

AMENDED IN SENATE MAY 8, 2012
AMENDED IN SENATE APRIL 16, 2012
AMENDED IN SENATE MARCH 28, 2012
AMENDED IN SENATE MARCH 14, 2012

SENATE BILL

No. 952

Introduced by Senator Alquist

January 5, 2012

An act to add and repeal Section 89517.5 of the Education Code, relating to postsecondary education, and declaring the urgency thereof, to take effect immediately.

LEGISLATIVE COUNSEL'S DIGEST

SB 952, as amended, Alquist. Public postsecondary education: employee compensation.

Existing law establishes the California State University, under the administration of the Trustees of the California State University, ~~and the University of California, under the administration of the Regents of the University of California,~~ as ~~2~~ *as one* of the segments of public postsecondary education in the state.

This bill would prohibit, from July 1, 2012, to June 30, 2014, inclusive, the Trustees of the California State University from entering into, or renewing, a contract that provides for a compensation increase for a California State University employee whose annual salary exceeds \$200,000 from General Fund sources, as defined, in the fiscal year during which the contract is executed, relative to the immediately prior contract for that same position.

The bill would prohibit, on or after ~~June~~ *July* 1, 2014, and until July 1, 2018, the trustees from entering into, or renewing, a contract that

provides for a compensation increase of more than 10% for a California State University employee whose annual salary exceeds \$200,000 from General Fund sources in the fiscal year during which the contract is executed, relative to the immediately prior contract for that position.

~~The bill would encourage the Regents of the University of California to adopt a policy that reflects the goals of this bill.~~

This bill would declare that it is to take effect immediately as an urgency statute.

Vote: $\frac{2}{3}$. Appropriation: no. Fiscal committee: yes.
 State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 89517.5 is added to the Education Code,
 2 to read:
 3 89517.5. (a) From July 1, 2012, to June 30, 2014, inclusive,
 4 the Trustees of the California State University shall not enter into,
 5 or renew, a contract that provides for a compensation increase for
 6 a California State University employee whose annual salary
 7 exceeds two hundred thousand dollars (\$200,000) from General
 8 Fund sources in the fiscal year during which the contract is
 9 executed, relative to the immediately prior contract for that same
 10 position.
 11 (b) On or after July 1, 2014, the trustees shall not enter into, or
 12 renew, a contract that provides for a compensation increase of
 13 more than 10 percent for a California State University employee
 14 whose annual salary exceeds two hundred thousand dollars
 15 (\$200,000) from General Fund sources in the fiscal year during
 16 which the contract is executed, relative to the immediately prior
 17 contract for that position.
 18 (c) For purposes of this section, “General Fund sources” includes
 19 appropriations from the General Fund and student fee revenues.
 20 ~~(d) The Regents of the University of California are encouraged~~
 21 ~~to adopt a policy that reflects the goals of this section.~~
 22 (e)
 23 (d) This section shall become inoperative on July 1, 2018, and,
 24 as of January 1, 2019, is repealed, unless a later enacted statute,
 25 that becomes operative on or before January 1, 2019, deletes or
 26 extends the dates on which it becomes inoperative and is repealed.

1 SEC. 2. This act is an urgency statute necessary for the
2 immediate preservation of the public peace, health, or safety within
3 the meaning of Article IV of the Constitution and shall go into
4 immediate effect. The facts constituting the necessity are:

5 In order to respond to and alleviate the effects of the state's
6 current fiscal crisis and the resulting additional budget cuts and
7 tuition increases for the California State University, it is necessary
8 for this act to take effect immediately.

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