

Planning and Budgeting Council (PBC) Minutes
February 22, 2008
Rosenberg 518
3:00 PM

Present: John Bilmont, Philip R. Day, Jr. (Chair), Carlota del Portillo, Attila Gabor, Robert Gabriner, Peter Goldstein, Don Griffin, Stephen Herman, Marc Kitchel, Susan Lopez, Madeline Mueller, Alice Murillo, Dennis Piontkowski, David Yee.

1. Approval of Minutes

The minutes of January 24, 2008 were approved as corrected. (Correction was noted that 3 *SEIU* representatives abstained on resolution 2008-01-24-02.)

2. Budget Update

a) CCSF Budget

The good news is that CCSF is not losing any money this year. Cuts will not affect direct services for this year, 2007-2008. CCSF expects to close out at least \$2 million (ending balance), which is important for next year. We may not have any COLA next year, but it would not be the first time that the District has faced such a circumstance.

b) CCSF Basic Skills Funds

We anticipate an inadequate state budget for 2008-09. In preparation for our share of that at the local level, we have already adjusted summer downward; however, we are reserving basic skills money to restore some sections that we would otherwise not be able to offer this summer. We are adding basic skills classes, but are reducing non-basic-skills classes we might otherwise have offered at that time. Academic Affairs is considering a first tier of proposals for a half million dollars of basic skills projects. To satisfy the auditors that basic skills funds are being spent correctly, the College keeps track of how much is spent in year one vs. how much in year two. If the difference is at least as much as the basic skills revenues received, that demonstrates we are spending the funds correctly. John Bilmont presented a detailed handout of all basic skills expenditures this year to date. Administration will make sure sufficient basic skills money is set aside to fund summer. CCSF faces a certain amount of uncertainty and is focused on being prudent. Madeline Mueller wanted to know how much would be left over to fund the basic skills projects. Peter Goldstein said perhaps the remaining \$1,050,107 of 2005-06 could be used for basic skills projects. The group thanked Peter Goldstein and John Bilmont for the good level of detail on basic skills monies that was provided.

c) State Budget

Even though the target CCC System cut was \$40 million, the State agreed to stop at \$31 million in cuts, so as not to affect instruction. The Governor's May Revision will probably be substantially the same, in terms of the \$31 million. The Governor's budget also included eliminating the senior tax credit, though it is questionable whether that will survive political pressures to the contrary. The leadership of the Legislature has said new revenues have to be part of the answer; balancing the budget cannot be entirely a matter of cutting costs. The Governor's budget assumes a 7% rise in state tax revenues, but that may well be overly optimistic because of the subprime mortgage problem. The Legislative Analyst's Office recommends raising student enrollment fees from \$20 to \$26, which, in previous CCSF experience, tends to cut substantially into our enrollment. The LAO does not think the Legislature should cut categoricals, but they recommend changing the nine categories into two block grants, letting the districts have more flexibility how to spend the money.

3. Discussion and Approval: Annual Plan 2008/9

Bob Gabriner went over the changes in the Annual Plan draft that the trustees had requested relating to the following: Basic Skills Initiative, underserved students' transfer rates, trustees' priorities, proposed new local bond, grants related to underrepresented students, gifts campaigns for Chinatown Campus and Performing Arts Center, Budget Review and Recommendations implementation, and an evaluation of shared governance. It was clarified that the local bond initiative would be based on the 5-Year Capital Outlay Plan. The PBC recommended only minor formatting changes and approved the 2008-09 Annual Plan by consensus.

4. FPAC Report and Recommendations

2 more FPAC permanent positions and one LTS were proposed and explained. The positions were approved by consensus: ESL (consolidation), Nursing, and Journalism (LTS).

5. Classified Staff Positions

Discussion of this item was postponed.

Respectfully submitted,
Susan Lopez