



SMMUSD Financial Oversight Committee Minutes

Date: Thursday, October 9, 2014

Time: 7:30 pm to 9:30 pm

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

I. Call to Order

7:31 pm

Committee Members: Craig Foster Joan Krenik
Tom Larmore Gordon Lee
Peter Lippman Paul Silvern
Shelly Slaugh Nahass Manel Sweetmore

Board Liaisons: Laurie Lieberman

Student Reps: None

Staff: Jan Maez Kim Nguyen

Absent: Jose Escarce Jordan Golden-SAMOHI
Jon Kean DeAndre Parks
Kennedy Myers-Malibu HS Cynthia Torres

Public: Mark Sauschogrin, SMMCTA arrived at 8:21pm

7:35 pm **II. Approval of Minutes**

A motion was made by Mr. Silvern and seconded by Ms. Krenik to approve the September 11, 2014 minutes.

AYES: Seven (7) (Mr. Foster, Ms. Krenik, Mr. Lee, Mr. Lippman, Mr. Silvern, Ms. Slaugh Nahass, Mr. Sweetmore)

STUDENT ADVISORY VOTE: None (0)

NOES: None (0)

ABSTAIN: One (1) Mr. Larmore

ABSENT: Three (3) Mr. Kean, Mr. Parks, Ms. Torres

III. Staff Report

7:35 pm

Ms. Maez reported that staff was preparing the 1st interim report. At the second November board meeting, all budget revisions from the adopted budget to date will be reported to the board and become a part of the interim report. In response to Mr. Larmore, the unaudited actual report can be found online at <http://www.smmusd.org/fiscal/BudgetDocs/unauditedactuals1314.pdf>.

IV. Discussion/Action

7:36 pm A. Conflict of Interest Pledge

Ms. Maez reminded the committee the pledge needed to be signed annually by the committee members. The conflict of interest pledge was circulated for signatures.

8:45 pm B. FOC 2014-15 charges and scope of work

Ms. Slaugh Nahass informed the committee that each subcommittee met and notes from each meeting were circulated. The scope of work included looking at the financial impact through bonding and budgetary issues for unification. It was suggested that the bond subcommittee be titled or also known as “balance sheet” and the budget subcommittee be titled or also known as “operating statement.”

V. Updates from Ad Hoc Subcommittees

8:40 pm A. Health Benefits (*Mr. Parks, Mr. Kean, and Mr. Sweetmore*)

Ms. Maez informed the committee that she met with Mr. Parks who had done some research on retiree liability issues. The retiree liability has been funded on a pay as you go basis with about \$3M excess set aside to fund larger liabilities. Staff attended a workshop put on by CALPERS on options to fund retiree liabilities. Handbooks from that workshop are being mailed to the district and will be distributed to the subcommittee as quickly as it is received. The memorandum from Health Benefits Ad-Hoc Subcommittee dated October 9, 2014 can be found at the end of these minutes.

8:26 pm B. Budget for Unification (*Mr. Silvern, Mr. Foster, Ms. Krenik, Mr. Lippman, and Ms. Torres*)

Mr. Silvern informed the committee that the subcommittee met on October 3, 2014 and came up with list of recommendations for scope of work for the 2014-15 school year. The memorandum from Malibu Unification Budget Ad-Hoc Subcommittee dated October 9, 2014 can be found at the end of these minutes.

7:36 pm C. Bonds for Unification (*Mr. Larmore, Mr. Foster, Mr. Lee, Ms. Slaugh Nahass, and Mr. Sweetmore*)

The committee discussed areas of impact from unification on outstanding bond indebtedness, authorized but unissued bonds, future bonds, measure R parcel tax, and environmental issues/environmental work in Malibu schools. To determine “need” information, the committee felt they needed to review the facilities study plan to determine the needs of the district and more analysis. The memorandum from Malibu Unification Bond Ad-Hoc Subcommittee dated October 9, 2014 can be found at the end of these minutes.

VI. Receive and File (Limited Discussion)

VII. Public / Committee Comments: None

VIII. Next Meeting: Thursday, November 13, 2014

IX. Adjournment: The meeting adjourned at 8:50 p.m.