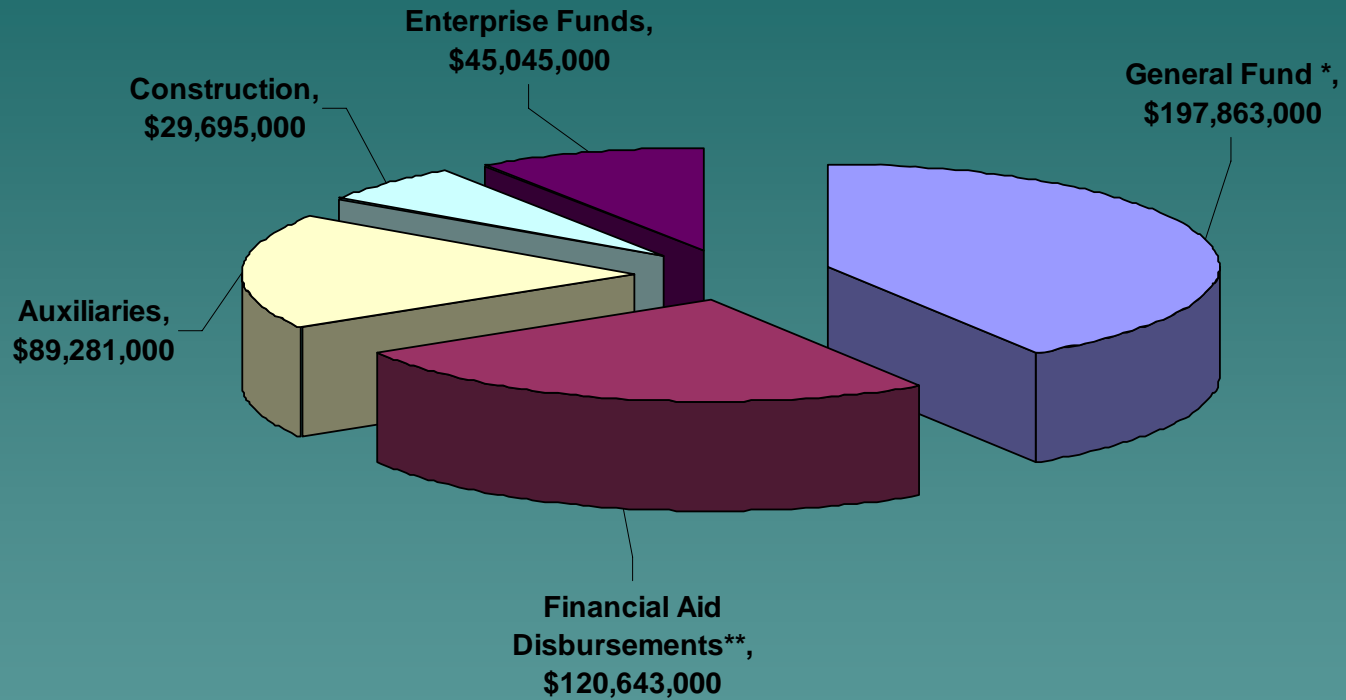


Town Hall Meeting 2006/07 Budget

October 18, 2006

2005-06 All University Expenditures (Total: \$482,527,000)



* Does not include Financial Aid or Federal Work Study

** Includes all Financial Aid and Federal Work Study

Campus Budget

CSU Operating Fund

- ◆ Sources of Funds

- State Appropriation

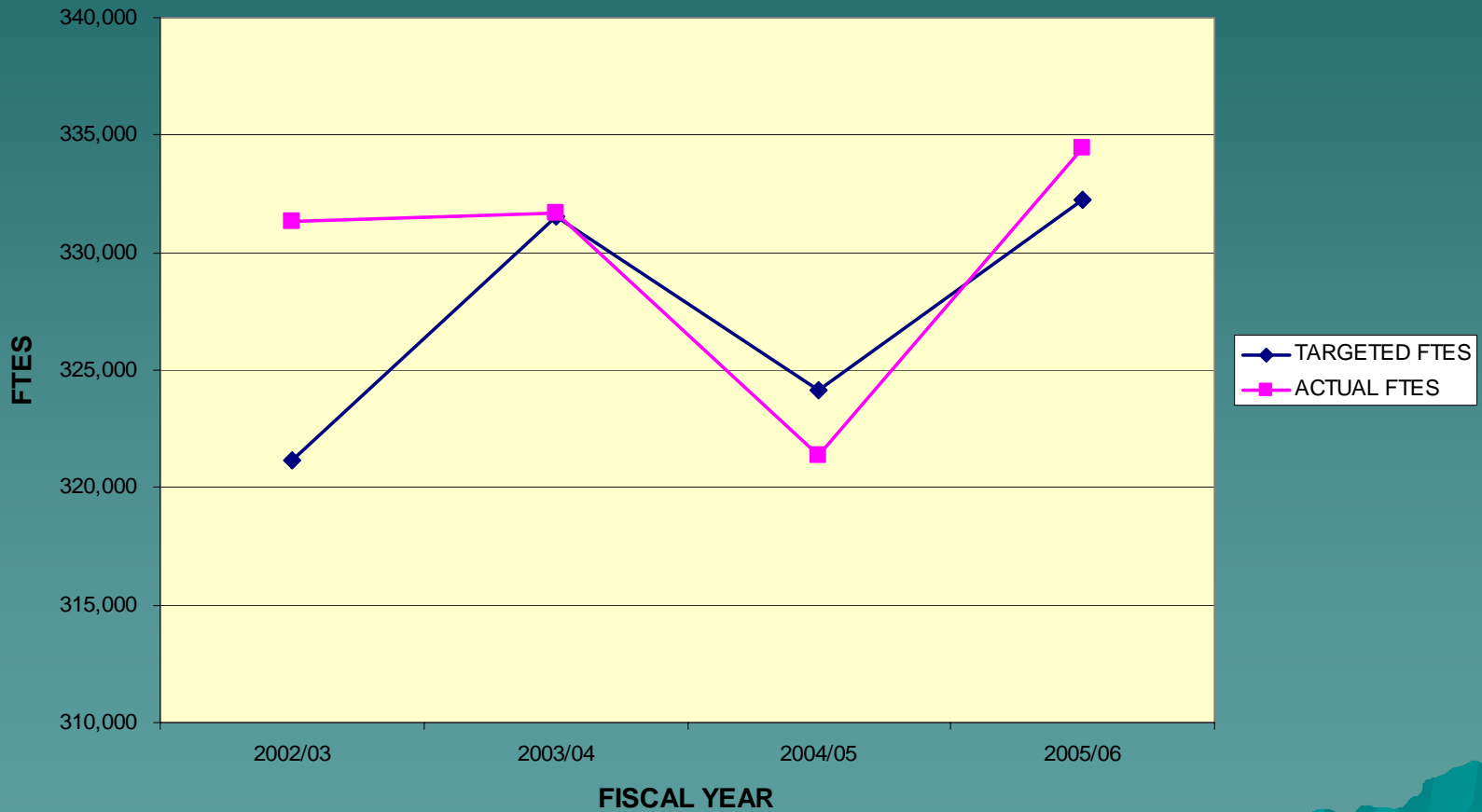
- ◆ Allocated based on budgeted FTES

PLUS

- Student Fee Revenue

- ◆ Collected from students attending Sac State

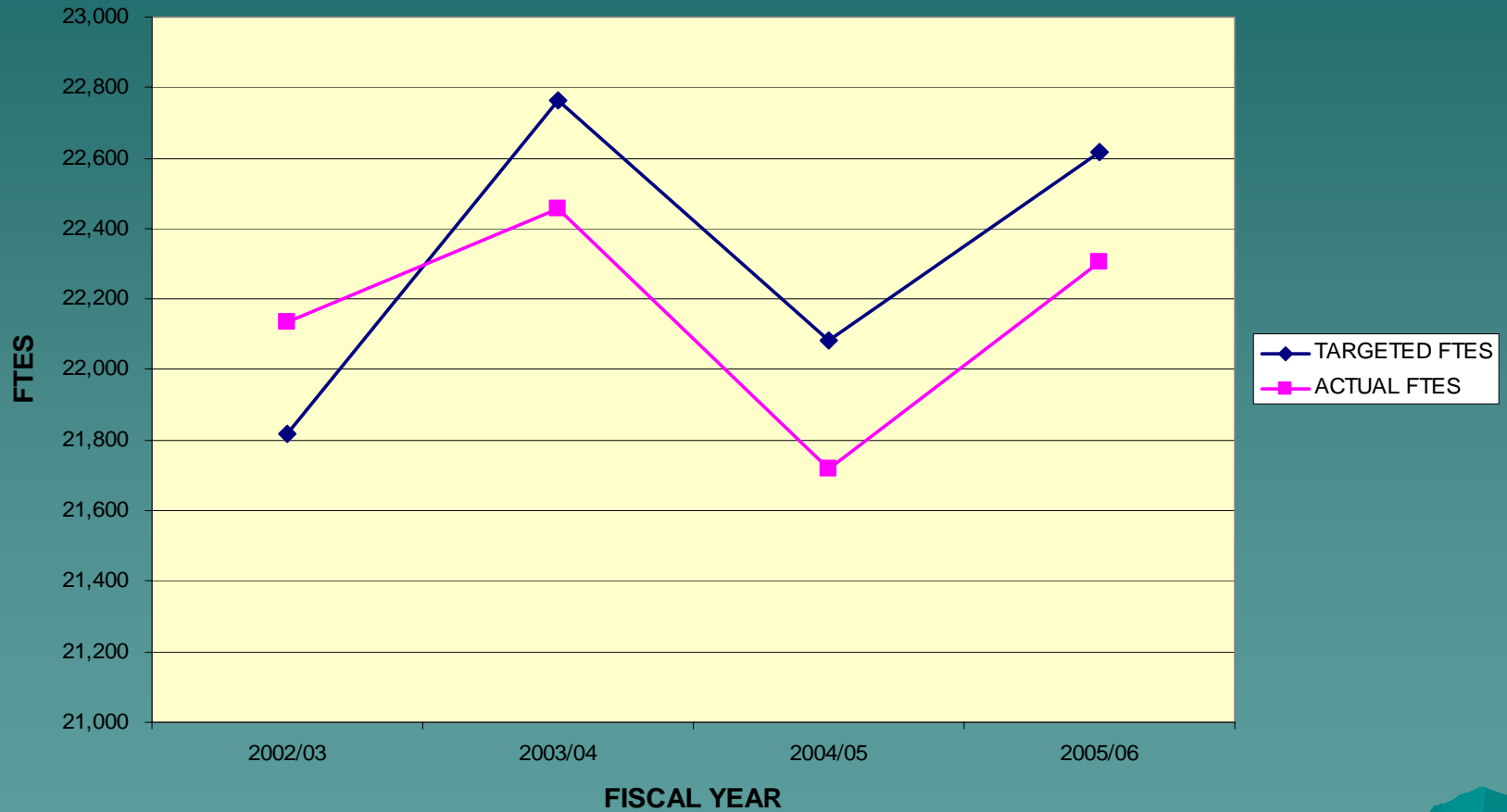
California State University SYSTEMWIDE ENROLLMENT



CSU SYSTEMWIDE FTES COMPARISON BY COLLEGE YEAR

	2002/03	2003/04	2004/05	2005/06
TARGETED FTES	321,132	331,565	324,120	332,223
ACTUAL FTES	331,353	331,704	321,339	334,441
DIFFERENCE	10,221	139	(2,781)	2,218
% (DIFF/TARGETED)	3.18%	0.04%	-0.86%	0.67%

SAC STATE ENROLLMENT



SACRAMENTO STATE FTES COMPARISON BY COLLEGE YEAR

	2002/03	2003/04	2004/05	2005/06	
BUDGETED	21,820	22,765	22,082	22,617	
ACTUALS	22,135	22,458	21,717	22,306	
DIFFERENCE	315	(308)	(365)	(311)	
% (DIFF/BUDGETED)	1.44%	-1.35%	-1.65%	-1.38%	
UNMATERIALIZED REVENUE	2002/03	2003/04	2004/05	2005/06	TOTAL
State University Fee Revenue *		(450,279)	(792,419)	(982,375)	(2,225,073)
*Difference equals actual less projected revenue					

Budget Issues

- ◆ Missing FTES targets (3 consecutive years)

Effects on FTES shortfall

- ◆ Loss of FTES = payback state appropriation (06-07)
- ◆ Lower FTES = loss of student fee revenue

UNMATERIALIZED REVENUE	2003/04	2004/05	2005/06	TOTAL
State University Fee Revenue*	(450,279)	(792,419)	(982,375)	(2,225,073)
* Difference equals actual less projected revenue				

DECLINING REVENUE	2002/03	2003/04	2004/05	2005/06
Non Resident Tuition	4,287,586	3,812,894	3,520,597	3,287,515
Percent Loss in Revenue		-11.1%	-7.7%	-6.6%

- ◆ Late budget adjustments
- ◆ Lost opportunity for growth
- ◆ Affects eligibility for any new instructional buildings

FTES = student retention + new resident students

Budget Issues

- ◆ Increasing mandatory costs
 - ◆ Insurance (Worker's Comp, Property/Liability)
 - ◆ Employee benefits
 - ◆ Utilities
 - ◆ Costs to maintain aging campus buildings
 - ◆ Administrative and academic technology
 - ◆ Compensation
 - ◆ Other program initiatives

Budget Issues

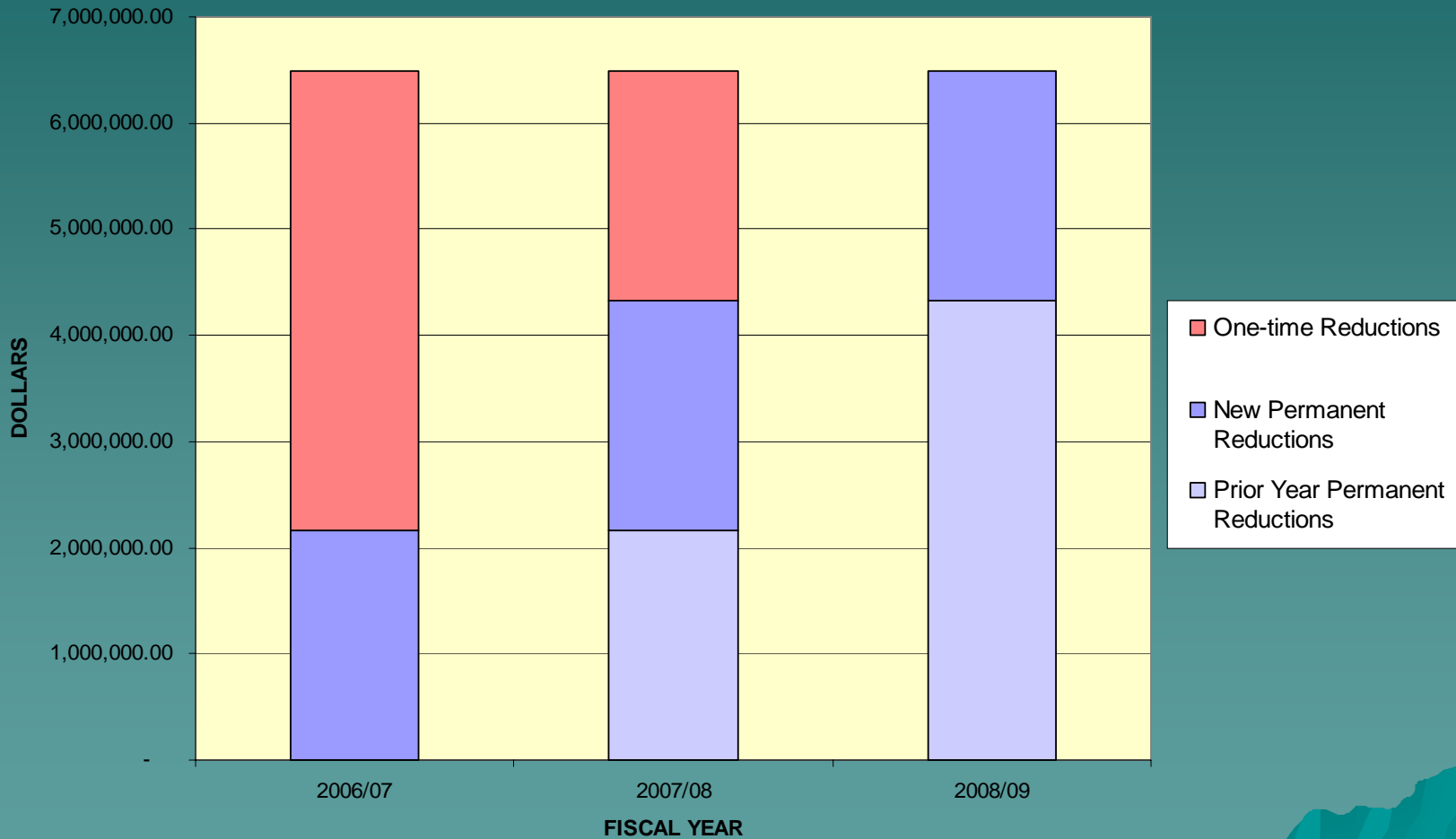
- ◆ On going financial commitments are greater than renewable resources

2006/07 Campus Budget gap of
~ 2.7% or \$6.5 million

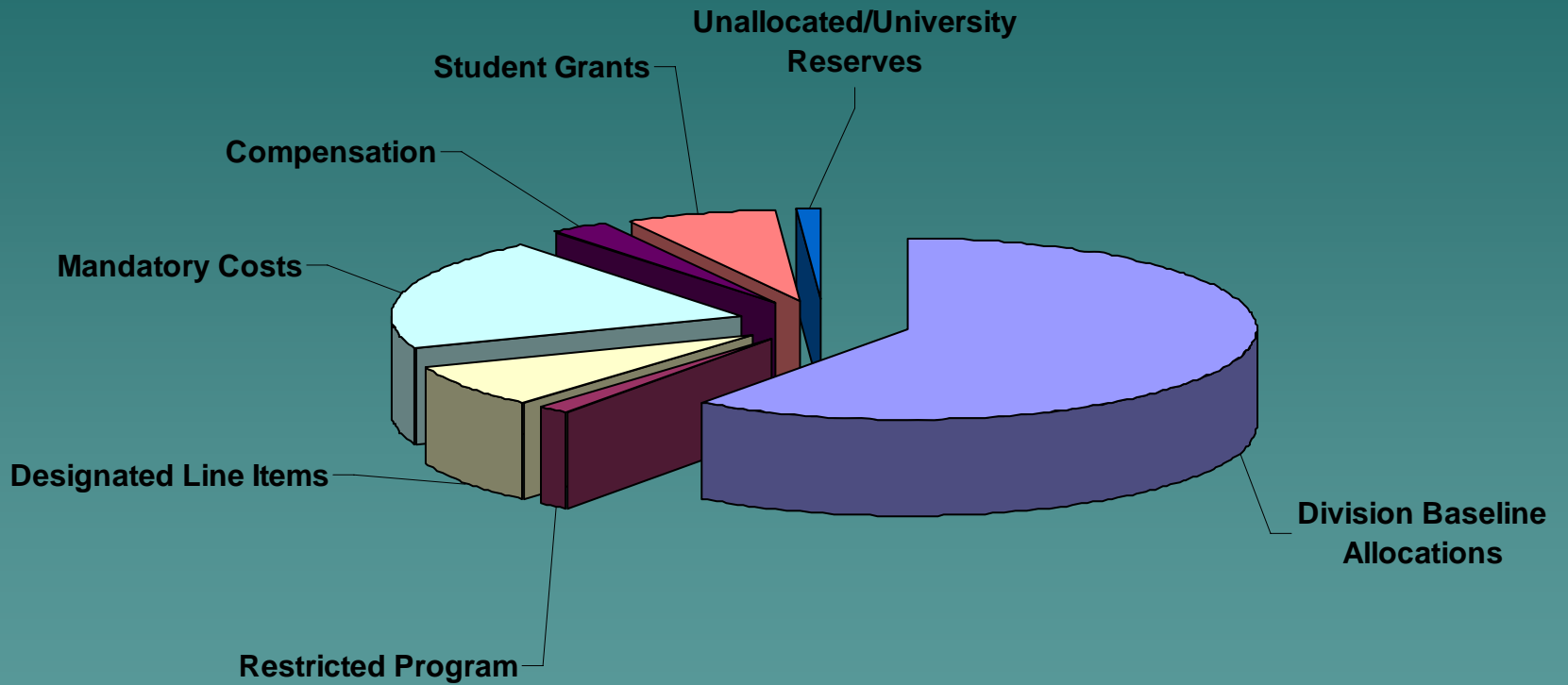
Budget Advisory Group (BAG) Recommendations

- ◆ To close the \$6.5M gap:
 - Three *year phased* reductions
 - ◆ Year 1:
 - \$2.2M in permanent reductions + \$4.3M in one-time reductions (carry forward funds)
 - ◆ Year 2:
 - *Additional* \$2.2M in permanent reductions + \$2.1M in one-time reductions
 - ◆ Year 3:
 - *Additional* \$2.1M in permanent reductions

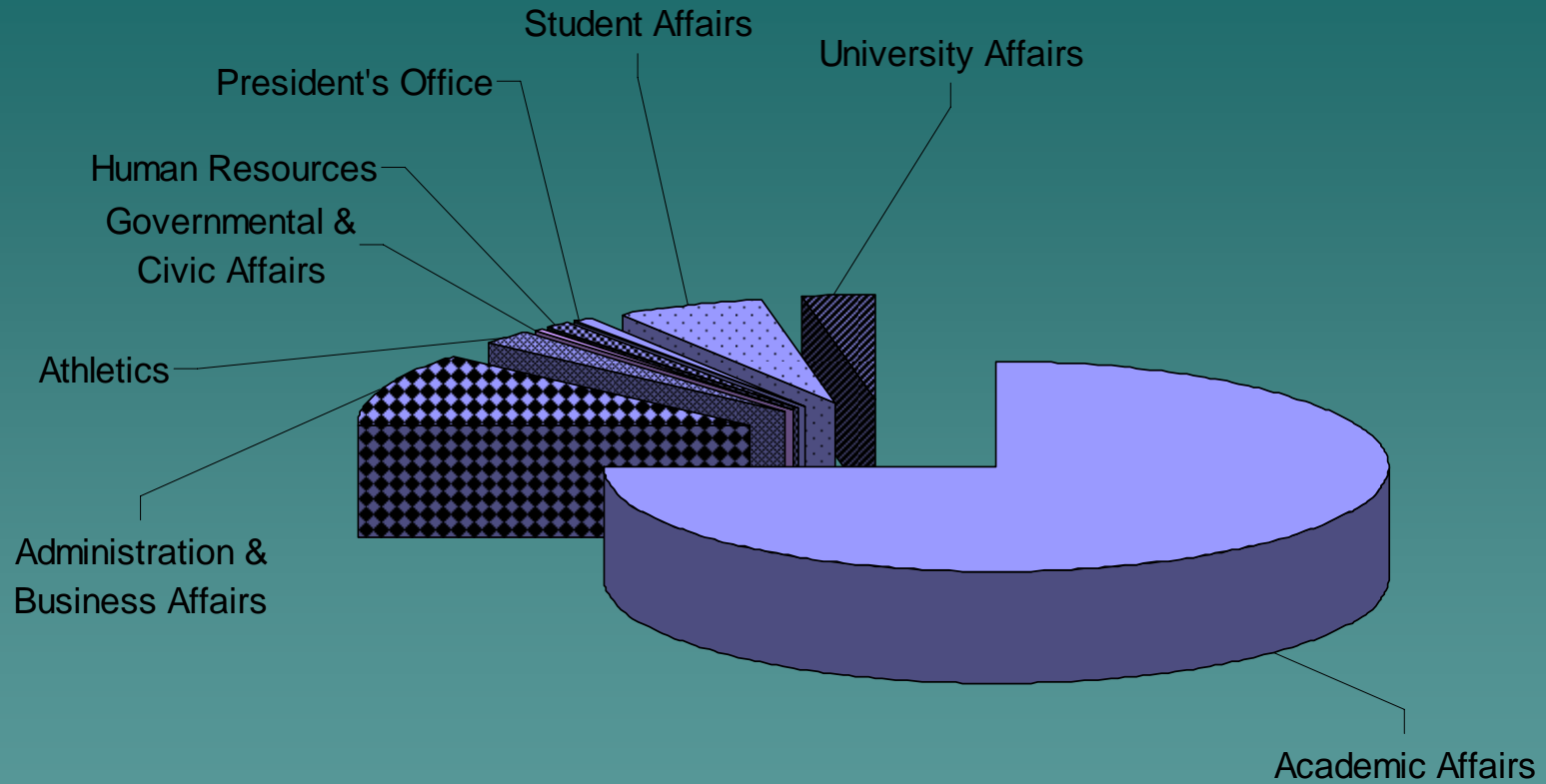
BAG Recommended Budget Reduction Plan



2006/07 CSU Operating Fund Budget for Sac State



2006/07 Baseline Allocations by Division



2006/07 ALLOCATIONS FOR DIVISIONS AT SACRAMENTO STATE

Allocations as Approved by the President

September 2006

	2005-06 Baseline	2005/06 Baseline Adjustments *	2006-07 Changes	2006/07 Baseline Allocation	2006-07 Permanent Reductions	2006-07 Total Adjusted Allocation	Notes
Academic Affairs **	102,074,996	3,217,030	1,269,790	106,561,816	(1,642,727)	104,919,089	Enrollment growth funding
Administration & Business Affairs	15,489,962	525,272	189,384	16,204,618	(250,732)	15,953,886	Deferred Maintenance and Unit 8 Retroactive Salary Increase allocation
Athletics	2,905,285	85,686	214,604	3,205,575	(47,553)	3,158,022	Additional funding to meet payroll needs
Governmental & Civic Affairs	121,000		46,520	167,520	(2,161)	165,359	
Human Resources	1,615,671	173,741		1,789,412	(28,099)	1,761,313	
President's Office	963,443	(37,116)	102,191	1,028,518	(12,969)	1,015,549	
Student Affairs	7,973,296	507,375	259,848	8,740,519	(131,850)	8,608,669	Student recruitment and retention programs
University Advancement	2,759,398	160,167	1,340,487	4,260,052	(45,391)	4,214,661	Funding requested in order to meet goals set by the Chancellor
Restricted Programs							
Center for California Studies **	2,897,000	82,000	102,000	3,081,000		3,081,000	
All University Expenses	17,053,337	5,852	1,155,497	18,214,686		18,214,686	Includes costs for insurance premiums, utilities, space rental, CMS and other all-university budget lines
Mandatory Benefits Costs	43,898,392	1,327,565	1,545,800	46,771,757		46,771,757	
Compensation	5,640,537	(5,468,657)	6,227,168	6,399,048		6,399,048	
Student Grants	15,745,750		650,200	16,395,950		16,395,950	
University Operational Emergency Reserve and Unallocated	2,597,614			2,597,614		2,597,614	
Total:	221,735,681	578,915	13,103,489	235,418,085	(2,161,482)	233,256,603	

* Baseline funding includes 2005/06 Salary Increases, Faculty Promotions, Department Chair Stipends, Reclassifications, organizational changes, Chancellor's Office allocations, etc.

** Center for California Studies was moved from the Academic Affairs baseline and placed under the Restricted Programs

Program Center allocations are provided by the Division's Provost, Vice President, or Director

Town Hall Meeting 2006/07 Budget

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