



Board of Trustees Finance Committee (BFC)

Meeting Minutes – December 8, 2023, 2:00 p.m.

Members Present: Trustees Gonzales, Chair, Harrison, and Houston

Members Absent: None

Staff Present:

- Executive Vice Chancellor Jose F. Torres
- Director of Fiscal Services Larry Strong

I. WELCOME & INTRODUCTIONS

Trustee Gonzales called the meeting to order at 2:03 p.m.

II. PUBLIC COMMENT

There were no public comments.

III. APPROVAL OF MINUTES

A. November 9, 2023

Trustee Houston made a motion to approve the minutes which Trustee Gonzales seconded. The motion was approved by the following vote.

Ayes: Trustees Gonzales, Houston

Noes: None

Abstentions: None

Absent: Harrison

IV. CURRENT TOPICS

Trustee Harrison arrived at 2:05 p.m.

A. Independent Audit Reports

Committee members received a presentation from Director Strong and Eide Bailly Auditor Ryan Milligan on the following:

- *San Bernardino CCD 2023 Final Financial Statements,*
- *Measure CC 2023 Final Financial and Performance Audits,*
- *Measure M 2023 Final Financial and Performance Audits, and*
- *KVCRCRAFTON HILLS VALLEY 2023 Final Financial Statements*

Larry Strong complimented the Eide Bailly firm's thoroughness. It is important to SBCCD to be thoroughly audited and stay in compliance with federal and state mandates. All four audits had no findings. The District audit encompasses both

campuses and it is a testimony to SBCCD's BOT, its leadership, as well as its districtwide staff to receive no findings for the past two years.

V. UPDATES (as necessary)

A. State Budget

Trustee Houston commented on yesterday's Legislative Analyst's Office report regarding what they are estimating to be a \$68 billion budget deficit.

Executive Vice Chancellor Torres advised that contacts in the industry have indicated the Department of Finance may have a slightly different estimate. The LAO outlined one option that the state has for addressing this issue is a \$17 billion reduction of spending on schools and community colleges, and/or a reduction of one-time spending.

Further, it is felt that Governor Newsome will lean away from reducing the budget and implement deferrals instead. SBCCD is positioned favorably to withstand deferrals due to flexibility provided by the PARS and Investment Properties accounts.

SBCCD's reserves are at two-months of budgeted expenditures, or approximately 16%.

No further items were discussed.

- B. Enrollment
- C. PARS Investment
- D. Bond Construction Program Timeline & Org Chart
- E. Budget Revenue & Expenditure Report
- F. BOT Current Year Budget to Actual Expenditures

VI. FUTURE TOPICS

- A. BFC Planning Calendar
- B. Trustee Suggestions

VII. NEXT MEETING DATE & ADJOURNMENT

A. Next Meeting

The BFC is scheduled to convene again on January 11, 2024, at 2:30 p.m. in the DSO Boardroom Extension.

B. Adjournment

The meeting adjourned at approximately 2:25 p.m.