

MINUTES**1. CALL TO ORDER**

Rick Rees called the June 7, 2006, Closed Session Meeting to order at the Chico City Council Chambers, Conference Room 2, at 421 Main Street, Chico, CA at 6:15 p.m.

Present: Rick Rees, Scott Huber, Rick Anderson, Anthony Watts
Absent: Jann Reed

2. CLOSED SESSION**2.1 Update on Labor Negotiations
Employee Organizations:**

Other Representatives:

CUTA
CSEA, Chapter #110
Bob Feaster, Assistant Superintendent
Kelly Staley, Assistant Superintendent
Randy Meeker, Assistant Superintendent
Counsel: Greg Einhorn, Attorney at Law

**2.2 Conference with Legal Counsel – Existing Litigation, Government Code §54956.9(a) Sloan v. CUSD et al
Other Representatives:**

Chet Francisco, Superintendent
Bob Feaster, Assistant Superintendent
Kelly Staley, Assistant Superintendent
Randy Meeker, Assistant Superintendent
Counsel: John Kelly, Attorney at Law

3. CONVENE TO SPECIAL SESSION

Present: Rick Rees, Rick Anderson, Anthony Watts
Absent: Jann Reed, Scott Huber

**3.1 Board President Rees called the Special Session Meeting to Order in the City Council Chambers at 7:09 p.m.
He announced that there would be an added item to the agenda, that of Items from the Floor immediately following Discussion/Action.****3.2 There were no announcements from closed session.****3.3 Board President Rees led the salute to the Flag.****4. CONSENT CALENDAR****4.1 A motion was made by Board Member Watts and seconded by Board Member Anderson to approve the BCOE
Erate Internet Service Provider Agreement.**

Ayes: Rees, Anderson, Watts
Noes: None
Absent: Reed, Huber

5. DISCUSSION/ACTION**5.1 Assistant Superintendent Meeker reviewed the major components of the 2006-2007 Preliminary Budget. With the Governor's budget supporting education, the district will see substantial new revenue in 2006-07, which will offset the deficit spending and use of one time funds from 2005-06.. For the first time in four years, deficit spending will be eliminated and fund balance will begin to increase. CUSD has projected 2006-07 total revenues of \$101,402,204 and expenditures of \$99,537,530 for an increase to fund balance of \$1,864,674. At 8:05 p.m. the Board entertained comments and questions. At 8:25 p.m. the public hearing was closed.****6. ITEMS FROM THE FLOOR**

At 8:25 p.m. Board President Rees opened the public forum to address items not on the agenda. There were no comments and the public forum was closed.

6. ADJOURNMENT

MINUTES

There being no further business for the Board, Board President Rees adjourned the meeting at 8:26 p.m.

APPROVED:

Board of Education

Administration