



Strategic Resource Planning Committee

Solano Hall - Room 2175
Friday, March 15, 2019
1:30 pm

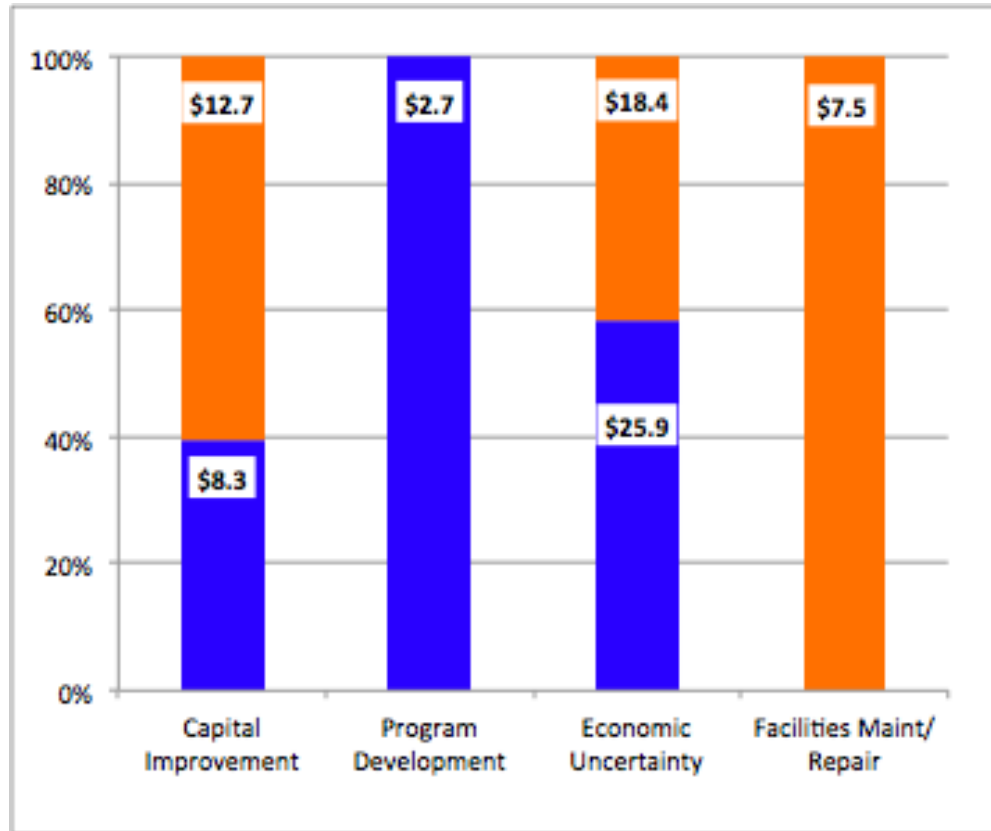
AGENDA

- I. CSU 2017-18 Audited Financials
- I. General Fund Reserves
- I. Budget Planning
 - Assumptions
 - Draft Budget Principles to Guide Discussions
 - Budget Timeline
- I. Discussions / Comments / Questions

CSU 2017-18 Financials

- Annual financial audits of all CSU campus financial information are conducted by KPMG. The 2017-18 audited financials for the CSU System as a whole will be presented to the CSU Board of Trustees at their March 18-20, 2019 meeting. The agenda item can be found here: <https://www2.calstate.edu/csu-system/board-of-trustees/past-meetings/2019/Documents/mar-18-20-aud.pdf>
- Beginning Fiscal Years Ended June 30, 2015 and later, campuses are required to be in compliance with GASB 68 (Governmental Accounting Standards Board). This requires us to reflect pension liability in our audited financial statements.

2017/18 Reserves



- Current level of funding
- Additional funding needed

Reserve Designations as mandated by CSU Reserve Policy (ICSUAM 2001)

Capital Improvements - Used to designate funds for future capital needs, including new construction or improvements to existing facilities.

Program Development - Used to designate funds for future program development activities such as Health Services Fee, Lab Fees, MSFT Fees, Program Development and CO Allocations.

Economic Uncertainty - Used to reserve funds up to an amount equivalent to 50% of the current year's operating budget for use in the event of significant budget cuts. Six months operating totals approximately \$50 million.

Facilities Maintenance and Repairs - No investment to date; investment prudent.

BUDGET PLANNING

- Assumptions
- Budget Principles
- Timeline

Assumptions

2019/20

- Funded enrollment growth; likely greater than the 2% increase projected
- No tuition increase
- Compensation - Adjust through FY 2021/22 as reflected in CBA's
- Redirects

Draft Budget Principles to Guide Discussions

- Achieve 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

Feb 15	Final Division Budget Submissions	Final documents due to Budget & Planning
March 19-20	CSU Board of Trustees Meeting	System-wide budget update, preliminary campus allocations
March 25	Budget Town Hall	Division presentations/budget requests; general budget update.
April 26	Budget Units	Hyperion opens for data entry.
May 3	SRPC Meeting	Final draft budget discussion.
May 10 (T)	Governor's May Revise	<i>Tentative release date only.</i>
June 15	CA Budget Act	State Legislature expected to pass final state budget
June 28	Campus Deadline	Final budgets must be entered into Hyperion.
July 23-24	CSU Board of Trustees Meeting	Final CSU budget approval.



Discussions / Comments / Questions