



Governor's January Budget - 2008/09



Governor's
1-10-2008



CSU System
estimate



CSU, Chico
% of System



CSU, Chico
estimate



CSU, Chico
estimate

Per CO Budget Office Estimates All comp increases in CBA's CFA increases not subj compact

Major Program Changes

4% Basic Support - Compact	\$	116,835,000
1% Core Instructional Needs		29,333,000
2.5% Enrollment Growth (8,572 FTES) - Marg Cost		70,059,000
		<u>216,227,000</u>

Budget Balancing Reductions

Institutional Support Budget Balance Reduction (BBR)	(43,200,000)
CSU Unallocated Budget Balance Reduction (BBR)	(269,699,000)
	<u>(312,899,000)</u>

Net Reduction	(96,672,000)	(99,319,000)	(4,147,500)	(4,147,500)	(4,147,500)
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2008/09 Unfunded Mandatory Costs

Compensation Shortfall - 06/07 & 07/08 (Covered with one-time funds in 07/08)		(40,900,000)	(1,768,000)	(2,027,171)	(2,027,171)	Chico est based on compensation projections of shortfall
Health Benefits, New Space, Energy, SSI, etc.		(35,957,000)	(1,481,200)			
Health Benefits				(1,089,394)	(1,089,394)	Chico's est based on new premiums
Energy				-	-	assume \$0 increase in costs
New Space				(114,169)	(114,169)	Used figure in Trustee's budget
SSI - Full Year Cost				(170,181)	(170,181)	Based on est of Chico's 4.05% of \$4,202,000 in Trustee's budget
CFA Compensation (2% GSI, Merit Pool) - 08/09		(37,600,000)	(1,581,000)		(1,780,175)	◆ Chico's estimate of compensation
All Compensation - 08/09				(6,849,114)		⌘ Chico's estimate of compensation
Subtotal Unfunded Mandates		(213,776,000)	(4,830,200)	(10,250,029)	(5,181,090)	

Anticipated Fee Revenues

Fee Revenues	109,780,000	-	4,419,296	4,419,296	4,419,296
Less: 1/3 Financial Aid Set Aside			(1,473,099)	(1,473,099)	(1,473,099)

Total General Fund Reductions & Unfunded Costs	\$ 13,108,000	\$ (213,776,000)	\$ (6,031,503)	\$ (11,451,332)	\$ (6,382,393)
			Scenario 1	Scenario 2	Scenario 3

- ◆ "CFA Compensation only" refers to the GSI on 6/30/08 and Merit Pool that would be funded even if compact is not honored.
- ⌘ Compensation was projected for 08/09 based on two scenarios. "All Compensation" refers to estimated compensation costs for CFA and CSUEU only, since other bargaining agreements end 6/30/08.

Assumption: All estimates of fee revenue include 2007/08 expected actual FTES.



2008/09 Support Budget Request

Sources of Funds

Total General Funds Increase

General Operations + 4%	\$ 116,960,000
Core Academic Support Needs	29,240,000
2.5% Enrollment Growth (8,572 FTES)	68,825,000
10% Fee Revenue Augmentation	73,187,000
	288,212,000

Fee Revenue from Enroll Growth

State University Fees 2.5 %	34,444,000
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Total Revenue **\$ 322,656,000**

Planned Expenditures

Mandatory Costs	\$ 35,957,000
Enrollment Growth	82,531,000
Financial Aid from Enroll Growth	6,858,000
Compensation -- 3% for all groups	91,125,000
Salary Lag Funding	63,185,000
Long Term Needs	43,000,000
	322,656,000

Total Expenditures **\$ 322,656,000**

Governor Requested Funding	\$ 215,025,000
Governor Reductions	\$ (312,899,000)

→ Net General Fund Reduction (99,319,000) per Richard West 1-14-08

Unfunded Costs

Compensation Shortfall - 06/07 & 07/08	(40,900,000)	
CFA Compensation (GSI June 30th; pool)	(37,600,000)	2% Fac and \$7m pool
Mandatory Costs	(35,957,000)	Health; Space; Energy; Full Year SSI
	(114,457,000)	

Total General Fund Adjustment **\$ (213,776,000)**

Board of Trustees *expected* to vote on fee increase - March 2008 73,186,667 per Chancellor's Office

Net Estimated Overall Reduction **\$ (140,589,333)**

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