



SMMUSD Financial Oversight Committee Minutes

Date: Thursday, February 11, 2016

Time: 7:00 pm to 9:00 pm

**Location: Testing Room, SMMUSD Administrative Offices
1651 16th Street, Santa Monica, CA 90404**

I. Call to Order

7:01 pm

<u>Committee Members:</u>	Seth Jacobson	Jon Kean
	Joan Krenik	Tom Larmore arrived @ 7:34 p.m.
	Gordon Lee	Marc Levis-Fitzgerald
	Debbie Mulvaney	Paul Silvern
	Shelly Slaugh Nahass	Manel Sweetmore arrived @ 7:30 p.m.

Board Liaison: Craig Foster arrived @ 7:30 p.m.

Staff: Jan Maez Kim Nguyen

<u>Absent:</u>	Alex Farivar	Dean Chien, SAMOHI student rep
	Laurie Lieberman	Sky Petretti, Malibu student rep

Public: None

II. Approval of Minutes

7:08 pm

A motion was made by Mr. Silvern and seconded by Ms. Slaugh Nahass to approve the January 14, 2016 minutes as amended.

Under Agenda Item IV (A) District Audit, "...recommend to the Board of Education ~~acceptance~~ **that it accepts** approval of the District Audit report."

Under Agenda Item IV (B) FOC Report on Malibu Unification, "...Mr. Sweetmore stated that he had a different opinion on ~~Criteria~~ **Criterion #9 that than** was reported... **The FOC also agreed to seek internal approval of its report to the Board at its May FOC meeting.**"

AYES: Ten (10) (Jacobson, Kean, Krenik, Larmore, Lee, Levis-Fitzgerald, Mulvaney, Silvern, Nahass, Sweetmore)

STUDENT ADVISORY VOTE: None (0)

NOES: None (0)

ABSENT: One (1) (Farivar)

ABSTAIN: None (0)

III. Staff Report

7:11 pm

A. Budget Update

Ms. Maez informed the committee that staff will bring the 2nd interim report to the Board of Education at the March 3, 2016 board meeting. The report will include numbers from the Governor's proposal reflecting the changes in the state budget, one time money, the LCFF funding gap, as well as the negotiated and implemented SMMCTA raise and a similar size salary adjustment for classified and management groups. SEIU and the District sunshined their respective proposals at the February 4, 2016 Board meeting. SEIU chose to sunshine salary and benefits as the only article for negotiations. Staff is currently meeting with individual site administrators and office managers to go over each site's current and next year budget.

IV. Discussion/Action Items

7:16 pm

A. Measure R audit report

Ms. Maez informed the committee that the Measure R audit report had no **audit** findings. Furthermore, as an update to what was previously reported on the District audit report, the California Department of Education (CDE) requested that the District responds to the minor and immaterial finding in the District audit report. The District has provided a response to CDE.

A motion was made by Mr. Silvern and seconded by Ms. Krenik to commend staff for an audit with no audit adjustment and recommend to the Board of Education that it accepts approval of the Measure R Audit report.

AYES: Ten (10) (Jacobson, Kean, Krenik, Larmore, Lee, Levis-Fitzgerald, Mulvaney, Silvern, Nahass, Sweetmore)

STUDENT ADVISORY VOTE: None (0)

NOES: None (0)

ABSENT: One (1) (Farivar)

ABSTAIN: None (0)

The 2014-15 Measure R audit may be found at:

<http://www.smmusd.org/fiscal/BudgetDocs/MeasureR.AuditReport.pdf>.

V. Ad hoc Subcommittee Update

7:21 pm

A. Impact of Living Wage and Minimum Wage: *Ms. Mulvaney (Chair), Mr. Kean, Ms. Krenik, Mr. Silvern*

Ms. Mulvaney reported that the subcommittee met with three (3) members of SEIU (Michael ~~Happelberger~~ **Haberberger**, Keryl Cartee and Rebel Harrison) for their perspective of the impact of living wage and minimum wage. There was a lot of conversation regarding the salary survey completed by the former Director of Classified Personnel that was reported to

the Personnel Commission. Different models and methods of bringing salaries up to a living wage as well as the impact of the steps in each classification series was also discussed. The subcommittee will complete a fiscal analysis on the suggested recommended/potential salary increases, looking at both the compression and non-compression model, as well as other school districts such as Los Angeles Unified School District. Ms. Maez will provide the subcommittee with some additional information and the PowerPoint that was presented to the Personnel Commission. At the time the survey was completed, the Personnel Commission estimated a \$3.2M fiscal impact to bring all staff up to market. The estimated cost for each 1% for classified staff is approximately \$300k.

7:32 pm B. Maintenance Financing: *Mr. Larmore (Chair), Mr. Lee, Mr. Farivar*

The subcommittee is currently reviewing the maintenance standards and FIT report from each school site.

7:47 pm C. Potential Cost Savings through Sustainability: *Ms. Slaugh Nahass (Chair), Mr. Jacobson, Mr. Levis-Fitzgerald, Mr. Sweetmore, Mr. Chien, Mr. Petretti*

Ms. Slaugh Nahass reported that the subcommittee met with Virginia Hyatt, Director of Purchasing and will meet to discuss amongst the group on next steps to include looking at Irvine Unified School District.

7:47 pm D. District Budget: *Ms. Krenik (Chair), Mr. Kean, Mr. Larmore, Ms. Mulvaney*

Ms. Krenik reported that the Board has not requested an FOC review of any budgetary items and as such, the subcommittee has not met.

VI. Receive and File (Limited Discussion)

A. Measure R audit report <http://www.smmusd.org/fiscal/BudgetDocs/MeasureR.AuditReport.pdf>

VII. Public / Committee Comments - None

VIII. Next Meeting: Wednesday, March 9, 2016 – Webster Library

IX. Adjournment

7:47 pm A motion was made by Ms. Mulvaney and seconded by Ms. Slaugh Nahass to adjourn the meeting at ~~8:55~~ **7:47** p.m.

AYES: Ten (10) (Jacobson, Kean, Krenik, Larmore, Lee, Levis-Fitzgerald, Mulvaney, Silvern, Nahass, Sweetmore)

STUDENT ADVISORY VOTE: None (0)

NOES: None (0)

ABSENT: One (1) (Farivar)

ABSTAIN: None (0)