

**LOS ANGELES COMMUNITY COLLEGE DISTRICT  
BOARD OF TRUSTEES  
BUDGET AND FINANCE COMMITTEE  
Los Angeles Trade-Technical College  
South Campus Technology Building – Room TE 101  
400 W. Washington Boulevard  
Los Angeles, California 90015  
Wednesday, August 11, 2010  
10:30 – 11:30 a.m.**

Committee: Kelly Candaele, Chair, Georgia L. Mercer, Sylvia Scott-Hayes

Trustee Candela called the meeting to order at 10:34 a.m.

PUBLIC SPEAKERS

Professor Charles Dirks addressed the Committee with respect to the benefits of recruiting foreign Chinese students.

REPORTS/RECOMMENDATIONS

Update: 2010-2011 Internal Audit Plan

A document entitled “Internal Audit Department, Budget and Finance Committee, Wednesday, August 11, 2010” was distributed.

Mr. Arnold Blanshard discussed the document entitled “So, You’re About to be Audited” which was created to help answer some of the general questions administrators and staff may have. He continued to discuss the documents as it relates to the Audit Findings Ratings Matrix with respect to the following Risk Rating Action Steps.

Mr. Blanshard discussed the Audit Plan for Fiscal Year 2010/2011 with respect to the Audit Areas: Locations; Scheduled Quarter Fiscal Year; Budgeted Hours; Number of Auditors; the Total Hours Available, and future audits.

Notice of 2010-2011 Final Budget

A document entitled “Los Angeles Community College District Presentation to the Budget and Finance Committee – Notice of 2010-11 Final Budget” was distributed.

Ms. Jeanette Gordon gave a summary of the Governor’s revision of the updated May budget with respect to the \$19.1 billion budget shortfall, the shortfall for anticipated federal funds, and the proposals to solve the budget problem. She discussed the impact on the Los Angeles Community College District (LACCD) with respect to the potential loss of \$3.4 million of CalWORKS; \$1.05 million of Temporary Assistance Needy Families (TANF); and the additional cuts in EOP&S and Part-time Equity Compensation.

Ms. Gordon discussed the State budget update with respect to the Legislative Budget Proposal (8/3/10) – Conference Committee: The Budget Conference Committee Status—Major California Community Colleges items; the District’s 2009-2010 Financial Condition, Preliminary 2009-10 Ending Balance and Open Orders. She indicated that the LACCD financial status is favorable with a total projected ending balance (including open orders) of \$73,303,220.

Ms. Gordon continued to discuss the document with respect to the 2010-11 Proposed Final Budget; Budget Planning Assumptions; 2010-11 Enrollment Planning; District’s 2009-10 and 2010-11 FTES Planning; and 2010-2011 Final Budget Unrestricted General Fund.

Ms. Gordon discussed the major budget challenges/issues with respect to Student Enrollment Growth Without Funding; Categorical Reductions (State Funded Programs); No COLA Adjustments; Faculty Obligation **Requirements Number** (FON); potential new costs, and potential more State budget deficit.

Motion by Trustee Scott-Hayes, seconded by Trustee Mercer, to recommend the adoption of 2010-2011 Final Budget to the full Board for approval.

APPROVED: 3 Ayes

ADJOURNMENT

Motion by Trustee Candaele, seconded by Trustee Mercer, to adjourn.

Without objection, so ordered.

There being no objection, the meeting was adjourned at 11:34 a.m.