Town Hall Meeting
February 9, 2010
Budget Composition

• Our campus budget is comprised of two sources:
  – State General Fund Appropriation
  – Student Fee Revenue
    • State University Fees
    • Non-resident tuition
    • Miscellaneous Fees (e.g., Application Fees, Transcript Fees, etc.)
Sacramento State's General Fund State Appropriation versus Student Fee Revenue

*Revenue from State University Fees and Non Resident Fees

Leadership begins here.
Governor’s January Budget for 2010-11

State budget gap of $19.9B

• Proposed solutions:
  – $8.5B in spending cuts
  – $6.9B in new federal fund
  – $4.5B in “alternate funding,” shifts in funds and other revenue
Governor’s January Budget for 2010-11

• Governor places high priority on higher education
  – Restore $305M in one-time 09-10 cuts
  – $60.6M for 2.5% enrollment growth
  • Contingent on federal stimulus funding

Budget content presents real challenges for securing ultimate legislative approval
2010-11 Planning Assumptions

- Chancellor’s Office provided campuses with assumptions for planning purposes:
  - Reduce enrollment by ~ 10.8%
  - Campus must meet enrollment targets
  - Include a 10% student fee increase
  - Baseline funding remains at 2009-10 levels
  - Furlough agreements expire on 6/30/10
Impact of Planning Assumptions

• Overall campus budget gap is projected to be
  ~ -$26M
  – Translates to ~ 18% divisional reductions
    (If “across the board” reductions)
Carry Forward Deficit from 2009-10

09-10 Budget Deficit: -$30.3M
Permanent Reductions: $9.3M
 Carry Forward Deficit: -$21.0M

One-time Solutions to balance the budget
Furloughs Reductions: $16.0M
Central Reductions: $5.0M
Changes to 2010-11

- Enrollment Reductions (10.8%)
- Student Fee Increases (10%)
  - Reduced by Financial Aid Set Aside
- Projected increases in On-going Costs
• As the state budget process evolves, the President will finalize a campus budget via recommendations from UBAC

• This process will occur over the next few months
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