

Systemwide Human Resources

401 Golden Shore Long Beach, CA 90802-4210

www.calstate.edu

June 30, 2025

Joseph J. Jelincic III

Interim Associate Vice Chancellor Collective Bargaining & Labor Relations

Main Line 562-951-4400 E-mail jjelincic@calstate.edu

SENT VIA E-MAIL ONLY

Ms. Catherine Hutchinson
President
California State University Employees
Union
910 K Street
Sacramento, CA 95814
chustchinson@csueu.org

Mr. Jim Philliou Executive Director California State University Employees Union 910 K Street Sacramento, CA 95814 jphilliou@csueu.org

RE: <u>2025/2026 Salary and Benefits Re-Opener</u>

Dear Catherine and Jim,

On Saturday, the California State University issued a public statement regarding the enacted 2025–26 state budget. You may access the statement here: https://www.calstate.edu/csu-system/news/Pages/CSU-Statement-on-Final-budget-2025-26.aspx

As you are aware, pursuant to our Collective Bargaining Agreement, the parties are to reopen negotiations on Article 20 (Salary) and Article 21 (Benefits) for the 2025–26 fiscal year if the following funding contingency is not met:

Placement on the Target Step of the new salary structure is contingent upon the State of California's final Budget Act of 2025 containing a new, unallocated, ongoing appropriation to the CSU not less than the 2023 compact allocation of \$227 million.

Ms. Hutchinson and Mr. Philliou 2025/2026 Salary and Benefits Re-Opener June 30, 2025 Page 2

The final Budget Act of 2025 (AB 102), signed into law by the Governor on June 27, 2025, did not include such an appropriation. Instead, it enacted a reduction to ongoing CSU funding in the amount of \$143.8 million - a 3 percent decrease in the state's base support.

In light of this development, I invite you to contact me at your earliest convenience so that we may discuss next steps in the reopener.

Sincerely,

Joseph J. Jélincic III

Interim Associate Vice Chancellor Collective Bargaining & Labor Relations

cc: Stefanie Gusha, Senior Director, Collective Bargaining, Chancellor's Office Steve James, Labor Relations Advisor, Chancellor's Office Ned Burke, Representation Director, CSUEU Antoinette Paiz, Administrative Tech, CSUEU