

PALO VERDE COMMUNITY COLLEGE DISTRICT
EMERGENCY MEETING
BOARD OF TRUSTEES
One College Drive in Blythe – CL 101
(and Teleconference held at 725 West Broadway in Needles-Classroom #8)
Tuesday, May 29, 2012
4:30 p.m.

Meeting 12-10

MINUTES

OPENING OF MEETING

The Emergency Meeting of the Board of Trustees was called to order by the President of the Board, Mr. Gonzales at 4:31 p.m.

The Salute to the American Flag was led by Mr. Lewis, Clerk of the Board.

Present:	Ed Gonzales, President (by telephone conference from Needles Center) Millie Rodriguez, Vice President (arrived at 4:35 p.m.) Jerry Lewis, Clerk of the Board (by telephone conference from Needles Center) Ted Arneson, Trustee Lincoln Edmond, Trustee George Thomas, Trustee
Administrators Present:	Denise Whittaker, Interim Superintendent/President Kay Ragan, Interim Vice President of Student Services William Smith, Vice President of Instructional Services (arrived at 4:43 p.m.)
Absent	Sam Burton, Trustee Frannie Gregory, Student Trustee
Recorder:	Carrie Mullion, Administrative Assistant to Superintendent/President and Board of Trustees

Visitors: On file in the Superintendent/President's Office.

It was moved by Dr. Thomas, seconded by Mr. Edmond, and unanimously carried that the agenda for this meeting be approved.

HEARING OF CITIZENS (AGENDA ITEMS)

None.

ACTION ITEMS

B. BUSINESS

Resolution 12-10 B-41 – TEMPORARY LOAN FROM CAPITAL OUTLAY FUNDS

Due to a notice from the State Controller's Office that they have been asked by the Department of Finance (DOF) to delay the May General Fund payment to community college districts, to make payroll and other obligations, BE IT RESOLVED that Palo Verde Community College District Board of Trustees approves a temporary loan to the Unrestricted General Fund, for an additional

ACTION ITEMS (continued)

\$1,000,000, for immediate cash flow purposes and to meet payroll and contractual obligations through June 30, 2012 and into 2012-13 as needed as shown in Reference 12-10 B-41.

WHEREAS, the Governing Board of the Palo Verde Community College District has determined that a temporary loan to the Unrestricted General Fund in the amount up to an additional \$1,000,000 is necessary for cash flow purposes for the remainder of the fiscal year 2011-2012 and potentially the beginning of the new fiscal year, 2012-13; and

WHEREAS, the Governing Board of the Palo Verde Community College District has sufficient funds in the Capital Outlay Fund to provide a temporary loan and will be repaid in a timely manner when the District receives its payments from the State;

NOW, THEREFORE, BE IT RESOLVED that a temporary loan for an additional \$1,000,000 be approved for the Unrestricted General Fund for the remainder of the fiscal year 2011-2012 and potentially the beginning of the new fiscal year 2012-13 from the Capital Outlay Fund.

It was moved by Mr. Lewis, and seconded by Dr. Thomas, that Resolution 12-10 B-41 be approved.

Discussion occurred, and Ms. Whittaker and Ms. Egan clarified. Ms. Egan stated a Resolution was passed by the Board of Trustees in April approving a \$1,000,000 loan from the Capital Outlay Fund. \$500,000 was transferred at that time because of the January apportionment deferral by the Department of Finance, which will be received in July 2012. It was reported last week that the Department of Finance was going to hold the May apportionment payment up to 30 days. \$500,000 was transferred last week in order to meet certificated payroll, and other obligations. When apportionment money is received, \$500,000 will be paid back to the Capital Outlay Fund. This Resolution approves an additional \$1,000,000 to meet prepaid obligations in June which will be repaid from July's apportionment to be received in October.

Student Advisory	<u>Absent</u>	Edmond	<u>Yes</u>	Rodriguez	<u>Yes</u>
Arneson	<u>Yes</u>	Gonzales	<u>Yes</u>	Thomas	<u>Yes</u>
Burton	<u>Absent</u>	Lewis	<u>Yes</u>		

Motion carried/lost; Aye 6 No 0 Abstain 0 Absent 1

HEARING OF CITIZENS (NON-AGENDA ITEMS)

Ms. Whittaker stated that she will be mailing out a letter to the Board of Trustees regarding the necessity of another Special Meeting June 4, 2012 at 4:30, to review negotiations with CSEA and Meet – And – Confer. There will not be a Special Meeting on June 12, 2012.

Ms. Whittaker also reported that she received notice today from the Chancellor's Office that the information Palo Verde College was given about the budget is somewhat incorrect. The good news is that Palo Verde College will not be held to last year's workload reduction, which includes FTE's and revenue. The bad news is that if the tax initiatives do not pass, there will be a 6.4% deficit in January, which translates into 12.8% because it is half of one year. In February there will be another anticipated 7.3 % deficit. This translates to approximately 26% deficit in the spring 2013. Plans are being made now on how to prepare for this deficit, and will be presented to the Board when complete.

Ms. Rodriguez requested that the Sale of Property be put on the agenda for the next meeting.

ADJOURNMENT

The meeting was adjourned at 4:55 p.m.

A Special Meeting will be held on Monday, June 4, 2012, in Blythe.

The next Regular Meeting will be held on Tuesday, June 26, 2012, in Blythe.

**Minutes approved at the August 14, 2012
Regular Meeting of the Board of Trustees**

Interim Secretary of the Board