
LOS RIOS COMMUNITY COLLEGE DISTRICT

Citizens' Bond Oversight Committee

March 10, 2022

Zoom Meeting

12:00 p.m.

Minutes

(Approved 7/21/22)

Members Present: Nathan Taylor, Marty Katz, John Ellis, Mike Rizzo, John Ruden, Lizette Navarette, Tom Britting

Members Absent: Babs Sandeen, Doug Haaland, Aliane Murphy-Hasan

District

Representatives: Mario Rodriguez, Vice Chancellor, Finance and Administration
Pablo Manzo, Associate Vice Chancellor, Facilities Management
Carrie Bray, Associate Vice Chancellor, Finance
Jamie Ruggles, Director, Accounting Operations
Mike Lee, Grants and Contracts Supervisor
Lyudmila Slav, Accountant
Laura Machado, Business Services Officer

Guests: None

1. INTRODUCTIONS

Mike Rizzo called the meeting to order at 12:00 p.m. and introductions were made.

2. ADOPTION OF FINDINGS RELATED TO PUBLIC MEETINGS

By a majority vote, the Committee adopted findings in conformity with AB 361 to hold this meeting as a teleconference meeting, finding that state or local officials have imposed or recommended measures to promote social distancing.

3. PUBLIC COMMENTS

There were no public comments.

4. APPROVAL OF MINUTES

The committee unanimously approved the December 2, 2021, minutes. The July 2021 minutes will be approved at the July 21, 2022 meeting.

5. REPORTS

Audit Review

Jamie shared the results of the audit ending for the fiscal year June 30, 2021, for Measure M. The audit report and performance reports were clean and contained no adverse findings or recommendations from the auditor.

Budget Update

Mario provided an update on the Governor's 2022-2023 State Budget issued in January. He noted the overall state budget would be higher by about 9%. Further, general fund spending will increase by 1.5% over the prior year. The proposed budget has a focus on equity and student success and builds on efforts toward achieving the Vision for Success Goals. The proposed budget provides the community college system with about \$1.8 billion in Proposition 98 augmentations over the prior year with \$842 million (46%) in ongoing and \$983 million (54%) in one-time funds. The proposed budget for the community colleges increases from the current year budget of \$11.5 billion to \$12.4 billion for 2022-2023. The budget includes a COLA of 5.33% and growth funds of 0.5%. Additional funds are proposed to augment the Part-Time Faculty Health Insurance Program, cover costs for the Student Success Completion Grants, and to support technology modernization. One-time funding is provided for deferred maintenance, common course numbering, technology modernization, and investments focused on education pathways. Mario said the hold harmless provisions appear to be in place indefinitely. He noted that these figures will change after the Governor's May revise and again after the Legislature enacts a final budget in June.

Project Updates

Pablo reviewed the status of various projects: ARC Tech Ed Modernization; Construction is about to start. ARC Tech Ed Temp Housing; this is ready for use while the Tech Ed Modernization project is under construction. ARC NEC Phase II & III and TAP Offsite Parking; FM is conducting project quality review on the NEC project. The District has awarded the contract and issued the notice to proceed the TAP project. CRC's Automotive Technology Expansion; this project is mostly complete and in use by the college. CRC's Electrical Vehicle Charging Station; the District has received DSA's comments and FM is working to establish final DSA review. CRC's Elk Grove Center Phase II; Construction of the foundation is 90% complete and work continues on the underground utilities. FLC Central Plant Upgrades; This project is in the design phase. FLC Science 2.1; FM is coordinating with DSA. SCC Lillard Hall Modernization; Construction is on schedule with an anticipated move-in date in November 2022.

Review of Expenditures

Carrie reviewed the detail packet provided to the members.

Measure M

Series A of Measure M was issued in October 2010 in the amount of \$130 million; Series B was issued in June 2013 in the amount of \$60 million; Series C was issued in February 2018 in the amount of \$65 million, and Series D was issued in June 2019 in the amount of \$80 million. Series E was issued in July 2021 in the amount of \$130 million. The District has earned \$5.3 million in interest, received \$114.8 million in state bond funds and contributed \$12.2 million to the projects. Carrie reported that \$486.3 million has been appropriated from Measure M to date, \$292.6 million has been expended and \$36.2 million has been encumbered. The percent expended and encumbered is 67.6%. The total appropriations for all capital project funds supporting Measure M projects, which include bond, state, and other funding sources to date total \$613.3 million. Total expenditures to date are \$317.5 million and total encumbrances are \$44.0 million. The percent expended and encumbered is 59%. Carrie reported on the significant budget changes: Natomas Center Phase 2&3 (Increase \$1.6 million); Tech Ed Modernization (Increase \$2.9 million); FLC Science 2.1 (Increase \$3.6 million); and Rancho Cordova Center (Decrease \$1 million).

SMSR Review

Pablo presented an overview of the Scheduled Maintenance/Scheduled Repair expenses since 2013-2014. The State has provided a total of \$31 million over that time frame, with almost half in the current year. The District provided matching funds of \$0.6 million. For most of the years, the District was not required to provide any matching funds pursuant to the state Budget Act. Pablo also provided a breakdown of the funds provided this year by college in terms of general expenditures and drought mitigation expenditures.

6. FUTURE MEETINGS

The next meeting will be on July 21, 2022. COVID concerns as the date draws near will determine if it is held in person or via Zoom.

The meeting adjourned at 12:50 p.m.