

Los Angeles Community College District

District Budget Committee Meeting Minutes

May 17, 2017

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

Roll Call X Indicates Present

Academic Senate

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

L.A. Faculty Guild

Nabeel Barakat X
Sandra Lee X
John McDowell
(Vacant)
Olga Shewfelt X
Joanne Waddell X

Unions/Association

Kathleen Becket; SEIU Local 99 X
Velma Butler/Shirley Chen Page;
AFT Staff Guild X
Vi Ly; Local 911 Teamster X
Leila Menzies; Class Mgmt Rep
Hao Xie; Sup Rep Local 721 X
(Vacant)-Build & Trade

College Presidents

Kathleen F. Burke* X
Erika A. Endrijonas X
Larry Frank X
Otto W. Lee X
James M. Limbaugh
(Iris Ingram) 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
Jeanette Gordon
Deborah La Teer
Bob Miller
Maury Pearl

Guests

Violet Amrikhas Kevin Jeter
Louise Barbato Mike Lee
Grace Chee William Ramirez
Angela Echeverri Rolf Schleicher
Dan Hall Sarah Song

1. Call to Order by Don Gauthier at 1:40pm.

2. Approval of Agenda – Approved with change. Move Item #11 “**2017-18 May Revise**” to Item #4.

3. Approval of Minutes for April 12, 2017 – Approved with no changes.

4. Chancellor’s Remarks/Updates

- The May Revise reflects an excellent budget year for the Community College system and shows the State’s priorities. There are still efforts in Sacramento redirect some of these resources. The increase in base augmentation was unexpected and could signal leaner years ahead, but these funds come with clear expectations to cover anticipated increases in pension, health benefits and utility costs.
- Assembly Bill 19 (enrollment fee waiver) has passed through the Assembly Committee on Higher Education and is in the Appropriations for discussions and negotiations.
- Baccalaureate bill is continuously being discussed and amended.
- Senator De Leon Bill would integrate student support services and increase Cal Grant B by \$4,000 per student. The bill is slated for \$50 million.
- Erwin Multiple Measures Bill is gaining traction and would allow for other measures to be used to place students into English and Math courses beyond the current available assessment tools.

5. DBC Co-Chair Nomination (Faculty)

- Co-Chair Nomination – Jeff Hernandez. Approved by unanimous vote and will begin in July.

6. ECDBC Reports and Recommendations

- Since the State Chancellors Office is in the process of reviewing the State Funding Model, the ECDBC has decided to wait until the State has finished their review before working on any changes to LACCD’s Budget Allocation Model.
- Training on the Budget Allocation Model will be provided before the July or August (tbd) DBC meeting at 12:00pm.

7. Enrollment Update (Cornner)

- There was an increase in spring 2017, but it was still lower than the previous year, but the District is still looking to make base this year. Current estimates show the potential to earn 107,900 ftes, but that is using last year’s efficiency rates. Assuming 10% decline in efficiency, the projection is 107,250, which is below base.

8. FON Update

- Continuing with the plan of hire replacements with anticipation of no growth, or about 45 faculty hires.

9. Supplemental Retirement Plan (SRP) Update

- 356 employees have accepted the SRP, with approximately 145 being faculty. The Board approved the SRP during the May 10th meeting.
- To obtain the planned savings of the SRP, only 80% of the retirements can be replaced.

10. Year End Balance Projection – 3rd Qtr Report

- Information provided in supporting documents.

11. 2017-18 May Revise (Gordon)

- Governor's May Revise increases COLA to 1.56% (additional \$300,000 to LACCD), decrease of growth to 1% (-\$2m to LACCD, and an increase in base augmentation (additional \$15.2m to LACCD). There will be a recommendation to set aside this increase toward future CalSTRS and CalPers obligations.
- No change in COLA for EOPS or Guided Pathways since January budget, Prop 39 funds decreased ((\$500,000) to LACCD)
- Scheduled Maintenance and Instructional Equipment dollars were reduced and the Governor proposes to hold the bulk of these funds for distribution in the 2018-19 fiscal year.
- The impact of the May on LACCD is a total increase of \$50.7 million over the prior year.

12. 2017-18 Proposed Tentative Budget

- The 2017-18 Proposed Tentative Budget will go to the Board on June 7, 2017 for approval.
- The assumptions are a Growth target is 1% with an additional 1% over cap, meet the FON obligation, and maintain a 6.5% general reserve and a 3.5% contingency reserve.
- The 1% growth revenue (\$5.5m) will not be distributed to the colleges until it is earned.
- Tentative Budget does not show any balances that colleges are projecting to end the year with. Final budget will include these carryforwards.

13. Proposed 2017-18 DBC/ECDBC Meeting Dates

- A suggestion was made to change the date of DBC meeting from August 16, 2017 to August 2, 2017 and to cancel the July and December DBC meeting as well as the December ECDBC meeting.
- These dates will be discussed at the June meeting.

14. DBC Recommendations to the Chancellor

- No items.

15. Items to Be Addressed by ECDBC

- No items.

16. Other Business

- No items.

The meeting was adjourned at 2:47pm.

Future DBC Meetings: Jun 14

Future ECDBC Meetings: May 30