

BUDGET UPDATE

San José State University

***2013-14 Outlook and 2014-15 Preliminary
Plan***

January 2014

2013-14 BUDGET OUTLOOK

Mid-Year Projection

Projection for 2013-14 at Mid-Year

- Enrollment anticipated to exceed budget plan by >400 Full Time Equivalent Student (FTES)
- \$2.7M additional fee revenues, but...
- FTES support costs are \$2.1M
 - Surplus resident FTES funded at \$3200 each [\$2600 Academic Affairs Division (AAD)/\$600 benefits]
 - Surplus non-resident FTES funded at \$7000 each (\$5100 AAD/\$1900 benefits)
- Any residual will be carried forward to 2014-15

Current Projection for 2013-14

Budget Plan

Resident FTES	22,363
Non-res FTES	1,607
Total FTES	23,970
Student Fee Revenues	\$171.7M

Mid-Year Projection

Resident FTES	22,640
Non-res FTES	1,776
Total FTES	24,416
Student Fee Revenues	\$174.4M

Additional Fee Revenues	\$ 2.7M
FTES Support to AAD	<2.1M>
Projected Net Increase	\$ 0.6M

FTES: Full Time Equivalent Student
AAD: Academic Affairs Division

Projected Additional Funds & Uses

Enrollment Surplus	\$0.6M
Reserve for Enrollment Fluctuations (not needed)	3.0M
Projected University-wide Expenditure Savings (e.g., utilities, benefits, risk costs)	3.1M
NextGen Project (Replacement Funds*)	<4.0M>
Potential Funds Remaining**	\$2.7M

*In response to an audit finding, the \$13.2 million Continuing Education Revenue Fund (CERF) contribution made last year to the NextGen project was reduced by \$4 million. These funds will be replaced from the 2013-14 Operating Fund surplus.

**Approximately 1% of the total Operating Fund (\$279M)

2014-15 PRELIMINARY PLAN

January 2014

2014-15 Planning Information to Date

- 450 additional resident FTES allocated by CSU
- Surplus resident FTES should not exceed 3.5%
- Campus plan to increase non-resident FTES

2014-15 Enrollment Plan

FTES	2013-14 Budget			2014-15 Budget		
	Base	Surplus	Total	Base	Surplus	Total
Resident	21,298	1,065	22,363	21,748	762	22,510
Non-res	1,607	--	1,607	1,927	--	1,927
Total	22,905	1,065	23,970	23,675	762	24,437

FTES: Full Time Equivalent Student

2014-15 Net New Funds

Operating Fund	Base	One-time
450 Resident FTES (Tuition & State Support)	\$ 5.0M	
762 Surplus FTES (Tuition Only)		\$ 4.9M
320 Non-res FTES (Tuition & Non-res Fee)	5.0M	
AUL Change/Student Mix	<0.5M>	
Subtotal – New Funds	\$ 9.5M	\$ 4.9M
FTES Support*	<5.4M>	<2.5M>
Total New Revenues	\$ 4.1M	\$ 2.4M

*Base FTES are funded at \$7000 each (\$5100 Academic Affairs + \$1900 benefits); Surplus FTES are funded at \$3200 each (\$2600 Academic Affairs + \$600 benefits)

FTES: Full Time Equivalent Student
AUL: Average Unit Load

Total Funds Available

Operating Fund	Base	One-time
2013-14 Unallocated*	\$ 1.9M	TBD
2014-15 New Funds	4.1M	2.4M
Total	6.0M	\$ 2.4M

*Fee revenues from additional non-resident FTES

2014-15 New SSETF Funds

SSETF Fund	Base	One-time
2013-14 Unallocated	\$ 2.0M	--
2014-15 Revenues	6.1M	--
Self-Support Summer		\$ 0.8M
762 Surplus FTES		0.7M
Athletics, Comp, Benefits	<0.7M>	<0.2M>
Total Available	\$ 7.4M	\$ 1.3M

FTES: Full Time Equivalent Student

SSETF: Student Success, Excellence and Technology Fee

Budget Planning Context

- Prop 30 will sunset in 2016-17 unless extended by Governor/voters (exercise caution in making base allocations)
- SFR was 24.0 in Fall 2013, up from 22.2 in Fall 2012
- >\$100M deferred maintenance needs
- Vision 2017 goals

2014-15 Preliminary Plan

Operating Fund

Up to \$6M in base

At least \$2.4M in one-time

SSETF Fund

Up to \$3.7M in base

Up to \$5.0M in one-time

SSETF funds are intended for new initiatives. In addition to the \$3.7M in base funds that are available for allocation in 2014-15 (shown above), the University will maintain a \$3.7M base budget to provide an ongoing source of funds to launch new initiatives.

Guidance in Requesting Funds

Operating Funds

- Requests support one or more Vision 2017 goals
- Requests reviewed and recommended by Cabinet

SSETF

- NEW initiatives that promote SSETF's 6 Priorities
- Outcomes should be measurable/reportable
- Requests reviewed and recommended by SSETFAC and Cabinet

2014-15 Budget Process Schedule

January 28 th	Combined call for Operating Fund AND SSETF Budget Requests issued
February 6 th	Q&A Forum regarding budget call and budget update led by AVP-Finance – 9:00-10:00am, MLK Library 255/257
February 10 th	AVP Finance budget presentation/update to Academic Senate (4:00pm)
March 7 th	Budget requests due to Budget & Risk Management
March 15 th	Budget request packages conveyed to reviewers: Operating Fund requests to Cabinet; SSETF Requests to SSETF Advisory Committee and Cabinet
April 15 th	Recommendations due to the President from all reviewers
May	Divisions notified of final allocations

SSETF: Student Success, Excellence and Technology Fee