

2016-2017 Budget Outlook PRBC

March 2016



Governor's Preliminary Budget

Summary

- \$148.3M Increase (\$124.4M support + \$15M MC Scholarship + \$7.9M Lease Revenue Rental)
- \$35M Deferred Maintenance (one-time)
- \$35M Energy Projects (one-time)
- Tuition Flat
- Improve Graduation Rate (to 24% by 2025)

Other

- 7th year of economic expansion
- Prop 2 rainy day fund
- Minimum wage to \$10/hr; already proposals for \$15/hr

Review of Budget Strategies from 15-16 Process

- Use of divisional carry-forward and reserve funds
- Transition one-time continuing budgets to baseline
- \$2.5M off-the-top from 16-17 allocations for capital matching funds as per CSU financing authority
- \$250K baseline from 16-17 for DM
- Advocacy for state-wide equity

Budget Themes and Challenges for 16-17

- .93% vs 3% enrollment increase (i.e. new allocations)
- Low growth rates, a new norm?
- Impact on programs/instruction (i.e. net new TTF positions)
- Address significant DM issues (i.e. elevators and equipment)
- Lack of baseline funds
- Funding IRPs
- Minimum wage increase
- Faculty promotions

Fiscal Year 2016-17 – Budget Projection

Sources of Revenue	CSU Request 3%	CSUF 3% Enrollment - 585 FTES	CSUF .93% Enrollment - 264 FTES	One Time
Net Tuition	\$55,900,000	\$3,096,860	\$1,386,684	
State Support/Governor's Multi-Year Plan	\$139,400,000	\$8,364,000	\$5,975,619	
Additional CSU Request/Prior Year Base Adjustments	\$102,300,000	\$5,217,300	\$5,217,300	
Projected Sources Revenue	\$297,600,000	\$16,678,160	\$12,579,603	\$13,173,779
Uses:				
Mandatory Costs		-\$11,031,645	-\$10,648,391	
Special Programs - (EDD, DNP, KDN)				-\$3,622,211
Faculty Hiring Plan, Startup and O&E (Estimate)			-\$1,140,000	-\$2,600,000
Classroom Refurbishment (year 4 of 5)				-\$400,000
Capital Reserve as per CSU Financing Authority				-\$2,500,000
Deferred Maintenance			-\$250,000	
Net Available	\$297,600,000	\$5,646,515	\$541,212	\$4,051,568

QUESTIONS?