

## MINUTES

1. **CALL TO ORDER**

At 6:03 p.m. Board President Reed called the Special Meeting to order at the Chico City Council Chambers and led the salute to the flag.

2. **DISCUSSION/ACTION CALENDAR**2.1 **GENERAL**1. **Information: Discussion with Fiscal Crisis Management Assistance Team (FCMAT)**

At 6:05 p.m. Assistant Superintendent Combes introduced Kevin Bultema, Butte County Office of Education and Joel Montero, FCMAT. Kevin Bultema reported that projections show the district has sufficient cash in the bank to make payroll for the current school year, but there is the very real possibility that the district will run out of cash early in 2010-11. Inter-fund borrowing is expected to be insufficient to cover the \$8 million monthly payroll expenses and a state loan would be needed quickly. Other entities such as the Butte County Office of Education and the Butte County Treasurer, have insufficient resources to help a district of our size. Joel Montero described the process for a state loan and what steps will need to be taken over the course of the next few months. He explained where CUSD was in the process, details of a state takeover, arguments for and against a state loan, what other districts are saying and the Board's role.

At 7:35 p.m. The floor was open for public comment. At 7:45 p.m. the open session of the meeting was adjourned.

3. **CLOSED SESSION**3.1 **Conference with Legal Counsel**

Anticipated Litigation  
Significant exposure to litigation pursuant  
to Government Code §54956.9(b)  
Two cases

**Attending:**

Kelly Staley, Superintendent  
Bob Feaster, Assistant Superintendent  
Jan Combes, Assistant Superintendent  
Mary Leary, Director  
Scott Jones, Director  
Dave Scott, Director  
John Yeh, Attorney at Law

3.2 **Update on Labor Negotiations**

Employee Organizations:

Representative:

CUTA  
CSEA, Chapter #110  
Kelly Staley, Superintendent  
Bob Feaster, Assistant Superintendent  
Jan Combes, Assistant Superintendent

3.3 **Public Employee Performance Evaluation**

Per Government Code §54957  
Title: Superintendent

4. **RECONVENE TO REGULAR SESSION**

## 4.1. Call to Order

## 4.2. Report Action Taken in Closed Session

At 10:28 p.m. the Board stated they had nothing to report.

5. **ADJOURNMENT**

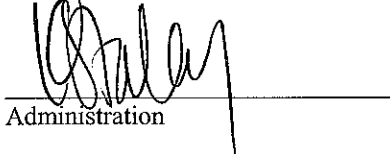
At 10:30 p.m. the meeting was adjourned.

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APPROVED:



Board of Education

  
Administration