



University of California Update on the 2013-14 Budget

**Executive Vice President Nathan Brostrom
Vice President Patrick J. Lenz**

May 15, 2013



Budget Update: May Revise State General Fund Changes

- 2012-13 General Fund revenues up \$2.8 billion
- 2013-14 General Fund revenues down (\$1.3 billion)
- Significant capital gains taxes paid in 2012
- Federal payroll tax holiday not extended
- Revenue loss as a result of Sequestration



Budget Update: May Revise 2013-14 UC Budget

- Continues support for 5/5/4/4 multi-year funding proposal
- Continues call for 4-year tuition freeze
- Continues support for debt restructuring proposal
- Continues support for Online Technology funding
- Discontinues proposal for unit cap on State-subsidized courses
- Initiates discussion on Performance Outcome Measures



Budget Update: May Revise 2013-14 UC Budget

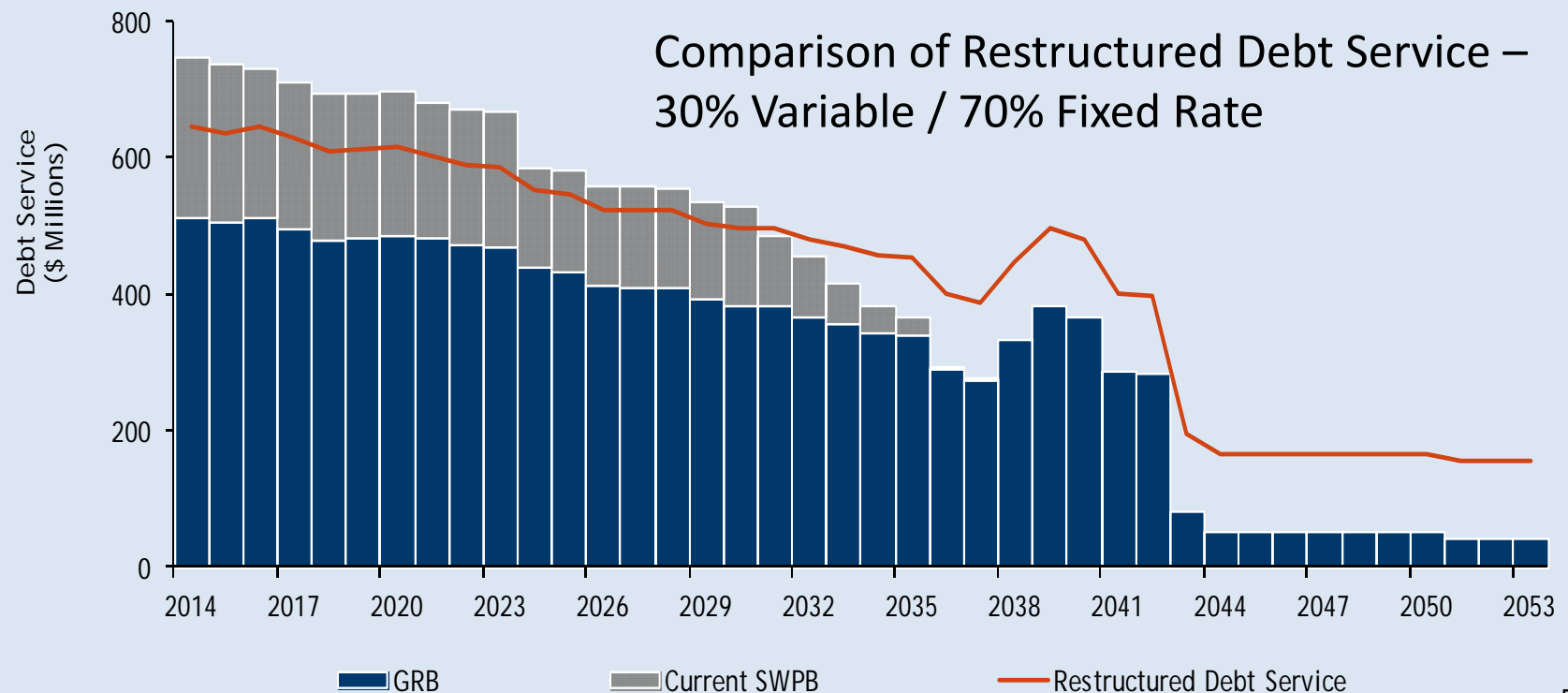
2012-13 State General Funds	\$2.377B
2012-13 Deferred tuition and fee buyout	125.0M
5% Base Budget Adjustment [\$10M for Online Education]	125.1M
Annuitant Health Increase	<u>6.4M</u>
<i>Available for Operations</i>	<i>\$256.5M</i>
Lease Revenue Bond Payment Adjustment	10.2M
G.O Bond Debt Service	<u>201.7M</u>
2013-14 State General Funds	\$2.846B*

*Numbers don't add due to rounding.



May Revise: UC Budget Requests

- Governor's support for debt restructuring proposal





May Revise: UC Budget Requests

- Address UCRP employer costs
 - UC requests \$67 million to cover 2013-14 UCRP costs above 2013-14 base budget increase of 5%
 - Governor's Budget supports 5% base budget increase for CSU and an additional \$51.4 million for CSU employer retirement costs
- One-time funding to reduce UCRP liability costs



May Revise: Regents' Budget Priorities

- \$15 million for UC Riverside School of Medicine, funding consistent with Governor's health care reform
- UC capital facility needs, particularly Classroom and Academic Building at UC Merced
- Proposition 39 energy efficiency funding and CARB Cap and Trade revenues

