

**PERALTA COMMUNITY COLLEGE DISTRICT**  
**Board of Trustees Agenda Report**  
**For the Trustee Meeting Date of November 15, 2011**

**ITEM # 16**

**ITEM TITLE:**

Request authorization, under the State Budget Act, to redirect the expenditures of certain categorically funded programs.

**SPECIFIC BOARD ACTION REQUESTED:**

This action relieves the District of all state statutory, regulatory, and provisional requirements associated with the eleven programs contained in the flexibility category:

- Childcare Tax Bail Out
- Equal Employment Opportunity
- Economic Development
- Apprenticeship
- Part-time Faculty Office Hours
- Part-time Faculty Health Insurance
- Part-time Faculty Compensation
- Transfer Education and Articulation
- Matriculation-Credit
- Matriculation-Non-Credit

Following a public hearing of the Governing Board, district's can redirect funding of any of the categorical programs listed above to any other state categorical program, and funding restrictions and requirements are waived as a result through 2014-15.

**ITEM SUMMARY: (PLEASE DISCUSS THIS ITEM)**

**BACKGROUND/ANALYSIS:**

Exercising this provision provides district's with added budgetary flexibility to redirect unused categorical dollars to other categorical programs that have additional needs. During the 2010-11 fiscal year closing, \$198,927 in Matriculation dollars were "flexed" or redirected to cover deficits incurred in the DSPPS program budgets. These deficits would have otherwise been covered by the Unrestricted General Fund.

Further, during the past few years the State Chancellor's Office had authorized district's to carry over funds from several categorical programs for 90 days into the new fiscal year to assist colleges in managing declining budgets. This authorization has not been granted for the new fiscal year (with the exception of Board Financial Assistance Program). Authorization of the flexibility provision will provide us with an additional resource to redirect funds to programs impacted more significantly than others.

**ALTERNATIVES/OPTIONS:**

**EVALUATION AND RECOMMENDED ACTION:**

**SOURCE OF FUNDS (AND FISCAL/BUDGETARY IMPACT):**

**OTHER DEPARTMENTS IMPACTED BY THIS ACTION (E.G. INFORMATION TECHNOLOGY):**

YES \_\_\_\_\_ NO \_\_\_\_\_

**COMMENTS:**

**WHO WILL BE PRESENTING THIS ITEM AT THE BOARD MEETING? (COLLEGE PRESIDENT OR VICE CHANCELLOR)**

VICE CHANCELLOR GERHARD

**DID A BOARD STANDING COMMITTEE RECOMMEND THE ITEM? YES \_\_\_\_\_ NO X**  
**\_\_\_\_\_ IF "YES", PLEASE INCLUDE THAT INFORMATION IN YOUR SUMMARY.**

**DOCUMENT PREPARED BY:**

Prepared by: [Signature] Date: 11/7/11  
Ronald Gerhard, Vice Chancellor for Finance and Administration

**DOCUMENT PRESENTED AND APPROVED BY:**

Presented and approved by: [Signature] Date: 11/7/11  
Ronald Gerhard, Vice Chancellor for Finance and Administration

**FINANCE DEPARTMENT REVIEW**

Finance review required  Finance review *not* required

If Finance review is required, determination is:  Approved  Not Approved

If not approved, please give reason: \_\_\_\_\_

Signature: [Signature] Date: 11/7/11  
Ronald Gerhard, Vice Chancellor for Finance and Administration

**GENERAL COUNSEL (Legality and Format/adherence to Education Codes):**

Legal review required  Legal review *not* required

If Legal review is required, determination is:  Approved  Not Approved

Signature: \_\_\_\_\_ Date: \_\_\_\_\_  
Thuy T. Nguyen, General Counsel

**CHANCELLOR'S OFFICE APPROVAL**

Approved, and Place on Agenda  Not Approved, but Place on Agenda

Signature: [Signature] Date: 11/9/11  
Wise E. Allen, Chancellor