Campus Budget & Funding Basics

CALIFORNIA STATE UNIVERSITY, CHICO

March 2018
Campus Budget & Funding Basics

- What funding sources are available?
- How are funds allocated?
- Who do I call for help or additional information?
State Budget Cycle

July-Oct
- CSU budget planning

November
- Trustees adopt CSU budget request to be submitted to the Governor

January
- Governor’s Budget submitted to Legislature

February
- Legislative Analyst’s budget analysis released

May
- Governor’s May Revision

June
- State Budget Adopted
- CSU Budget Finalized
State Budget Allocation Process

2017-18 Amounts

State of California - $183 Billion
Governor’s January Budget ➔ May Revise ➔ Final June Budget

Higher Education - $15.4 Billion
8.4% of State Budget

California State University - $3.4 Billion
22.2% of Higher Education Budget

CSU, Chico - $115 Million
3.4% of CSU Campus Budgets

FY 07/08 $120M
State Budget Allocation Process

### 2011-12 Amounts

- **State of California** - $129 Billion
  - Governor’s January Budget ➔ May Revise ➔ Final June Budget

- **Higher Education** - $11.1 Billion
  - 8.6% of State Budget

- **California State University** - $2.2 Billion
  - 19.5% of Higher Education Budget

- **CSU, Chico** - $83.3 Million
  - 3.7% of CSU Campus Budgets

### 2017-18 Amounts

- **State of California** - $183 Billion
  - Governor’s January Budget ➔ May Revise ➔ Final June Budget

- **Higher Education** - $15.4 Billion
  - 8.4% of State Budget

- **California State University** - $3.4 Billion
  - 22.2% of Higher Education Budget

- **CSU, Chico** - $115 Million
  - 3.4% of CSU Campus Budgets

FY 07/08 $120M
University Funding Sources

State Funds

- General Operating Fund
  - State Support
  - Tuition Fees
  - CCF, SLF, MBA, Student Health
- Self-Support
  - Housing
  - RCE
  - Parking
- Other Funds
  - IRA
  - Lottery

Auxiliary Funds

- AS
- RF
- UF
General Operating Fund

2016-17 General Operating Fund - $211M

2017-18 General Operating Fund - $223M

- State Support
- Tuition Fees & Other Fee Revenues
Budgeted Revenues $223M

- Tuition Fees: $93,884,750 (42%)
- State Support Allocation: $115,826,232 (52%)
- Other Fees & Revenue: $13,343,092 (6%)

Total: $223,054,075

Year: 2017/18
## CSU, Chico Operating Budget

<table>
<thead>
<tr>
<th></th>
<th>2016/17</th>
<th>2017/18</th>
</tr>
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<tbody>
<tr>
<td>Tuition Fees</td>
<td>89,664,000</td>
<td>93,884,750</td>
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<td>Other Fees &amp; Revenue</td>
<td>13,171,235</td>
<td>13,343,092</td>
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<tr>
<td><strong>Total Budgeted Revenues</strong></td>
<td><strong>211,334,467</strong></td>
<td><strong>223,054,074</strong></td>
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</table>

Centrally Managed Allocations  | 41,010,049 | 42,858,131 |
Division Allocations           | 170,324,418 | 180,195,943 |
**Total Budgeted Allocations** | **211,334,467** | **223,054,074** |
## Allocation of New Operating Funds

<table>
<thead>
<tr>
<th>15,375 Res &amp; 500 Non-Res</th>
<th>Total FTES Estimate</th>
<th>15,875</th>
</tr>
</thead>
<tbody>
<tr>
<td>2016/17 Retirement</td>
<td>1,412,000</td>
<td></td>
</tr>
<tr>
<td>2017/18 Health &amp; Dental</td>
<td>139,000</td>
<td></td>
</tr>
<tr>
<td>2017/18 Compensation (3.5% &amp; SSI Faculty &amp; 2% Staff as of 6/30)</td>
<td>5,567,000</td>
<td></td>
</tr>
<tr>
<td>Tuition Fee Discount (SUG) Adjust</td>
<td>1,467,000</td>
<td></td>
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<tr>
<td>Campus Financial Aid &amp; Workstudy Adjustment</td>
<td>(12,643)</td>
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<tr>
<td>Other Campus Revenue Adjustments</td>
<td>193,000</td>
<td></td>
</tr>
<tr>
<td>Graduation Initiative 2025</td>
<td>2,916,000</td>
<td></td>
</tr>
<tr>
<td>Enrollment Growth (53 Resident FTES)</td>
<td>46,750</td>
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<td>Other Campus Revenue Adjustments</td>
<td>(8,500)</td>
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**Total New Funding**: $11,719,607
Graduation Initiative 2025 - $2.9 M

• Tenure-Track Faculty Hiring
• Increasing Professional Advising Staff
• High Impact Practices:
  • Improve Student Outcomes
  • Increased Graduation Rates
  • Reduced Time to Degree

| AA       | $2.2M |
| SA       | $700K |
| B&F      | $-0-  |
| UA       | $-0-  |

BASE

More Faculty
More Classes
More Student Support
## CSU, Chico Operating Budget

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CSU, Chico Budget Allocation Process

HYBRID ALLOCATION MODEL

- **Centralized** – Mandatory costs are funded first: compensation, benefits, financial aid, utilities, insurance

- **Incremental** – Allocation of remaining funds to each division as a percentage of their permanent base

CHICO’S BUDGET MODEL FOR OVER 18 YEARS

- Campus Budget Plans available online at [www.csuchico.edu/bud/budgetplans/](http://www.csuchico.edu/bud/budgetplans/)
Campus Budget Allocation Process

General Operating Fund - $223 Million
STATE SUPPORT
TUITION & OTHER FEES

Centrally Managed - $43 Million
Financial Aid, Utilities, Risk Pool, Enterprise, Reserves, Health, CCF, SLF, etc.

Division Allocations - $180 Million
President, Provost, Business & Finance, Student Affairs, & Univ Advancement

17/18 Amounts
Centrally Managed Allocations $43M

- Financial Aid: $24.8M
- Utilities: $5.9M
- Insurance: $2.7M
- Health, CCF, SLF, MBA: $6.1M
- Other Misc.: $0.1M
- Reserves: $1.2M
- Enterprise Systems: $2.0M

2017/18
Division Allocations $180M

- Business & Finance: $27.2M (15%)
- Academic Affairs: $129.6M (72%)
- Student Affairs: $17.0M (9%)
- University Advancement: $5.3M (3%)
- President's Office: $1.2M (1%)
## Division Allocations $180M

### Provost/Academic Affairs $129M
- Colleges
- Library
- Information Resources
- Undergraduate Ed
- Graduate Studies
- Office of Int'l Ed
- Faculty Affairs
- RESP
- Institute Sustain Dev
- Academic Senate
- Additional Funds
  - Consolidated Course Fees, Student Learning Fees, MBA Fees

### Business & Finance $27M
- FMS
- Financial Services
- University Police
- HR/Payroll
- Environmental Health & Safety
- Planning, Design, & Construction
- Business Information Technology
- Risk Management
- Business Services
- Staff Council

### Student Affairs $17M
- Enrollment Management
  - Admissions, Academic, Office of the Registrar
- Financial Aid & Scholarship
- Career Center
- EOP
- Accessibility Resource Center
- Student Judicial Affairs
- Student Life & Leadership
- Athletics
- Additional Funds
  - Student Health Services, CADEC, Counseling & Wellness

### Univ Advancement $5M
- Development
- Call Center
- Box Office
- University Public Engagement
- Public Affairs
- Alumni/Parent Relations
- Advancement Services
Allocating Other State Funds

- Lottery
- Instructionally Related Activities (IRA)
- Consolidated Course Fees (CCF)
- Student Learning Fees (SLF)

*Additional Other State Funds include: Health Facilities, Financial Aid, Enterprise & Internal Service, Student Union, Capital Projects, and Misc Trust Funds*
Other State Funds - Lottery

Supplemental, direct support of instructional programs

2017/18 Campus Allocation
$1.3M

Future Scholars
$30K Scholarships

Academic Affairs
$1.1M Campus Based
$86K Teacher Diversity

Student Affairs
$119K Retention

Spending Guidelines
http://www.csuchico.edu/bud/lottery
Other State Funds – IRA

Instructionally Related Activities

Out-of-classroom activities and experiences integrally related to the formal instructional offering

2017/18
Est Fee Rev
$4.3M

Athletics & Rec Sports
$3.1M

IRA Programs
$1.2M

Information & Spending Guidelines
http://www.csuchico.edu/ira
Other State Funds – CCF
Consolidated Course Fees

- Campus-Based Mandatory Fee
- Authorized by EO 1049

Beginning in 10/11: $26 per AY, no annual increase, no financial aid set-aside.

Spending Guidelines
www.csuchico.edu/bud/studentfees/expenditure-guidelines-for-campus-fees.pdf

<table>
<thead>
<tr>
<th>College</th>
<th>%</th>
<th>2017-18 Allocation</th>
</tr>
</thead>
<tbody>
<tr>
<td>College of Agriculture</td>
<td>5%</td>
<td>$20,662</td>
</tr>
<tr>
<td>Behavioral &amp; Social Science</td>
<td>5%</td>
<td>$24,605</td>
</tr>
<tr>
<td>College of Business</td>
<td>7%</td>
<td>$33,739</td>
</tr>
<tr>
<td>Communication &amp; Education</td>
<td>19%</td>
<td>$85,677</td>
</tr>
<tr>
<td>Engineering Comp Sci &amp; Cnst Mg</td>
<td>18%</td>
<td>$81,179</td>
</tr>
<tr>
<td>Humanities &amp; Fine Arts</td>
<td>13%</td>
<td>$57,825</td>
</tr>
<tr>
<td>Natural Sciences</td>
<td>33%</td>
<td>$151,313</td>
</tr>
<tr>
<td>Grand Total</td>
<td>100%</td>
<td>$455,000</td>
</tr>
</tbody>
</table>

2017/18 Revenue
Est. $455,000
Other State Funds – SLF

Student Learning Fee

- Campus-Based Mandatory Fee
- Authorized by EO 1049

Beginning in 10/11: $20 per AY, increasing $8 per AY, with 33% financial aid set-aside.

Awards, Guidelines, Proposal Info

www.csuchico.edu/slf/

$1,260,000 Revenue Estimate
($415,000) Financial Aid Set-aside
$80,000 Prior Year Carryover
($200,000) CCF Augment
$725,000 Award Amount

17/18 Fee $76 per AY
Self-Support Funds - State

- Revenues must cover expenditures
- Do not receive state support
- Annual debt costs for infrastructure improvements:
  - Housing - $4.3M
  - Parking - $735K

2017/18 Projected Revenues

- Housing: $24M
- RCE: $5.4M
- Parking: $1.4M
Auxiliary Organization Funds

- Separate legal entities authorized to provide essential services to CSU educational programs
- Fiduciary responsibility to governing boards

### 2017/18 Projected Revenues

- **AS**
  - $22M
- **RF**
  - $39M
- **UF**
  - $11M
# Important Budget Terms

<table>
<thead>
<tr>
<th>Term</th>
<th>Definition</th>
<th>Source</th>
<th>Examples</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>BASE</strong></td>
<td>Budget for permanent base personnel and O&amp;E expenses that <em>recur</em> annually.</td>
<td>Current Year Operating Fund</td>
<td>Permanent Salary &amp; Benefits Utilities/Printing/Supplies Software Maint</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Budget</td>
<td>Agreements</td>
</tr>
<tr>
<td><strong>ONETIME</strong></td>
<td>Funding provided for specified one-time expenses that are <em>not recurring</em>.</td>
<td>Reserves/Carryover</td>
<td>Special Consultants Capital Projects Equipment Replacement</td>
</tr>
</tbody>
</table>
Chancellor’s Office Allocated

One-time Funds in 2017/18

$140,000 Graduation Initiative
• Restructuring academic preparations in English & Math

$120,000 Graduation Initiative
• Technology to further support data driven decision making OR
• Expand financial support or financial literacy programs

$467,000 Graduation Initiative
Budget and Finance Help

- Where does the money come from and what are the eligible uses?
  UNIVERSITY BUDGET OFFICE  www.csuchico.edu/bud

- How much money does my department get?
  DIVISION/UNIT BUDGET CONTACT

- How do we spend the money?
  FINANCIAL SERVICES  www.csuchico.edu/fin
How can I access the university’s financial information?

- Insight Reporting
  http://www.csuchico.edu/far/insight-reporting.shtml
- OpenGov Financial Reporting Transparency
  https://csuchicoca.opengov.com
- University Funding Sources
  http://www.csuchico.edu/bud/university_funding_sources.shtml

Resources

- Glossary of Budget Related Terms
- Campus Budget Plans
- Previous Presentations
  www.csuchico.edu/bud
Questions?

Thank you for attending.

Presentation available on University Budget website.

www.csuchico.edu/bud/

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