

**LOS ANGELES COMMUNITY COLLEGE DISTRICT
BOARD OF TRUSTEES
BUDGET & FINANCE COMMITTEE
Educational Services Center
Board Room – First Floor
770 Wilshire Boulevard
Los Angeles, CA 90017
Monday, April 23, 2014
2:15 p.m. – 3:15 p.m.**

Committee: Scott J. Svonkin, Chair; Ernest H. Moreno, Vice Chair; and Mike Eng, Member

Trustee Svonkin called the meeting to order at 2:17 p.m.

PUBLIC SPEAKERS

Trustee Svonkin read the cautionary language for speakers' personal responsibility and, potentially, personal liability for defamatory remarks.

Motion by Trustee Moreno, seconded by Trustee Eng, to allocate two minutes each for the speakers regarding the District's reserve.

APPROVED: 3 Ayes

Mr. Don Sparks, AFT Chapter President, Los Angeles Pierce College (LAPC); Ms. Brenda Medina, Los Angeles Valley College (LAVC); Mr. Eric Bielinski, Student, Los Angeles City College (LACC); Ms. Zaakyah Brisker, Student, Los Angeles Trade-Technical College (LATTTC); Mr. John Noyola, Student, LATTTC; and Ms. Krishna Lou Ayungao, Student, LACC, expressed their concerns with respect to the lack of funds being allocated from the District's reserve to all nine colleges.

Trustee Svonkin indicated that the State in recent years has significantly reduced funding for the California community colleges, the University of California System, and the California State University System, which has reduced student services and class offerings. He further stated that the Board of the Los Angeles Community College District and the State are ensuring that any new funds available will be allocated to the colleges for class offerings and student services.

REPORTS/RECOMMENDATIONS/ACTION

- Internal Audit Quarterly Update

A document entitled "Internal Audit Department (IAD) Foundation Audits" was distributed.

Mr. Arnold Blanshard, Director, IAD, discussed the document regarding the Foundation audits summary of common Districtwide findings with respect to the following: *Walkthrough* process, policies and procedures, procurement, revenue and cash receipts, scholarships, conflict of interest, and budget versus actual.

A question and answer session was conducted regarding the common findings with respect to the corrective action plans.

Trustee Moreno expressed his concern regarding various issues with respect to the impaired findings for all nine foundations.

Trustee Svonkin requested that this item be brought back to the Committee in six months for an update regarding the Foundation audits with respect to the status of the implementation of the corrective action plans.

- Districtwide/College Marketing, Outreach and Recruitment Survey

A document entitled “Results of Spring 2014 District Budget Committee Marketing and Recruitment Survey Activity Summary” was distributed.

Ms. Jeanette Gordon, Chief Financial Officer/Treasurer, indicated that the handout is in response to the Committee’s request that a detailed report be provided on the colleges’ outreach and recruitment planning efforts.

Trustee Svonkin indicated that depending on possible follow-up questions from the Committee with respect to the detailed handout, this item may be brought back for further discussion.

Trustee Moreno inquired if this report included the District marketing, outreach and recruitment campaign and plans.

Interim Chancellor Adriana D. Barrera indicated that the District marketing plans will be addressed separately in Item C. Use of Funds from Distribution of 2012-2013 General Revenue Recal.

- Use of Funds from Distribution of 2012-2013 General Revenue Recal

A document entitled “Authorize the Distribution of \$8,912,000 State General Revenue from 2012-13 Recalculation” was distributed.

Interim Chancellor Barrera discussed the document regarding the \$300,000 District marketing plans for all nine colleges.

Trustee Moreno indicated that the marketing needs for the individual colleges are unique and that the funds should be allocated directly to the colleges’ budget.

A question and answer session was conducted regarding the District Marketing, Outreach and Recruitment Campaign.

Motion by Trustee Eng, seconded by Trustee Svonkin, to recommend to the full Board approval of \$300,000 for the District Marketing, Outreach and Recruitment Campaign.

*APPROVED: 2 Ayes (Eng and Svonkin)
1 No (Moreno)*

- Update of Financial Projections by College

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

Disposition: • Postponed until the next Committee meeting.

- List of Formal Procurement Activities

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

Disposition: • Postponed until the next Committee meeting.

FUTURE DISCUSSION/AGENDA ITEMS

- Update on Cost Savings from Master Agreements (Chancellor's Directive #142)
- Schedule for Districtwide Bids on Major Items
- Retirement Incentives

FUTURE BUDGET & FINANCE COMMITTEE MEETING DATES

- May 14, 2014

NEW BUSINESS

None.

SUMMARY – NEXT MEETING

None.

ADJOURNMENT

There being no objection, the meeting was adjourned at 3:19 p.m.