Report on the 2016-2017 Support Budget

Committee on Finance – Agenda Item 3
CSU Board of Trustees
May 23-25, 2016
• CSU and State Budget Timeline
• Recap of Trustees’ Support Budget Request
• Governor’s January Proposals and May Revision
• Employee Compensation, including Faculty Agreement
• Legislature
• Next Steps
### 2016-2017 Trustees’ Support Budget Request

Approved November 2015

<table>
<thead>
<tr>
<th>Incremental Expenditure Increases</th>
<th>in millions</th>
</tr>
</thead>
<tbody>
<tr>
<td>Enrollment Growth – 3%</td>
<td>$110.0</td>
</tr>
<tr>
<td>Student Success &amp; Completion Initiatives</td>
<td>50.0</td>
</tr>
<tr>
<td>Compensation Pool – 2%</td>
<td>69.6</td>
</tr>
<tr>
<td>Academic Facilities &amp; Infrastructure Needs</td>
<td>25.0</td>
</tr>
<tr>
<td>Mandatory Costs (health, retirement, new facilities maintenance)</td>
<td>43.0</td>
</tr>
<tr>
<td><strong>Total Incremental Budget Request</strong></td>
<td><strong>$297.6</strong></td>
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</tbody>
</table>
January Proposals

• $140.4M - Recurring Support Budget Increase (unallocated)

• $35M - Deferred Maintenance (one-time)

• $35M - Energy Efficiency & Renewable Energy Projects (one-time)
Governor’s Proposals for CSU

May Proposals

• 4-Year Integrated Teacher Credential Program Grants
• $1.1M (ongoing) – Education Insights Center
• Academic Sustainability Plan eliminated
• Renewed expectations in student success:
  ➢ $25M (one-time) – New 2- and 4-Year Graduation Rate Goals
  ➢ eAdvising – 4-Year Planning Tools
  ➢ Increase online courses, greater use of Open Education Resources
  ➢ Review of System Policies and Funding Allocations
State General Fund Changes by State Program
2007/08 through 2015/16

Health & Human Svcs 7.93%
Corrections 13.51%
K-12 17.40%
Community Colleges 30.06%

UC -6.20%
CSU -4.54%
## Incremental Compensation Resolution

<table>
<thead>
<tr>
<th></th>
<th>15/16</th>
<th>16/17</th>
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<tbody>
<tr>
<td><strong>Carryover/Need</strong></td>
<td>$33</td>
<td>$68</td>
</tr>
<tr>
<td><strong>Systemwide</strong></td>
<td></td>
<td>33</td>
</tr>
<tr>
<td><strong>Campuses</strong></td>
<td>35</td>
<td></td>
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<tr>
<td><strong>Balance</strong></td>
<td></td>
<td>$0</td>
</tr>
</tbody>
</table>

*(in millions)*
1. Final Legislative Budget Hearings (May-June)
2. State Leadership Negotiates Final Budget (June)
3. Budget Enacted (June 30)
4. Chancellor Implements 2016-17 Budget