PLANNING & BUDGET COMMITTEE

Date: January 11, 2011
Time: 3:30 p.m. – 5:00 p.m.
Location: SAS 314

Members Present: Baba Adam, Kenneth Bearden, Jo Anne Cripe, Ruth Ann Hansen, Rebecca Hernandez, Les Jauron, Ken Meier, Peggy Jennings-Severe, Trevor Stewart, Andy Suleski
Members Absent: Teri Jo Buckman, Al Renville,
Guests: John Gliha

I. ACTION ITEMS
At 3:31 p.m., Kenneth Bearden called the meeting to order.

a. Consider approval of 12/14/10 Minutes.
The minutes of the 12/14/10 meeting were approved as amended. MSC Hansen/Meier

II. DISCUSSION
a. Foundation Update – John Gliha
John Gliha, Director of the Foundation gave an update. The gift base revenue is up slightly over 5% for the last fiscal year. As of December 31, 2010, there is approximately $621,000. The Foundation is experiencing an upward trend and the goal is to break a million dollars this fiscal year. Endowment performance is beginning to gain after taking dip earlier. Title III goal was met last year and have exceeded goal for next year.

There will be three outstanding alumni honored at this year’s Gala – Bill Berryhill, David Lundberg and Chief George Morris. The Gala will be held on March 26, 2011 and this will be the first year the Foundation will have a community award honoring a donor or community individual. Dr. Van Der Ploeg will be the first recipient of this community award.

The Community Marketplace will be back next year with the management of the Marketplace coming in-house allowing for additional cost controls.

b. Leading Indicator
Les and Baba presented the information on the Leading Indicators which were presented to the Board at their retreat on January 6, 2011. The summary pages were reviewed.

c. Budget Update
Andy provided an update on the Governor's Budget Proposal released yesterday. We know there is a $25 billion gap and we knew that the proposal would include extending tax revenue and major cuts with the CCLC estimating $200 million. The proposal calls for extending tax revenue and $400 million in cuts which is much more significant. The January proposal is the starting point. The Governor announced that he wanted a budget within 60 days to get a measure on the June ballot. Erik Skinner’s e-mail, dated January 10, 2011 outlines the major proposed reductions and the implications to community colleges including: $400 million cut for “Apportionment Reductions and Reforms”; Student fee increase from $26 to $36 per unit; 1.9% enrollment growth; $129 million in additional inter-year funding deferrals. The good news - no mid-year cuts and no further cuts to student support categorical programs.

If this budget were passed today, that would mean a $4 million cut to Butte College. Last year categorical programs took the brunt of the cuts and we also had restoration growth, Chico center status revenue and the early retirement incentive to help get us through the fiscal year. We don’t have those things this year and we will still have fixed cost increases to manage. Leadership will be
working on how to handle the cuts and focus on retention and student success, but with fewer services.

d. **Spring Forum Planning**
   The date for the Spring Forum will be scheduled for January 31, 2011 at 3:00 p.m. in the Center for Excellence. We will have a social period from 3:00 – 3:15 p.m. with the forum beginning at 3:15 p.m. We will discuss agenda and details at the next meeting on January 25, 2011.

III. **ITEMS FOR NEXT AGENDA**
   - Spring Forum Planning
   - Hands Across California
   - Budget Update

IV. **ADJOURNMENT**
   At 5:00 p.m. the meeting was adjourned