

## MEMORANDUM

**DATE:** June 27, 2002

**TO:** Board of Trustees

**FROM:** Dr. Philip R. Day, Jr.  
Chancellor

**SUBJECT:** Chancellor's Monthly Report – June, 2002

---

As we have moved through the month of June, rather than “winding down,” it seems more like a mad dash to the finish line for the end of the fiscal year. Clearly, the major emphasis has been on the State Budget and trying to sort through the various issues in order to get a sense of what the impact will be on City College’s budget.

Yesterday, I was in Sacramento for the meeting of the Budget Change Proposal (BCP) Task Force, which has the responsibility for developing the initial budget package and recommendations for 2003-04. In the course of the discussion on next year’s budget request, we did spend a good bit of time reviewing our current status for FY 02-03. Attached is a spreadsheet which gives you a step-by-step review of our status through the “Conference Committee.” The good news that we have is that the community college’s budget is in comparatively good shape (with the exception of the continuing problems with CalWorks and Matriculation). The second piece of good news is that they appear to be finished with the community college budget and have taken a “hands-off” approach – **up to this point.**

The problem is that unless they come to an agreement on a modest “revenue enhancement” package to close the gap, the issue of the Prop 98 Guarantee may come back into play. We are hopeful that they will be able to resolve these issues sooner than later. You may have been made aware of the Court Ruling on the petition of the State Controller requiring the state to meet the June 30<sup>th</sup> deadline for finalizing the budget. If they fail to do so (for example), all state employees could only be paid at the level of the Federal minimum wage and additional limitations on spending would be put into play. Fortunately, a higher court put a “stay” on the implementation of that finding and the case is not likely to be heard until (well into) August.

In regards to the FY 03-04 budget, I am attaching a one-page summary of a preliminary request. The BCP Task Force felt very strongly that all of the work we did last year in formulating our priorities and budget request should not be undone and cast aside.

Basically, we feel that we need to come back and request funds to support a “restoration

of the base” that has been eroded in a variety of areas (see list and #1) as well as a significant increase in our Enrollment Growth. There are now over 48,000 unfunded FTEs throughout the state system and it appears that preliminary figures on summer session would suggest that next year is going to be another big year for all the community colleges in terms of enrollment growth.

On the local level, a good bit of time has been spent meeting with all the key constituent groups (union and administrative staff) on developing a strategy to accommodate the budget situation at the local level. I am pleased to report that we have reached agreement with all parties regarding the delay in pay raises until January 1, 2003, which saves us about \$1.8 million. As a backdrop to the budget status of City College, I am providing you with a copy of the Budget Analysis for Fiscal Year 2002-03, which has been used as a “background piece” during the discussion with the union and for the budget workshop for the Board’s Committee on Finance meeting. It’s important to note that the June meeting is when we approve a Preliminary Budget and then we review the situation again in August and September. September is the month when the final budget for the year must be approved by the Board.

We have also spent a considerable amount of time “tracking” the statewide Master Plan for K - University-level education. The California League for Community College had drafted a response, which will be submitted to the Master Plan Committee. The Education committee of the Board met this week to review the recommendations of the Master Plan, the draft response by the League, and our preliminary draft response to all of the above.

Based upon the discussion and input we received from the Education Committee, we were given the “green light” to finalize our response and to submit it this week. A copy of the final response is attached for your review.

The following represents my activities for the rest of the month:

- 1) Met with Tim Killikelly, faculty, regarding Voter Registration Project for City College.
- 2) Together with Trustee Berg, met with Supervisor Tony Hall.
- 3) Together with Leslie Smith, attended the Adult Job Literacy meeting in Sacramento on the invitation of Lieutenant Governor Cruz Bustamante.
- 4) Together with Trustee Berg, attended breakfast meeting for Kevin Shelley.
- 5) Met with the San Francisco Building and Construction Trade Council.

- 6) Attended the meeting of the Community College League of California's Advisory Committee on Legislation of which I am the Chair.
- 7) Met with Aaron Donsky, Phyllis McGuire, and Charles Hoenisch regarding our Police Academy program.
- 8) Met with John Rubin regarding public relations program – a review of this past year and plans for next.
- 9) Met with members of the Mission Merchants Association to discuss status of Mission Campus.
- 10) Met with Pam Calloway, PIC president regarding Workforce Development and the One-Stop Center.
- 11) Met with Consultant Jim Blomquist and SOM staff for early discussion on the Master Plan. A follow-up tour of the Ocean Avenue Campus was also conducted.
- 12) Conducted a Budget Workshop at Gough under the auspices of the Board's Finance Committee.
- 13) Chaired the first meeting of the Citizen's Oversight Committee at Gough. Also met with the 1997 Prop A Bond Oversight Committee, chaired by former Board member Bob Varni.
- 14) Met with Cyrus Driver and John Colburn of the Ford Foundation and James Irvine Foundation for a discussion on how foundations can best support community colleges.
- 15) Met with Bill Liskamm, CCSF consulting architect, and Dan Weaver of the OMI Group, to discuss follow-up plans for the Balboa, Ingleside, and Ocean Avenue projects.
- 16) Together with Kathleen Alioto, met with Lester Howard, CEO of Williams Sonoma Company, regarding the CCSF Foundation and future plans.
- 17) Attended a meeting of the Workforce Investment Board Executive Committee, of which I'm a member.
- 18) Together with Nick Chang, met with Amy Sherman and Pam Tate regarding the National LifeLong Learning Account (LILA) Demonstration.
- 19) Met with Sandra Handler regarding the format for the WASC Mid-Term Report.

- 20) Together with Trustee Berg, attended “Breakfast with the Gov,” a private breakfast and reception for Governor Gray Davis hosted by Mayor Brown.
- 21) Attended a meeting of the Education Committee at Gough.
- 22) Together with Leslie Smith, attended a meeting of the Budget Change Proposal (BCP) Task Force in Sacramento.
- 23) Met with the Executive Committee of the Administrators’ Council.
- 24) Attended the ITS all staff meeting.
- 25) Met with Kathleen Alioto and Bob Gabriner regarding Strategic Planning.
- 26) Met with Phyllis McGuire and the SF ITC Board.
- 27) Attended meeting of the Outreach Committee at Gough.
- 28) Together with Leslie Smith, attended the Funding Formula Task Force meeting in Sacramento.
- 29) Attended the Diego Rivera Committee’s press party for CCSF’s Summer Opera event.

If you have any questions on any of the above, please don’t hesitate to contact me directly.

Attachments

PRDJ:jcd