

**LOS ANGELES COMMUNITY COLLEGE DISTRICT
BOARD OF TRUSTEES
MINUTES - BUDGET & FINANCE COMMITTEE
Los Angeles Harbor College
Student Services Administration (SSA) Building, Room 219
1111 Figueroa Place
Wilmington, CA 90744
Wednesday, April 15, 2015
1:00 p.m. – 2:00 p.m.**

Committee: Ernest H. Moreno, Chair; Mike Eng, Vice Chair; Scott J. Svonkin, Alternate. Absent: Steve Veres, Member

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

PUBLIC SPEAKERS

None.

REPORTS/RECOMMENDATIONS/ACTION

Enrollment Update

A document entitled "Enrollment Update, Budget & Finance Committee, April 15, 2015 FTES Projections as of April 6, 2015" was distributed.

Ms. Bobbi Kimble, Interim Vice Chancellor, Educational Programs and Institutional Effectiveness, gave an overview of the full-time equivalent students (FTES) projections by college.

A question and answer session was conducted regarding the colleges' efforts to attain the FTES targets.

Quarterly Audit Update

- Procurement – 5 Colleges and Educational Services Center

A document entitled "Internal Audit Department, 2014-15 Second Quarter Report, April 15, 2015" was distributed.

Mr. Arnold Blanshard, Director, Internal Audit Department (IAD), discussed the document with respect to the Audit Finding Matrix, Audit Report Rating Matrix, and the Procurement Audits.

A question and answer session was conducted regarding issues of concern with respect to the Procurement Audits Summary of Common Findings and Major Issues Identified in the Educational Services Center (ESC).

Trustee Moreno requested that the administration address the major issues identified in the ESC and that the item be brought back to the Committee in June with an update on the corrective action plan.

- ASO – Los Angeles Trade-Technical and Los Angeles Southwest Colleges

Mr. Blanshard discussed the document with respect to the Associated Student Organization Audits (ASO) for Los Angeles Trade-Technical College and Los Angeles Southwest College.

Chancellor Recommendation on Set Aside for Future Costs

There being no objection, Trustee Moreno took out of order Item D. Chancellor Recommendation on Set Aside for Future Costs.

Documents entitled "Com. No. BF2. 2014-15 Budget Adjustments to Income/Appropriations" and "2015-16 Potential Increases in State Funding for the Los Angeles Community College District" were distributed.

Ms. Jeanette L. Gordon, Chief Financial Officer, discussed the document with respect to the State funded enrollment growth revenue.

A question and answer session was conducted regarding the process of the additional State revenues released by the State Chancellor's Office for the 2014-15 first principal apportionment.

With respect to State funded enrollment growth revenues, Trustee Svonkin expressed his concern that the colleges with a deficit should provide a strategic plan on how the funds will be utilized to restore student services and not get further into debt.

Trustee Eng indicated that this item is being presented for action at today's Board meeting and that unless the presidents' speak to the item with respect to their commitment that these funds will be utilized for student success, he will not vote to approve *Com. BF2. 2014-15 Budget Adjustments to Income/ Appropriations*.

Chancellor Francisco C. Rodriguez recommended that the Committee approve this item that is being presented at today's Board meeting for action.

Motion by Trustee Eng, seconded by Trustee Svonkin to recommend to the full Board the approval of BF2. 2014-15 Budget Adjustment to Income/Appropriations.

Without objection, so ordered.

APPROVED: 3 Ayes

Trustee Moreno requested that this item be brought back to the next scheduled Committee meeting in order to finish covering the documents distributed.

Nonresident Tuition Update

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

Fiscal Visibility-Framework of Indicators/Proposed Goals and Targets for 2015-16

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

FUTURE DISUSSSION/AGENDA ITEMS

- Update on Cost Savings from Master Agreement (Chancellor's Directive #42)
- Retirement Incentive

FUTURE BUDGET & FINANCE COMMITTEE MEETING DATES

- May 13, 2015

NEW BUSINESS

None.

SUMMARY – NEXT MEETING

None.

ADJOURNMENT

There being no objection, the meeting was adjourned at 2:14 p.m.