

**Riverside Unified School District**  
**Business and Governmental Relations Division**

**Board Finance Subcommittee Meeting**  
Superintendent's Office  
January 17, 2013  
2:30 p.m.

CALL TO ORDER – Dr. Beaty called the meeting to order at 2:39 p.m.

PRESENT: Dr. Charles Beaty (Chair), Mrs. Gayle Cloud, Dr. Rick Miller, Mr. Mike Fine, Ms. Sandie Meekins, Mrs. Dalia Gadelmawla, Mrs. Joyce Threadgold (recorder)

**1. Approval of the Board Finance Subcommittee Meeting Minutes**

Mrs. Cloud moved and Dr. Beaty seconded the motion to approve the Board Finance Subcommittee Minutes of April 17, May 14, June 11 and November 26, 2012.

**2. Governor's Budget Proposal**

Mr. Fine explained the major elements of the governor's budget proposal, including a lengthy discussion on how the new Local Control Funding (LCF) formula appears to work. A discussion ensued regarding what we know today about possible implementation factors, Adult Education move to the community colleges and the resulting flexible funding. Mr. Fine indicated that we will once again have to prepare both a "Plan A" (LCF is implemented) and "Plan B" (LCF is not implemented in 13-14 and the historical funding model is used) for all of our preliminary budget planning.

**3. The Future of the Budget Advisory Committee (BAC)**

Mr. Fine and the Subcommittee discussed the role for the Budget Advisory Committee in the coming year and beyond. The Subcommittee agreed that the BAC served a critical role during the past years, but recommended that staff evaluate the best approach to suspending the BAC until a future time when they can once again provide a value-added service. A full update will be provided to the entire Board.

**4. Cash Deferral Legislation**

Mr. Fine stated that the Board of Education had requested that the Subcommittee look at the newly introduced legislation to curtail the state's ability to have cash deferrals for education. Assembly Constitutional Amendment No. 2 (ACA 2) was introduced by Assemblyman Nestande. ACA 2 replaces ACA 29 which was introduced during the last session and died when it was not given a hearing. The Subcommittee agreed with the basic principles of ACA 2, but believes that it is not appropriate at this time. It was stated that timing is everything on this proposal and that it was appropriate four years ago and may be appropriate after 2016 when all current inter-year deferrals are paid back (based on the governor's budget proposal).

**5. Pupil Transportation Services Bid**

Mr. Fine provided the Subcommittee with a report from staff on the pros and cons of conducting a Pupil Transportation Services Bid in 2013 for the year beginning July 1, 2013. He focused on the example of financial and operational terms that staff would like

to see changed in a new transportation contract. The Subcommittee has recommended that staff proceed with constructing a new bid and soliciting bid responses from vendors. They indicated that the new bid should include several bid alternates to support a financial analysis of one approach or another on specific terms. They also recommended that staff update all information relative to any possibility of acquiring a suitable transportation yard.

## PUBLIC RELATIONS

### 1. Unscheduled Communications

There were no unscheduled communications.

## ADJOURNMENT

The meeting was adjourned at 5:35 p.m.