. Outliers were found in this area and ECDBC suggests the Colleges to look at the areas and make determinations.
  - iv. DBC motion to postpone recommendation was approved. The instructional cost data will be reviewed by DBC.

**6. Final Review of DBC Self Evaluation for FY 2015-16**

- Motion to approve Final Review of DBC Self Evaluation for FY 2015-16 was passed.

**7. 2016-17 First Quarter Financial Status Report** (*Ms. Gordon*)

- Report given that projected revenues (\$648.2 million) will not cover projected expenditures (\$662.0 million). More figures were presented in the 2016-2017 First Quarter Financial Status Report provided to the DBC.

**8. \$8.5m Prop 30 Reserve** (*Ms. Gordon*)

- Motion to approve reallocation of \$8.5m Prop 30 reserves to STRS/Pers Reserve approved.

**9. 2017-18 Governor's Budget** (*Ms. Gordon*)

- The Governor's proposed budget has community colleges receiving 10.87% of Prop 98 funding, which is approximately \$8 billion.
- Major budget highlights for LACCD were discussed. There will be more money in the Total Ongoing Base Increase for FY2017-18 compared to FY2016-17, but there was a decrease in Categorical/Restricted funding.

**10. Enrollment Update** (*Dr. Cornner*)

- Spring 2017 Enrollments have improved within the last few weeks, but enrollment is 5% down compared to the same time last year. Enrollment is not expected to increase significantly within the coming weeks.
- Current enrollment estimates for Spring 2017 are flat. Quarterly meetings with the colleges within the next few weeks will bring more concrete numbers.
- Motion to send a charge to ECDBC to review and make a recommendation on the impact of holding growth, shifting growth dollars, long term impact, and how to proceed forward approved.

**11. FON Update** (*Dr. Román*)

- Assuming 1.67% growth, 104 positions are being looked at. More strategic methods are being discussed to avoid recalculation of FON and P2. Two tier process to hire 80% of positions including replacements and part of the growth.
- Revisit in June to determine if the target has been reached or if more hiring should be done. Projected 80% appears to be on the mark. Discussions are ongoing with the College Presidents on how to spread the 80% across the nine colleges.
- Discussions of second tier of the hiring process, 20% or more, will be had if and when more hiring happens.

**12. Supplemental Retirement Plan (SRP) Update** (*Dr. Román*)

- A brief description of the program requirements were given, the Board will review and decide on the proposal at its May 2017 meeting.
- General information and actual parameters of SRP can be found on the HR website, and workshops will be held at each college.
- The fiscal objective of this program is to have the costs of those who accept SRP be offset by the salary savings of deferring hiring for a year.

### **13. DBC Recommendations to the Chancellor**

- DBC to be presented with District's plan for advertising, outreach, marketing, and branding along with information on enrollment segmented by enrollment types.

### **14. Items to Be Addressed by ECDBC**

- Review of the impact of holding growth.

The meeting was adjourned at 3:15 pm.

*Future Meetings: March 15, Apr 12, May 17, June 14*