

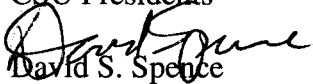


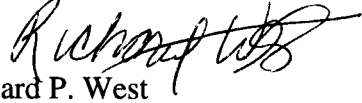
THE CALIFORNIA STATE UNIVERSITY

BAKERSFIELD • CHANNEL ISLANDS • CHICO • DOMINGUEZ HILLS • FRESNO • FULLERTON • HAYWARD • HUMBOLDT
LONG BEACH • LOS ANGELES • MARITIME ACADEMY • MONTEREY BAY • NORTHBRIDGE • POMONA • SACRAMENTO
SAN BERNARDINO • SAN DIEGO • SAN FRANCISCO • SAN JOSE • SAN LUIS OBISPO • SAN MARCOS • SONOMA • STANISLAUS

DAVID S. SPENCE
EXECUTIVE VICE CHANCELLOR
CHIEF ACADEMIC OFFICER

Code: AA-2002-10
February 5, 2002

To: CSU Presidents
From: 
David S. Spence
Executive Vice Chancellor
Chief Academic Officer


Richard P. West
Executive Vice Chancellor
Chief Financial Officer

Subject: Preliminary 2002-03 Allocation of State University Grant Funds

The Governor's Budget for 2002-03 includes a proposed reduction in funding for the California State University's (CSU) State University Grant (SUG) program of \$14.5 million. This amount equals state General Fund support that continued to be provided for the SUG program when the State University Fee was reduced by 5 percent in 1998-99 and again in 1999-00. This proposed reduction, when applied against the State University Grant base allocation for 2001-02 of \$119,527,000 will leave an adjusted base of \$105,027,000.

Consistent with the CSU policy of setting aside one-third of all incremental State University Fee income from enrollment growth and fee rate increase for financial aid, the 2002-03 Support Budget approved by the Board of Trustees in November 2001 had anticipated an increase of \$5,700,000 for the State University Grant program for 2002-03. However, as a result of other reductions in the Governor's Budget, the CSU is currently making no provision in its Governor's Budget plan to redirect any enrollment growth revenue to the State University Grant program.

The preliminary State University Grant allocations on the attached table may be used by campuses to develop SUG awarding policies and priorities for 2002-03. Consistent with the SUG allocation process recommended by the CSU Financial Aid Advisory Council several years ago, the preliminary notification reflects allocation of 90 percent of the available funding. The final allocation for 2002-03 will be made subsequent to May 2002 after campuses have provided a preliminary 2001-02 financial aid database report and when the 2002-03 final budget allocation for the State University Grant program is known.

As a result of the Governor's proposed 2002-03 budget, the Financial Aid Advisory Council discussed the proposed reduction in the SUG program and implications of the reduction for awarding policies and priorities as well as for allocations to the campuses. The Chancellor accepted the Council's recommendation that the revised SUG awarding policy transmitted to

Code: AA-2002-10

February 5, 2002

Page 2

CSU Presidents on March 8, 2001 provides sufficient flexibility for campuses to make appropriate adjustments to their State University Grant awarding policies and priorities in response to the proposed funding reduction.

The State University Grant program awarding policy stipulates that the systemwide awarding priority is to provide a grant, up to the amount of the assessed State University Fee that is not covered by other financial aid, to otherwise eligible applicants with an expected family contribution of \$800 or less who apply by the campus priority filing date and who have not received a Cal Grant or another grant or scholarship designated for payment of fees or a waiver of the mandatory State University Fee. Once these funding priorities have been addressed, campuses may award the balance of available funding in accordance with campus-defined awarding policies and priorities that best address the needs of its student population and its enrollment management goals.

Questions regarding these preliminary allocations and the State University Grant program may be directed to Mr. Allison G. Jones, Assistant Vice Chancellor, Academic Affairs, Student Academic Support at ajones@calstate.edu or at (562) 951-4744 or to Ms. Mary L. Robinson, Associate Director, Academic Affairs, Student Academic Support at mlrobinson@calstate.edu or at (562) 951-4737.

DSS:mlr

Attachment (1)

cc: Chancellor Charles B. Reed
Dr. Gary A. Hammerstrom
Provosts/Vice Presidents of Academic Affairs
Vice Presidents of Administration
Vice Presidents of Student Affairs
Budget Officers
Directors, Financial Aid

PRELIMINARY 2002/2003 State University Grant Allocations

C D	Campus Name	2001/02 Base Allocation		Preliminary 2002/03 - No Fee Change & Proposed Reduction In Governor's Budget					
		Base		2000/01 Final Database		With Enrollment Changes for 2002/03		90% Allocation of 2002/03 SUG	
		Dollars	Pct	Dollars	Pct	Dollars	Pct	Dollars	Pct
35	Bakersfield	2,776,000	2.32%	2,953,843	2.31%	3,347,861	2.39%	2,261,000	2.39%
73	Channel Islands *	487,500	0.41%	519,776	0.41%	761,778	0.54%	514,000	0.54%
20	Chico	5,740,000	4.80%	6,087,024	4.76%	6,136,953	4.38%	4,144,000	4.38%
55	Dominguez Hills	4,573,000	3.83%	4,940,104	3.86%	5,527,908	3.95%	3,733,000	3.95%
25	Fresno	6,832,000	5.72%	7,371,162	5.77%	7,761,375	5.54%	5,241,000	5.55%
50	Fullerton	7,732,000	6.47%	8,290,008	6.48%	9,327,265	6.66%	6,299,000	6.66%
05	Hayward	3,748,000	3.14%	4,033,266	3.15%	4,251,474	3.04%	2,871,000	3.04%
30	Humboldt	3,493,000	2.92%	3,589,251	2.81%	3,769,110	2.69%	2,545,000	2.69%
40	Long Beach	9,451,000	7.91%	10,018,202	7.84%	11,467,624	8.19%	7,744,000	8.19%
45	Los Angeles	8,552,000	7.15%	9,555,287	7.47%	10,320,738	7.37%	6,969,000	7.37%
06	Maritime Academy	142,000	0.12%	141,507	0.11%	161,539	0.12%	109,000	0.12%
07	Monterey Bay	1,188,000	0.99%	1,052,122	0.82%	1,403,717	1.00%	948,000	1.00%
70	Northridge *	9,841,500	8.23%	10,484,704	8.20%	11,372,705	8.12%	7,680,000	8.13%
10	Pomona	6,487,000	5.43%	7,289,553	5.70%	7,660,594	5.47%	5,173,000	5.47%
60	Sacramento	7,828,000	6.55%	8,143,520	6.37%	8,931,804	6.38%	6,032,000	6.38%
63	San Bernardino	6,240,000	5.22%	6,986,938	5.46%	7,803,823	5.58%	5,270,000	5.58%
65	San Diego	9,475,000	7.93%	9,771,132	7.64%	10,532,469	7.52%	7,112,000	7.52%
75	San Francisco	8,513,000	7.12%	9,073,072	7.10%	9,968,390	7.12%	6,732,000	7.12%
80	San Jose	6,296,000	5.27%	6,758,385	5.29%	7,595,207	5.43%	5,129,000	5.43%
15	San Luis Obispo	3,649,000	3.05%	4,016,173	3.14%	4,258,821	3.04%	2,876,000	3.04%
68	San Marcos	2,184,000	1.83%	2,170,781	1.70%	2,493,716	1.78%	1,684,000	1.78%
85	Sonoma	1,804,000	1.51%	1,809,111	1.42%	1,938,723	1.39%	1,309,000	1.39%
90	Stanislaus	2,495,000	2.09%	2,814,991	2.20%	3,183,276	2.27%	2,150,000	2.28%
	Total	119,527,000	100.01%	127,869,912	100.00%	139,976,870	100.00%	94,525,000	100.00%
	Governor's Budget								
	Proposed Reduction	14,500,000							
	2002-03 SUG Pool	105,027,000							

* Channel Islands and Northridge figures incorporate a base adjustment reflecting the transfer of 1,000 FTEs from Northridge to Channel Islands and corresponding transfer of SUG-eligible students

February 5, 2002