

Humboldt State University

2003-2004

Budget Reductions

Presentation to Academic Senate



2003-2004 CSU Budget Reductions and Mandatory Costs

• 2003-04 Budget Reductions	\$326.1 million
➤ <i>Reduce base budget-all programs & services</i>	<i>\$142.8M</i>
➤ <i>Increase Student-to-Faculty Ratio to 19.9:1</i>	<i>\$53.5M</i>
➤ <i>Reduce Academic and Institutional Support</i>	<i>\$58.1M</i>
➤ <i>Reduce Student Services by 20%</i>	<i>\$53.2M</i>
➤ <i>Reduce Outreach funding by 50%</i>	<i>\$12.6M</i>
➤ <i>Eliminate CalTeach recruitment program</i>	<i>\$2.0M</i>
➤ <i>Eliminate Bilingual Teacher Recruitment</i>	<i>\$2.0M</i>
➤ <i>Reduce State Supported Public Service</i>	<i>\$0.5M</i>
➤ <i>Reduce Center for Calif. Studies by 50%</i>	<i>\$1.4M</i>
• Unfunded Mandatory Costs	\$78.6 million
• Permanent Reduction, Long-Term Needs	\$43.0 million
Total Fiscal Impact to Campuses in 2003-04	\$447.7 million



2003-04 Revenue to the CSU Budget

- Net Student Fee revenue (less SUG allocation) \$142 million
- Partial Funding for 2002-2003
Student Over Enrollment \$ 45 million

2003-2004 Revenue to the CSU Support Budget \$187 million



2003-04 Support Budget Reductions

- All budget reductions for 2003-04 \$447.7 million
- 2003-04 Revenue to the CSU Support Budget \$187.0 million

Ongoing Budget Reductions to CSU \$260.7 million



2003-04 Enrollment Growth

BOT Request- 5% Growth (16,057 FTES)

- **Enrollment Growth @ \$6,594 Marginal Costs \$105.9 million**

Governor's Budget-7% Growth (22,801 FTES)

- **State General Fund for 2% Over-Enrollment \$45.0 million**
- **State General Fund for 5% Enrollment Growth \$105.9 million**

- **HSU does not expect to receive much of these monies should they be appropriated by the Legislature because we have not met our enrollment targets.**



HSU's Proposed 2003-2004 Budget

REVENUE

General Fund Support	\$61,348,100
Student Fees (Includes 25% increase)	<u>\$19,811,952</u> (Also includes some enrollment growth)
Total General Fund Support Revenue	\$81,160,052

HSU's 2002/2003 Current Budget by Unit

<u>HSU Unit</u>	<u>2002/03 FINAL BUDGET</u>	<u>ADJUST FOR ALL UNIVERSITY & MANDATORY</u>	<u>Final 2002/03 BUDGET</u>
Academic Affairs	\$50,650,600	\$1,599,861	\$52,250,461
Administrative Affairs & Development	\$11,431,461	\$920,807	\$12,352,268
Student Affairs	\$7,180,378	\$92,555	\$7,272,933
President's Office	\$955,807	\$50,000	\$1,005,807
All University	\$12,293,723	(\$7,803,209)	\$4,490,514
New Compensation	\$1,368,750	\$0	\$1,368,750
Other	\$876,250	\$0	\$876,250
Health & Mandatory Paper Fees	\$1,208,000	\$0	\$1,208,000
Total Proposed Expenditures	\$85,964,969	(\$5,139,986)	\$80,824,983
HSU Portion of \$43M long-term needs reduction			-\$1,563,817
Total available to spend at beginning of 2002/03 fiscal year			\$84,401,152



Proposed Preliminary Budget Reductions for HSU for 2003/04

<u>HSU Unit</u>	<u>2002/03 FINAL BUDGET</u>	<u>\$ REDUCTION</u>	<u>% REDUCTION</u>	<u>2003/04 Budget</u>
Academic Affairs	\$50,650,600	\$5,052,885	9.98%	\$45,597,715
Administrative Affairs & Development	\$11,431,461	\$1,547,321	13.54%	\$9,884,140
Student Affairs	\$7,180,378	\$722,130	10.06%	\$6,458,248
President's Office	\$955,807	\$110,286	11.54%	\$845,521
All University	\$12,293,723	\$450,399	3.66%	\$11,843,324
New Compensation	\$1,368,750	\$0	0.00%	\$1,368,750
Other	\$876,250	\$116,979	13.35%	\$759,271
Health & Mandatory Paper Fees	\$1,208,000	\$0	0.00%	\$1,208,000
Total Proposed Expenditures	\$85,964,969	\$8,000,000		\$77,964,969
HSU Portion of \$43M long-term needs reduction		-\$1,563,817		
Total available to spend at beginning of 2002/03 fiscal year		\$84,401,152		



Origins of the \$8 Million Reduction

\$5,062,800 - Includes \$1.26 M mid-year (2002/03) cut and HSU's portion of the 2003/04 cut to the CSU

\$2,937,200 - Includes HSU's otherwise unfunded 2003/04 obligations for Unit 3 salary increase, health benefit increases, and workers compensation increases



Proposed Process to Generate Initial Budget Reductions for HSU for the 2003/04 Budget

2/26 - Council of Deans and Directors meet with Provost to describe proposed reductions for each academic unit

2/27 - Academic Senate Executive Committee meets with Provost to discuss academic unit proposed reduction

2/27-3/7 - Provost refines proposed reductions for academic units

3/9 - University Executive Committee meets to discuss reductions across vice presidential and presidential units and prepares for presentation to URPBC

3/13 - Senate Executive Committee, URPBC and University Executive Committee meet to formulate recommendations to the President. This is an open meeting and will be held in the UC Banquet Room

