Honorable Board of Trustees of the
San Francisco Community College District

Subject: Resolution No. 980827-B4
Authorization to amend Resolution No. 970918-B5, Adoption of Recommended Final Budget 1997-98 by 1) Increasing the General Fund Unrestricted estimated Revenues from $117,072,180 to $119,006,637, 2) Increasing transfer out to cafeteria Fund from $90,000 to $150,000, 3) Increasing the Board Designated Reserve by $500,000 to a total amount of $3,650,000

President and Members:

On September 18, 1997 the Board of Trustees approved Resolution No. 980918-B5 amending the Recommended Final Budget 1997-98 for the General Fund Unrestricted revenue and expenditure budgets to $117,072,180.

Based on the June 17, 1998 Second Principal Apportionment statements, the District's revenue was increased as a result of enrollment growth. While the achieved enrollment growth was less than the 3% growth funding available it enabled the District to overcome a $300,000 funding decline assessed on the First Principal Apportionment dated February 5, 1998. The final 97-98 enrollment numbers will show additional enrollment growth resulting in 1) A one-time adjustment during 1998-99 as “prior year” adjustment for 1997-98, 2) An increase to the District’s 1998-99 Base Revenue for the on-going growth achieved for 1997-98.

While the 1997-98 Estimated Revenues are being increases to $119,006,637 the expenditure authorization will remain at 117,072,180.

Transfers are being made from the unrestricted fund for; 1) $150,000 to offset the 97-98 operating loss for the cafeteria fund; 2) $500,000 to increase the Board Designated Reserve from $3,150,000 to $3,650,000.

The cafeteria fund still has a $150,000 deficit which has been carried over from prior years. The current plan is to reduce approximately one-third of the total cafeteria deficit during each of the next three fiscal years beginning with 1998-99.

The following resolution is recommended for adoption:
RESOLVED: Authorization to amend Resolution No. 970918-B5, Adoption of Recommended Final Budget 1997-98 by 1) Increasing the General Fund Unrestricted estimated Revenues from $117,072,180 to $1xx,000,000, 2) Increasing transfer out to cafeteria Fund from $90,000 to $150,000, 3) Increasing the Board Designated Reserve by $500,000 to $3,650,000.

FURTHER BE IT RESOLVED: That the Chancellor, Chief Operating Officer and/or their designees are hereby authorized to execute any and all documents on behalf of the District to effectuate this resolution.

Recommended for Adoption:

Del M. Anderson
Chancellor

Originator: James Kendrix