

# Fiscal Year 2019-20 Budget Amendment

September 3, 2019

Dear Campus Community,

I am pleased to share with you the good news of the final 2019-20 CSU Operating Budget, which was presented to the California State University (CSU) Board of Trustees on July 23, 2019. The final CSU System budget includes a total \$332.9 million increase in recurring general fund appropriation for the CSU, one-time increases of \$312.7 million in support of one-time CSU requests and a number of other state leadership priorities.

As a result, funded student enrollment increased for the CSU System by 10,000 full-time equivalent students (FTES) for the academic year. CSUCI's final funded enrollment allocation is now 6,135 FTES. This is an increase of 346 FTES (6 percent) from the prior year's funded enrollment and the highest percentage increase in the CSU.

Based on the adopted budget by the CSU, the following information outlines an amendment to the approved CSUCI FY 2019-20 budget that was distributed to the campus on July 17, 2019.

As noted in the table below, the change in additional permanent funding totals \$1.94 million with some categories identified for specific increases. I have earmarked \$1.1 million of the \$1.94 million to fund new tenure track faculty lines for the 2020-21 recruitment cycle. This commitment ensures a minimum of seven additional tenure track faculty lines for 2020-21. We will continue our advocacy for additional resources throughout the legislative session.

Further, I have allocated an additional \$500,000 in one-time funding for Strategic Initiatives aimed at helping us to meet our GI 2025 Goals, which increases total funding for 2019-20 Strategic Initiatives to \$1.5 million.

As we begin the budget process ahead of us, we will be engaging the campus community in a dialogue about the long-term needs of the University as a whole, including staff support. To accomplish this, the Strategic Resource Planning Committee will be facilitating intentional, cross-Divisional discussions designed to ensure broad consultation about the needs of our academic community.

As you heard me say in my convocation address, our university is exceptional. Money Magazine rightly named us one of the nation's top ten most transformational colleges. The Governor, the legislature and our Trustees have invested in our campus and I look forward to reporting back to them on our successes in realizing our GI 2025 goals. We most certainly have the skill set to address the state's challenge of increasing graduates and eliminating the equity gap.

Please accept my best wishes for the new academic year and I look forward to working with each of you as we continue to advance knowledge and transform lives.

Sincerely,

A handwritten signature in black ink, appearing to read 'Erika D. Beck'.

Erika D. Beck, President

# Highlighted Changes to CSUCI Budget from the 2019-20 Preliminary Budget

## 2019-20 Operating Fund

Final FY20 Operating Fund revenues increased by \$8.7 million from \$120.2 million to \$128.9 million. Of the \$8.7 million increase, state appropriations increased \$7.1 million year-over-year, and tuition revenue increased \$1.6 million year-over-year due to the enrollment growth noted above.

The change from the Preliminary budget to the Final budget is presented below:

	Preliminary	FINAL	CHANGE
Health	143,000	143,000	0
Retirement above State Funding	289,000	513,000	224,000
Minimum Wage Increases	133,000	133,000	0
O&M Facilities	102,000	102,000	0
Compensation	2,702,000	2,702,000	0
GI 2025	1,068,000	1,068,000	0
AUL Increase	51,000	74,000	23,000
SUG Grant	0	72,900	72,900
Funded Enrollment Growth	1,371,000	2,337,000	966,000
Subtotal	5,859,000	7,144,900	1,285,900
Tuition from Enrollment Growth	927,000	1,580,000	653,000
TOTAL	6,786,000	8,724,900	1,938,900

Notes:

AUL: Average Unit Load

SUG: State University Grant

## CSUCI

### 2019-20 One-Time Operating Budget Funding

In the final allocation, the Chancellor's Office allocated \$1.14 million to CSUCI in one-time, non-recurring funding for FY 2019-20. The following provides a breakdown of these funds:

- **GI 2025** (\$500,000): The CSU final budget includes \$30 million in one-time allocations for [Graduation Initiative 2025](#) (GI 2025). The \$30 million one-time funding was allocated to campuses by a pro-rata distribution based on each campus' 2019-20 FTES enrollment target. CSUCI's allocation of one-time funding in support of GI 2025 is \$500,000. The Chancellor's Office expects campuses to use these one-time funds to support one or more of the six pillars of Graduation initiative 2025.
- **Enrollment Funding** (\$639,000): The prior year Budget Act of 2018 included \$120 million of one-time funding for enrollment. This funding is available over four years, and this is the second year of allocations from the funding. This year's allocation includes a total of \$38.1 million distributed to CSU campuses based on the following two conditions:
  1. *Increase for Enrollment Growth*: \$35.8 million is allocated to CSU campuses to support student enrollment-related needs. These funds are distributed on a pro-rata basis based on each campus' 2019-20 FTES enrollment target. CSUCI's allocation from these one-time funds is \$579,000. Because these resources are one-time allocations, campuses are instructed not to use these funds to support new permanent faculty or staff.
  2. *Mathematics and Science Teacher Initiative*: \$2.2 million is allocated to CSU campuses for the Mathematics and Science Teacher Initiative (MSTI), to be used to supplement the programs that work to recruit and graduate new math and science teachers each year. CSUCI's allocation from these one-time funds is \$60,000.