California State Budget
2008-09 CSU Budget
Patrick J Lenz, AVC, Budget

January 22 & 23, 2008
Board of Trustees
2008-09 CSU Budget

- State Budget and Fiscal Condition
  - 2007-08 Fiscal Year
  - 2008-09 Fiscal Year
- 2008-09 CSU Budget
- Student Fees & Financial Aid
2008-09 CSU Budget

State Budget and Fiscal Condition

- 2007-08 Fiscal Year
- 2008-09 Fiscal Year
## 2008-09 CSU Budget

### 2007-08 Governor’s Budget

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Spending</td>
<td>$145.7 Billion</td>
</tr>
<tr>
<td>State General Fund</td>
<td>$102.3 Billion</td>
</tr>
<tr>
<td>Special Funds</td>
<td>$29.2 Billion</td>
</tr>
<tr>
<td>Bond Funds</td>
<td>$14.2 Billion</td>
</tr>
<tr>
<td>Budget Reserve</td>
<td>$4.1 Billion</td>
</tr>
</tbody>
</table>
2008-09 CSU Budget

2007-08 Governor’s Budget

- Budget Reserve $ 4.1 Billion
- Nov. LAO Outlook Report ($ 9.8 Billion)
- DOF December Projections ($14.0 Billion)
- State Agency G.F. Cut Plans 10 Percent
- Governor’s January Budget ($14.5 Billion)
2008-09 CSU Budget

2007-08 Governor’s Budget Recommendations

- Special Session under Proposition 58
- Mid-Year Budget Reductions $817 Million
  - Proposition 98 $400 Million
  - Medical Cuts $198 Million
  - CalWORKS Reforms $74 Million
  - SSI/SSP COLA $23 Million
  - Prisoner Release $18 Million
  - State Agency Cuts $104 Million
2008-09 CSU Budget

2008-09 Governor’s Budget

Total Spending $141.1 Billion
State General Fund $101.0 Billion
  –Special Funds $ 26.2 Billion
  –Bond Funds $ 13.9 Billion
Budget Reserve $ 2.8 Billion
2008-09 CSU Budget

2008-09 Governor’s Budget Balancing Reductions

- Deficit-Financing Bonds $3.3 Billion
- Deficit Bonds Prepayment $1.5 Billion
- Accruing Tax Revenues $2.0 Billion
- Reducing Proposition 98 $4.4 Billion
- State Agencies and Programs $4.0 Billion
2008-09 CSU Budget
2008-09 CSU Budget

CSU - General Fund

- 2007-08 CSU Budget $2,977,296,000
- 2008-09 CSU Budget, GF Budget Allocation $213,576,000
- 2008-09 CSU Budget, Total General Fund $3,190,872,000
- 2008-09 Budget, Balancing Reduction ($312.9 Million)
2008-09 CSU Budget

CSU – Fee Revenue

- 2007-08 CSU Budget: $1,376,853,000
- 2008-09 Trustees Proposal: $34,444,000
  - $34.5 M – 2.5% Growth
  - ($73.2 M – GF Buy-Out)
- 2008-09 CSU Budget: $144,224,000
  - $34.5 M – 2.5% Growth
  - $109.7 M – 10 % Fee*
- 2008-09 CSU Budget: $1,521,077,000
  * Student Fee “Buy-Out”: $73.2 Million

* Student Fee “Buy-Out” $73.2 Million
2008-09 CSU Budget

Revenue Assumptions

- General Operations (4%) $117.0 Million
- Enrollment Growth (2.5%) $68.8 Million
  (8,572 FTES, 11,100 students)
- Academic Infrastructure (1%) $29.2 Million
- Revenue Augmentation $73.2 Million
- General Fund $288.2 Million
- Enrollment Growth Revenue $34.5 Million
- Total Funding $322.7 Million

CSU Trustees
2008-09 CSU Budget

Expenditure Assumptions

- Mandatory Costs $36.0 Million
- Enrollment Growth (2.5%) $82.5 Million
- Compensation $154.3 Million
- Financial Aid $6.9 Million
- Long Term Need $43.0 Million

Total Funding $322.7 Million
Enrollment Growth (2.5%)  
Above Enrollment Growth (1.0%)
Enrollment Growth

First Time Freshman Enrolled in CSU

- **African American**
  - 2003-04: -1%
  - 2004-05: 11%
  - 2005-06: 11%
  - 2006-07: 17%

- **American Indian**
  - 2003-04: -6%
  - 2004-05: 2%
  - 2005-06: 2%
  - 2006-07: 17%

- **Asian American**
  - 2003-04: -4%
  - 2004-05: 9%
  - 2005-06: 9%
  - 2006-07: 16%

- **Latinos**
  - 2003-04: 4%
  - 2004-05: 13%
  - 2005-06: 12%
  - 2006-07: 13%
Enrollment Growth

Fall to Fall CSU Freshman Applications

- American Indian: 
  - Fall 2007: 2,512
  - Fall 2008: 2,886
  - Growth: 14.89%

- African American: 
  - Fall 2007: 32,305
  - Fall 2008: 35,715
  - Growth: 10.56%

- Latino/a: 
  - Fall 2007: 122,220
  - Fall 2008: 147,637
  - Growth: 20.80%

- Asian/PI: 
  - Fall 2007: 32,305
  - Fall 2008: 35,715
  - Growth: 10.56%

- All CSU: 
  - Fall 2007: 368,096
  - Fall 2008: 410,457
  - Growth: 11.51%
CSU Workforce Contribution

**CSU Bachelors Degrees as Percent of All Public and Private University Bachelors Degrees Awarded in California, Service Fields 2002-2003**

- **Education**: 87%
- **Criminal Justice**: 89%
- **Social Work**: 87%
- **Public Administration**: 82%
CSU Critical to State Workforce Development

CSU Bachelors Degrees as Percent of All Public and Private University Bachelors Degrees Awarded in California, Critical Fields 2002-2003

- Business: 65%
- Agricultural Business & Engineering: 52%
- Communications: 52%
- Other Engineering: 51%
- Computer & Electronic Engineering: 45%
- Life Sciences: 44%
Key Messages

- The proposed budget will not allow the CSU to serve all qualified students, reduces access to college
- Long term prospects of increasing college going rates of underserved communities will be negatively impacted just as we are making real progress
- Less access to the CSU will impact industries and the state’s economy given our role in preparing the state’s workforce
2008-09 CSU Budget - CSU Advocacy

- Adjusted State General Fund Reduction $312.9 Million
- State General Fund Augmentation
  - Fee Buy-Out $73.2 Million

- Total Augmentation Request $386.1 Million