Business Partner’s Round
Table Meeting
February 24, 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
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

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
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<tbody>
<tr>
<td>09-10 Budget Deficit</td>
<td>-$30.3M</td>
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<tr>
<td>Permanent Reductions</td>
<td>$9.3M</td>
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<tr>
<td>Carry Forward Deficit</td>
<td>-$21.0M</td>
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</tbody>
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### 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
Next Steps

• 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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