

Minutes of the Planning and Budgeting Council (PBC)
Ocean Avenue Campus, Room C334
2007 September 14

Present: Denton Crews, Carlota del Portillo, Robert Gabriner, Peter Goldstein, Christopher Gomora, Stephen Herman, Marc Kitchel, Donald Lind, Susan Lopez, Madeline Mueller, Alice Murillo, Dennis Piontkowski, Fred Teti, David Yee

0. Housekeeping items
 - The PBC postponed the FPAC report until next meeting so that Vice Chancellor Goldstein can participate more fully.
 - We observed with regret that no Classified staff reps were present.
1. Vice Chancellor Goldstein disbursed copies of the CCC portion of the 2007–08 Evacted State Budget. He made these remarks:
 - \$80M is taken away off the top for lack of System growth last year.
 - COLA is 4.53%, of which CCSF's share is ~\$7M.
 - The Governor left only the Apprenticeship portion (~\$15M) of the proposed Basic Skills funding (~\$50M). ~\$33M of the difference of the remainder may become available, but subject to conditions discussed last meeting (focusing on 18–25 year old students, pay-for-performance criteria, and accountability measures). The CCSF share would be ~\$3M. He noted that each CCC must have a Basic Skills plan by May 2008. (The CCSF administration is not endorsing on the Plan developed by the Basic Skills Committee in 2005, much to the former Academic Senate President's chagrin)

Goldstein advocated the following:

- Capitulating to the Basic Skills conditions for fear that economic woes cause the money to disappear entirely.
 - Spending \$500K of the Basic Skills money thus obtained on new sections and the rest for other general personnel costs (all within the “supplement, not supplant” criterion).
2. Vice Chancellor Goldstein disbursed copies of an Expenditures table. The projected cost-to-continue is \$180M, but the projected expenditures is ~\$189M. These expenditures included the following:
 - a new Classified Step 7 and an expeditious path to Classified Step 6
 - new positions and sections at Mission
 - the S.F. Police Academy built-in, not as an addendum
 3. Vice Chancellor Goldstein disbursed copies of the projected CCSF 2007–2008 Budget. He made these comments:
 - The basic apportionment is ~\$150M.
 - Because of expansion at Mission, our growth cap has increased from 1.68% to 2.88%. Dr. Griffin advocates aiming for ~1.2%, but Chancellor Day is optimistic about the higher figure because the Fall 2007 credit enrollment is already up 4% from 2006.
 - Note that if the System grows more than what the State budget has allocated, the State will publish a deficit factor, decreasing our revenue. (Teti still thinks it should be called a deficit *coefficient*.)
 - Although lottery and sales tax revenue increased, the fund balance is *negative* \$868K (assuming no new noncredit funding).

Goldstein concluded with bad news and good news.

- It may happen that by 2010, the District may not be able to pass COLA to the employees.
- The District reserve is ~\$6.6M. This plus other eligible money puts us over the 5% minimum.