



# FY 2018/19 Budget Town Hall

El Dorado Hall 110  
Friday, March 9, 2018  
8:30 am

# AGENDA

- I. Context for the 2018/19 Budget
- II. Multi-Year Planning
- III. Draft Budget Principles to Guide Discussions
- IV. Budget Timeline Key Dates
- V. Next Steps

# CONTEXT FOR THE 2018/19 BUDGET

- State-level Budget
- Proposed Tuition Increase

# State-level Budget

- California's economic climate remains healthy, but the future is uncertain. The Governor continues to focus on preparing for the next economic downturn.
- The CSU requested a \$283M increase, the governor has proposed a \$92M increase in CSU funding. (This is less than the rate of inflation). The Governor's budget proposal also assumes no change in tuition and does not reflect any enrollment growth.
- Coordinated advocacy at all levels will be critical to promote full funding for the CSU budget request.
- The campus should also prepare for a potential budget reduction.

# Proposed Tuition Increase

- 4% increase (\$228 annually) for **resident undergraduates**; annual tuition would rise from \$5,742 to \$5,970.
  - 4% increase for **credential** programs
  - 6% increase for **graduate** programs and doctoral programs.
  - 7.6% increase for **non-residents**
  - 4.4% increase in Graduate Business Professional fees.
  - ***New Revenue would support GI 2025, enrollment growth, mandatory costs, employee compensation, and academic and infrastructure needs.***
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- With no tuition increase and no additional funding from the state, the CO has introduced the potential of budget cuts to campuses.

# MULTI-YEAR PLANNING

- Assumptions
- FY 2018/19 Budget - Preliminary Draft

# Assumptions

- 2% unfunded enrollment growth
- Redirects not funded
- No tuition increase
- Chancellor's Office advice: plan for a 1-2% reduction in the operating budget
- Budget reductions are absorbed in FY 2018/19 and FY 2019/20 expenditure projections

# FY 2018/19 Budget - Preliminary Draft

## Summary

	<b>2018/19 Preliminary</b>	<b>2019/20 Projected</b>	<b>2020/21 Projected</b>
<b>Total Revenue</b>	<b>648,333</b>	<b>738,628</b>	<b>753,401</b>
<b>Total Expenditures *</b>	<b>(3,124,724)</b>	<b>(2,405,255)</b>	<b>(2,278,074)</b>
Total Permanent Uncommitted for FY	(2,476,391)	(1,666,627)	(1,524,673)
Total One-Time Uncommitted	1,571,458	-	-
<b>Cumulative Permanent Budget Change**</b>	<b>23,609</b>	<b>(1,643,018)</b>	<b>(3,167,691)</b>
Total FTES (5,789 Funded)	5,905	6,023	6,143

\* Reductions are absorbed in FY 2018/19 and FY 2019/20 expenditure projections

\*\* FY 2016/17 permanent budget unallocated of \$2.5 million applied to shortfall balance





**DRAFT**

**BUDGET PRINCIPLES TO GUIDE DISCUSSIONS**

# Draft Budget Principles to Guide Discussions

- Strive for a balanced and sustainable annual budget.
- Reallocate and prioritize resources to support strategic initiatives.
- Emphasize a long-term planning perspective.
- Enhance revenue generation (new revenue streams, strategic use of fees, etc.).
- Remain flexible in an effort to preserve momentum toward strategic initiatives.



# BUDGET TIMELINE KEY DATES

# Budget Timeline Key Dates

Fri, March 9	SRPC Meeting/Town Hall	Discuss Budget Principles and broad strategies.
Tues, April 3	Final Division Budget Submissions	Final documents due to Budget & Planning
Mon, April 16	Budget Forum/Town Hall	Present divisional budget requests; general budget update.
Mon, April 16	Budget Units	Hyperion opens for data entry.
Fri, May 4	SRPC Meeting	Finalize potential budget scenarios.
Fri, May 11 (T)	Governor's May Revise	<i>Tentative release date only.</i>
Tue/Wed, May 15-16	CSU Board of Trustees Meeting	Final budget approval may occur pending release date of Governor's May Revise.
Fri, June 8	Campus Deadline	Final budgets, with budget reductions (if necessary), must be entered into Hyperion.



**NEXT STEPS**

# Next Steps

- Incorporate feedback from today's Budget Town Hall and share with the Strategic Resource Planning Committee (SRPC)
- Host additional Budget Town Hall on:
  - Monday, April 16
- Await the release of the Governor's May Revise