Resolution of the Board of Governors  
California Community Colleges  
No. 2013-04

WHEREAS, Education Code section 84040 requires the Board of Governors of the California Community Colleges to adopt criteria and standards for periodic assessment of the fiscal conditions of community college districts and to develop appropriate procedures and actions for districts that fail to achieve fiscal stability; and

WHEREAS, the Board of Governors has adopted California Code of Regulations, title 5 (title 5) section 58310 et seq., to implement that statute; and

WHEREAS, title 5, section 58310, requires community college districts to report regularly regarding financial and budgetary conditions; and

WHEREAS, the Board of Governors has determined that the San Francisco Community College District (SFCCD) is not in compliance with the principles of sound fiscal management as delineated in the Board of Governors' regulations; and

WHEREAS, by its letter dated July 3, 2013, the contents of which is incorporated herein, the Accrediting Commission for Community and Junior Colleges (ACCJC) has acted to terminate the accreditation of City College of San Francisco; and

WHEREAS, the evidence clearly supports the conclusion that SFCCD has failed to maintain fiscal integrity, has lost its accreditation, and all efforts short of intervention have been unsuccessful; and now, therefore, be it

RESOLVED, that the Board of Governors of the California Community Colleges directs the following actions:

1. The Chancellor is authorized to suspend, for a period of one year, the authority of the Board of Trustees of SFCCD, or of any members of that board, to exercise any powers or responsibilities or to take any official action with respect to the management of the district, including any of the district’s assets, contracts, expenditures, facilities, funds, personnel or property.

2. The Chancellor is authorized to appoint a special trustee as provided in Education Code section 84040 and title 5 section 58312, at SFCCD’s expense, to manage the district.

3. The Chancellor is authorized to delegate to the special trustee all of the rights, duties, and powers of the governing board of SFCCD to the full extent necessary to manage the district. This authority shall include assumption of all rights, duties and powers of the governing board of SFCCD, as set forth in Education Code section 70902 or in any other statute or regulation, to the extent deemed necessary by the special trustee in order for SFCCD to achieve fiscal stability or solvency or to ensure compliance with the principles of sound fiscal management set forth in title 5, section 58311, to maintain accreditation by ACCJC any other duties authorized by the Chancellor.
4. The special trustee is authorized to take actions the special trustee deems necessary to achieve fiscal stability and integrity, and maintain accreditation, including but not limited to the following:

(a) Implement substantial changes in the fiscal policies and practices of SFCCD.
(b) Revise the educational program of SFCCD to reflect realistic revenue projections, in response to the dramatic effect of the changes in fiscal policies and practices upon educational program quality and the potential for the success of all students.
(c) Work with and respond to the recommendations of ACCJC.
(d) Consult, for the purposes described in this Resolution, and as appropriate under the circumstances, with the governing board of SFCCD, the exclusive representatives of the employees, students, and the community.
(e) Enter into collective bargaining agreements with the exclusive representatives of SFCCD.
(f) Any action authorized under California Code of Regulations, title 5, sections 58312 and 58314.

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Manuel Baca, President
Board of Governors
California Community Colleges