

**MINUTES
YOSEMITE COMMUNITY COLLEGE DISTRICT BOARD OF TRUSTEES
FIRST ADJOURNED MEETING FROM THE 535th REGULAR MEETING
September 16, 2009**

ANNUAL FALL BOARD RETREAT

**Gene Bianchi Community Center
Conference Room
110 S. 2nd Avenue
Oakdale, CA**

3:30 P.M.

The meeting was called to order by Board Vice Chair Pat Dean at 3:40 p.m.

Board Members Present	Pat Dean Anne DeMartini (<i>arrived 4:10 p.m.</i>) Linda Flores Abe Rojas Tom Hallinan (<i>arrived 3:45 p.m.</i>) Mike Riley Desirree Abshire(<i>arrived 3:45 p.m.</i>)
Board Members Absent	Elizabeth McMahon (student trustee)
Others Present	Roe Darnell, Teresa Scott, Diane Wirth, Gina Rose, Joan Smith, Rich Rose, Nick Stavrianoudakis, Mike Adams, Shelley Akiona (recorder).
16,076 Chancellor's Update	Chancellor Darnell reported that he has been meeting with employee groups and discussing current and future budget challenges as a result of the State budget situation. The District is also facing a potentially large increase in benefit costs, effective January 1, 2010. The potential benefits cost increase is also a subject of discussion with employee groups. Erik Skinner, Vice Chancellor Fiscal Services with the State Chancellor's Office, reported today that, should we backfill categoricals with general funds, the District should receive flexibility in the administration of our categorical programs. Even with this flexibility, categorical programs will still be subject to cuts. District administration continues to work with the colleges to identify solutions and strategies to create as much flexibility as possible to continue to meet student needs. The Chancellor will be in Sacramento tomorrow to discuss next year's budget. The best situation for next year would be for the District budget to remain even with this year's current budget. The Chancellor and other community college members who are part of the State Chancellor's Consultation Council continue to campaign at the State level for no more cuts to community colleges.

Executive Vice Chancellor Teresa Scott gave a report on the current condition of the State and District budgets. For the first time, community colleges are faced with a workload reduction proportionate to the apportionment deficit. The State's workload reduction cut attempts to bring enrollment in line with State funding and will reduce courses in areas other than workforce training, transfer, and basic skills. The District's base funded FTES is currently 17,819. The reduction equals 667 FTES. The District's adjusted base funded FTES is now 17,152. In 2008-2009, the District served 416 more FTES; those were unfunded by the State. The District's FTES growth was 4.7%. In 2009-2010 the District target is 0% growth, as proposed by the State. To achieve this, the colleges are cutting course offerings. In addition, the colleges must also adjust for the reduction in FTES due to the State's workload reduction plan.

Student fees will increase from \$20 per unit to \$26 per unit. This increase will generate approximately \$80 million that will be used to mitigate community college cuts. Additional federal funds may become available through ARRA (American Recovery and Reinvestment Act). The State continues to enforce funding deferrals to community colleges. These factors will result in a need for substantial cuts to the District's budget.

In July 2009, the State's revised budget proposed \$24 billion in additional cuts, to be placed on top the \$35.8 billion in budget cuts adopted by the State in February. The direct effect of the state budget cuts will result in \$84 million in cuts for the 2008-2009, and \$754 million in cuts for 2009-2010. The ARRA funds will provide \$37 million in "new" revenue. Substantially less than the \$130 million previously reported. There will be a net reduction of \$637 million to support community colleges statewide. Additionally, there will be no allocation for Growth or COLA. Categorical programs will be cut \$333 million statewide, the ARRA backfill and fee revenues bring the reduction to \$286 million in 2009-2010. The impact of categorical cuts will vary from program to program.

General apportionment cuts to the statewide community college budget currently are: \$120 million reduction to general purpose funds; a property tax shortfall currently estimated at \$53.4 million; \$21.2 million student fee shortfall (figured on 3% growth); and a \$41.2 million structural shortfall from the 2007-2008 reduction of \$80 million.

Recess to Closed Session The Board recessed to closed session at 4:30 p.m.

Discussion: 1. Pursuant to G. C. Section 54957.6 - Conference with Labor Negotiators
District Representatives: D. Wirth
Employee Organizations: CSEA, YFA

Report Out From Closed There was no report out of closed session.
Session
16,078
NEXT MEETING

The next regular meeting of the Board of Trustees will be held on Wednesday, October 14, 2009. Closed Session will begin at 3:30 p.m. and Open Session at 5:30 p.m. at Columbia College, 11600 Columbia College Drive, Sonoma, California.

Adjournment The meeting adjourned at 8:30 p.m.

Anne DeMartini, Chair
YCCD Board of Trustees

D. Roe Darnell, Secretary
YCCD Board of Trustees