TOPICS

- Recap of Governor’s Budget
- Recap of Trustees’ Support Budget Request
- Governor’s January Proposals and May Revision for the CSU
- Next Steps of Trustees’ Support Budget
- Structural Deficit
CSU BUDGET CYCLE FY 2015/16

May June July August September
CSU Constituent Consultations
Review campus enrollment targets
Budget consultation with presidents
SBAC discussion of budget proposals
Budget briefing for the Board of Trustees

December January February
Review CSU enrollment targets and revenue assumptions
GOVERNOR'S BUDGET
Governor's Budget submitted to legislature – January
Legislative Analyst's analysis of the budget

March April May June
CSU Constituent Briefings
Legislative budget hearings
Governor's May revisions of January budget
State Budget adopted
SUMMARY OF MAY REVISION
2015/16 STATE BUDGET

Increase in General Fund Revenues $6.7B

Uses:
- Proposition 98 Increases for K-14 $5.5B
- Proposition 2 Rainy Day Fund .6B
- Pay Down Debt and Liabilities .6B

May Revision commitments:
- California Earned Income Tax Credit ($350M)
- Hold tuition flat at the state’s universities for undergraduates for two more years (CSU-$38M, UC-$96M)
- Providing health care and other safety net services to undocumented immigrants who gain Permanent Residence
# 2015/16 Trustees’ Support Budget Request

Approved November 2014

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mandatory Costs (employee benefits, new space maint.)</td>
<td>$23.1 m</td>
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<tr>
<td>2% Compensation Pool</td>
<td>$65.5 m</td>
</tr>
<tr>
<td>3% Funded Enrollment (10,400 FTES)</td>
<td>$103.2 m</td>
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<tr>
<td>Student Success &amp; Completion Initiatives</td>
<td>$38.0 m</td>
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<tr>
<td>Information Technology Renewal</td>
<td>$14.0 m</td>
</tr>
<tr>
<td>Academic Facilities &amp; Infrastructure</td>
<td>$25.0 m</td>
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<tr>
<td>Center for California Studies</td>
<td>$0.2 m</td>
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**Total Ongoing Expenditure Increase**: $269.0 m
GOVERNOR’S PROPOSALS FOR CSU 2015/16

- $157.5M reoccurring support budget increase
  - $119.5M support budget increase (unallocated)
  - $38.0M support budget increase (earmarked for enrollment and student success initiatives)

- $25M for deferred maintenance (one-time)

- $25M innovation awards (one-time)

- $35M energy efficiency and renewable energy projects (one-time)
**FUNDED GENERAL FUND ENROLLMENT**

<table>
<thead>
<tr>
<th>CSU</th>
<th>SFSU</th>
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</thead>
<tbody>
<tr>
<td>January Budget (3,442 FTES)</td>
<td>$16.3M</td>
</tr>
<tr>
<td>January Budget (175 FTES)</td>
<td>$828K</td>
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<tr>
<td>May Revision (2,566 FTES)</td>
<td>$19.0M</td>
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<td>May Revision (80 FTES)</td>
<td>$379K</td>
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<tr>
<td>Total 2015-16 Funded GF Enrollment</td>
<td>$28.4M</td>
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<tr>
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<td>$1,207K</td>
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</table>
## SF State Enrollment Target
### Resident Enrollment

- **2014-15 Enrollment Target**  
  FTES 23,351
- **2015-16 Funded Enrollment**  FTES (+.75%) 175
- **2015-16 May Revision**  FTES (+.34%) 80
- **Total 2015-16 Funded Enrollment Target**  23,606
NEXT STEPS IN STATE BUDGET PROCESS

1. Final Legislative Budget Hearings (May-June)
2. State Leadership Negotiates Final Budget (June)
3. Budget Enacted (June 30)
4. Chancellor Implements 2015-16 Budget
San Francisco State University
Budget Status and Implementation

Fiscal Year 2015/16 Structural Deficits
STRUCTURAL DEFICIT - DRAFT PROPOSAL
THREE YEAR PLAN - $7.5 MILLION
PRINCIPLES IN DEALING WITH THE STRUCTURAL DEFICIT

1. Decisions should be guided by the San Francisco State University Strategic Plan and should focus on the core mission of the University

2. Minimizing disruption to academic programming is a priority

3. Student success efforts will be ongoing

4. Opportunities for additional revenue will be explored

5. The process should be guided by both formal and social commitments between the University and its employees
PRINCIPLES IN DEALING WITH THE STRUCTURAL DEFICIT

6. **Vacant positions should be analyzed in order to determine ongoing personnel costs**

7. All sources of revenues should be analyzed, including Trust Funds and Auxiliaries, to determine whether or not it is possible to shift General Fund expenditures
PROPOSED PLAN FOR DEALING WITH $7.5 MILLION STRUCTURAL DEFICIT
THREE PRONGED APPROACH

$1.5 Million: Cost Allocation Plan Reimbursement

$2.4 Million: 3% Reduction to Non-Faculty Salaries

$3.6 Million: One-Time Trust Fund Allocations
Realignment totaling $2,400,000; 0.7% of University's entire budget
REALIGNMENT TOTALING $1,075,000; 0.5% OF ACADEMIC AFFAIRS TOTAL BUDGET
SFSU Non-Resident Tuition Compared to Other Large CSU Campuses FY 2009/10- FY 2013/14