

**LOS ANGELES COMMUNITY COLLEGE DISTRICT  
BOARD OF TRUSTEES  
MINUTES - BUDGET & FINANCE COMMITTEE  
Educational Services Center  
Board Room – First Floor  
770 Wilshire Boulevard  
Los Angeles, CA 90017  
Wednesday, October 21, 2015  
3:00 p.m. – 4:45 p.m.**

Committee: Sydney K. Kamlager, Chair; Mike Eng, Member. Absent: Ernest H. Moreno, Vice Chair (arrived at 3:13 p.m.)

Trustee Kamlager called the meeting to order at 3:02 p.m.

**PUBLIC SPEAKERS**

Mr. Fernando Oleas, AFT Chapter President, Los Angeles Pierce College, expressed his concern regarding the \$57.6 Million State Mandated Reimbursement Funds to the Colleges that have not been released.

Ms. Joanne Wadell, President, Los Angeles College Faculty Guild, Local 1521, expressed her concern regarding the consequences as a result of the late distribution of the \$57.6 Million State Mandated Reimbursement Funds to the Colleges.

Mr. John McDowell, Los Angeles Trade-Technical College (LATTC), expressed his concern regarding the delay.

**REPORTS/RECOMMENDATIONS/ACTION**

**Final Budget Update**

- **Review of \$57.6 Million State Mandate Reimbursement Funds**

A document entitled "2015/16 LACCD Budget Development" was distributed.

(Trustee Moreno arrived at 3:13 p.m.)

Ms. Jeanette L. Gordon, Chief Financial Officer/Treasurer, gave an overview of the revised list of recommended uses of the \$57.6 Million from the State Mandated Reimbursement Funds in order to address the Committee's concern raised at the last meeting. She deferred to Chancellor Francisco C. Rodriguez.

Chancellor Rodriguez discussed various components with respect to the line items that were reallocated in order to address the Committee's concerns.

Trustee Eng thanked the District Budget Committee (DBC), the colleges, and everyone involved with the deliberation on the distribution of the \$57.6 Million State funds, which resulted in a well thought-out plan for the new money. He apologized to everyone that was adversely affected by the delay of the distribution of the one-time money because of the new Committee members' transition for Fiscal Year (FY) 2015-16. He recommended that in next Fiscal Year this be taken into consideration so that the first meeting is scheduled earlier in order to address the colleges' concerns in a timely manner.

Trustee Kamlager acknowledged the LACCD students that were present in support of the allocation of the \$57.6 million State funds.

A question and answer session was conducted regarding various components with respect to the \$57.6 Million State Mandated Reimbursement Funds and student recruitment methods.

Motion by Trustee Moreno, seconded by Trustee Eng, to approve the strategic plan goals as presented for the uses of the \$57.6 Million State Mandated Reimbursement Funds.

*APPROVED: 3 Ayes*

- Develop/Propose Plan for STRS/PERS Increases

A document entitled "Impact on LACCD from STRS and PERS Future Contribution Rate Increases" was distributed.

Ms. Gordon discussed the PARS (Public Agency Retirement Services) Pension Rate Stabilization Program (PRSP) that is currently unique and endorsed by the Community College League of California (CCLC) in an effort to generate additional funds with the LACCD pension plan dollars set aside. She discussed the document with respect to Pre-Funding Pension Program Development; Structure of the PRSP Trust; Why Pre-Fund Pension Obligations?; Who is the Trust Administrator?; Who is the Trustee?; and Key Advantages of PARS PRSP.

Chancellor Rodriguez indicated that this is informational only and an option to consider.

A question and answer session was conducted with respect to various issues of concern regarding the PARS PRSP.

Trustee Kamlager requested that this be vetted through appropriate groups for further discussion.

### **Los Angeles Harbor College Request to Restore Debt Repayment**

**Withdrawn.**

#### **Enrollment Planning and Target Update**

A document entitled "Enrollment Update" was distributed.

Trustee Moreno expressed his concern that although he had requested additional enrollment data, the handout provided had less information.

Ms. Gordon responded that she would follow up with staff regarding Trustee Moreno's request.

A question and answer session was conducted regarding various components with respect to the 2015-16 FTES growth targets.

The Committee recommended that there be a process in place to have the opportunity to schedule additional meetings in order to respond in a timely manner when there are time sensitive items/issues that need to be addressed by the Committee.

Ms. Gordon expressed her concern that there is no Committee meeting scheduled in December and the annual audit is due December 31. She indicated that there needs

to be a recommendation from the Committee to the full Board at the January 13, 2016 Board meeting for this particular item. She requested that a special Committee meeting be scheduled for the purpose of presenting the annual audit before the Board meeting of January 13, 2016.

Trustee Kamlager responded that she would work with the Chancellor to schedule a Committee meeting in December.

#### FUTURE DISUSSSION/AGENDA ITEMS

None.

#### FUTURE BUDGET & FINANCE COMMITTEE MEETING DATES

- November 18, 2015

#### NEW BUSINESS

None.

#### SUMMARY – NEXT MEETING

None.

#### ADJOURNMENT

There being no objection, the meeting was adjourned at 4:29 p.m.