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# BUDGET AND PLANNING

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## A Universitywide Perspective May 2007

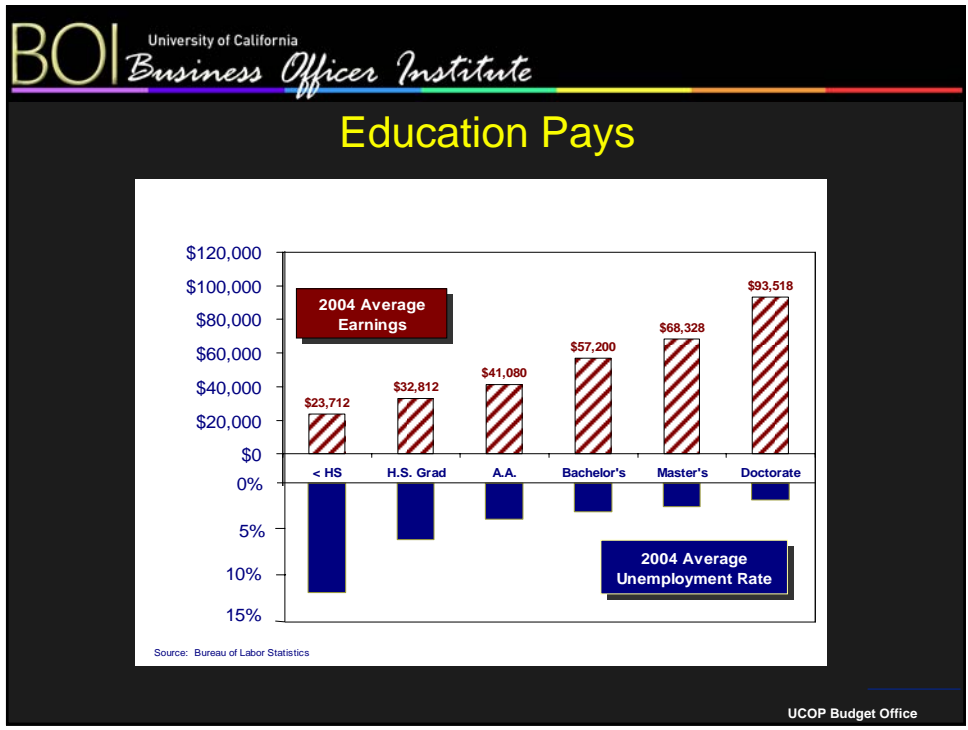
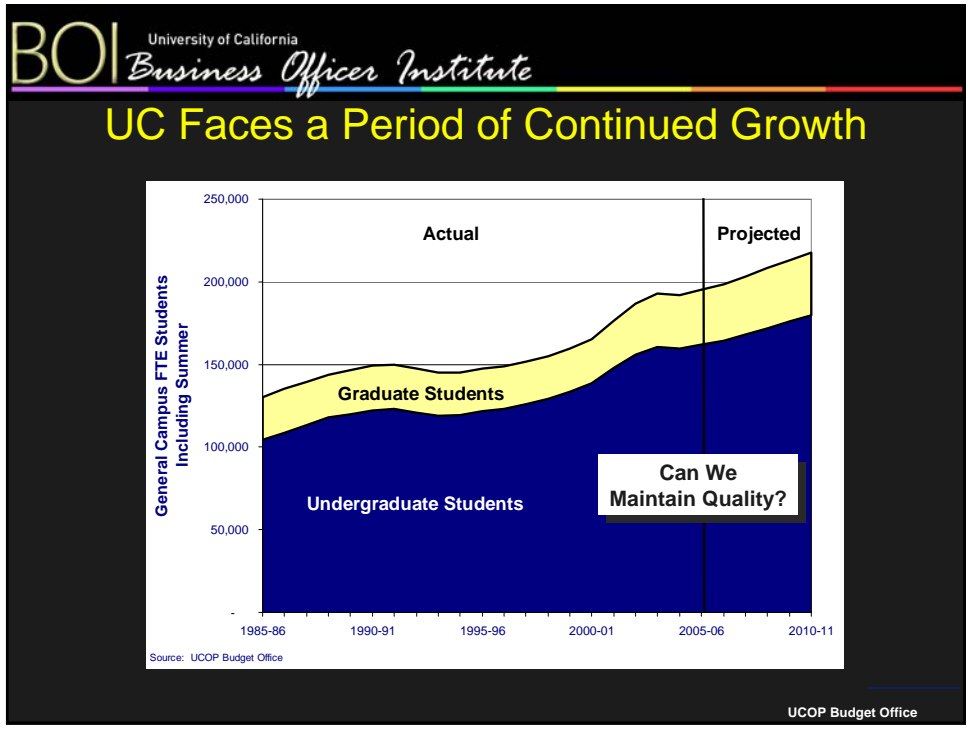
Trudis Heinecke  
Director, Long Range Resource Planning  
UC Office of the President

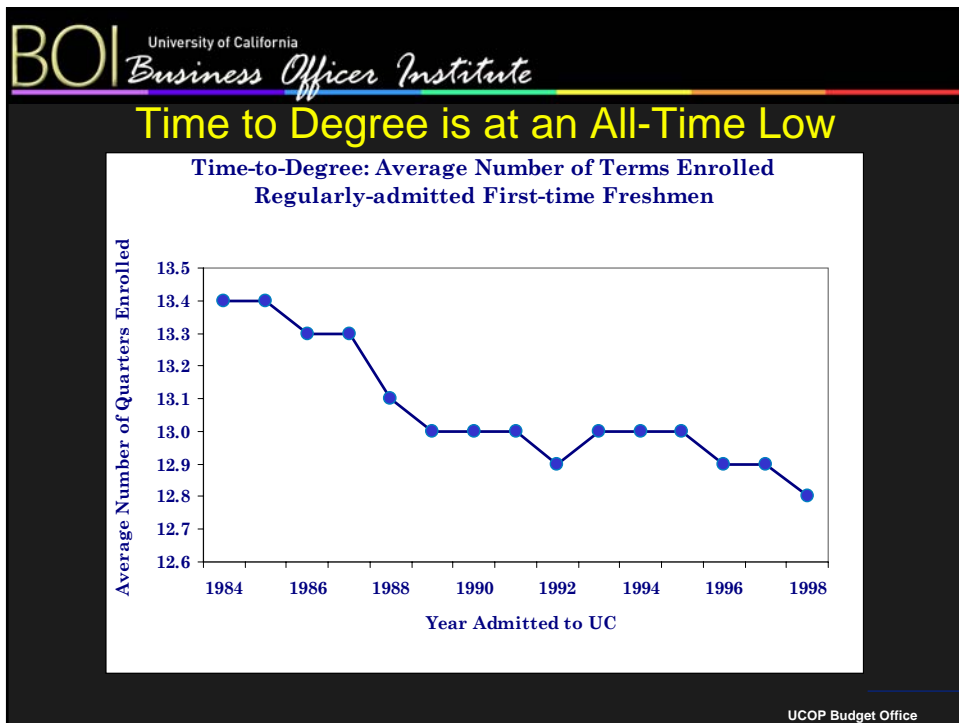
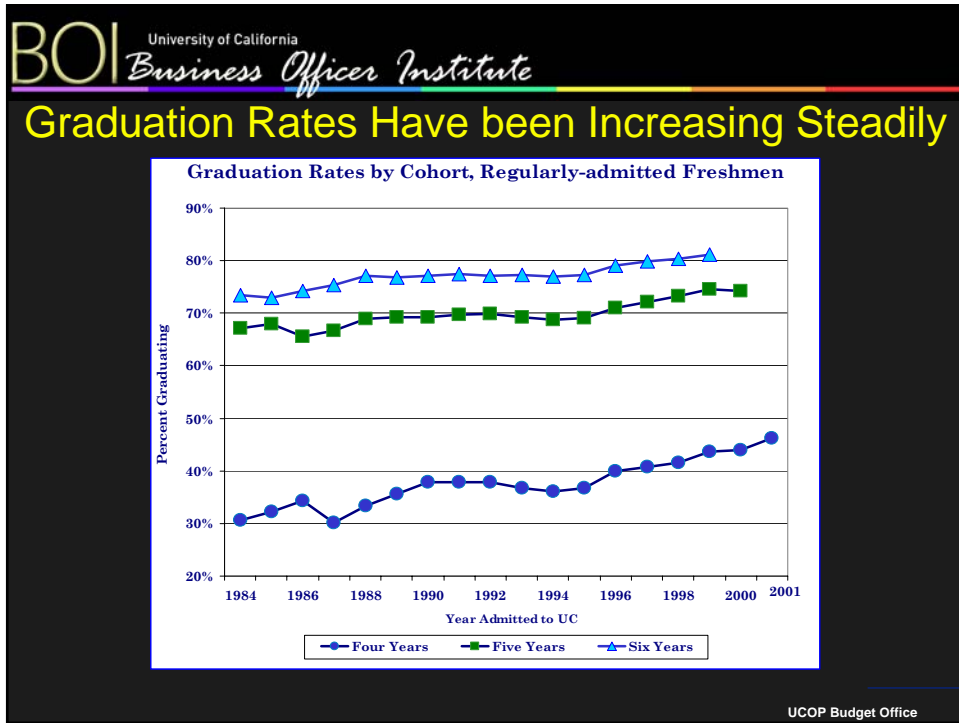
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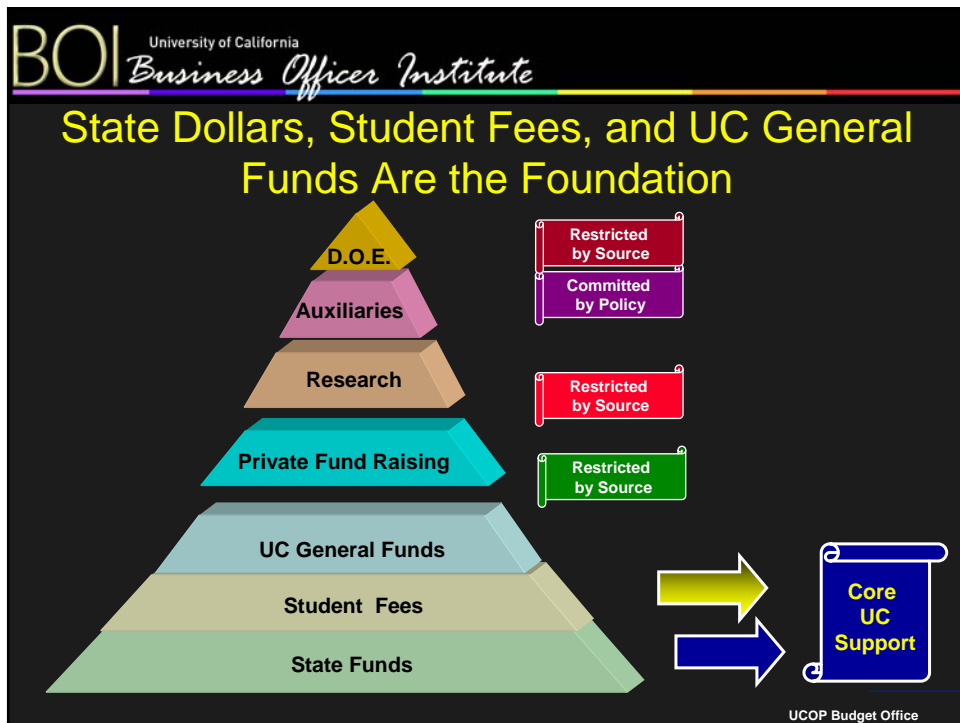
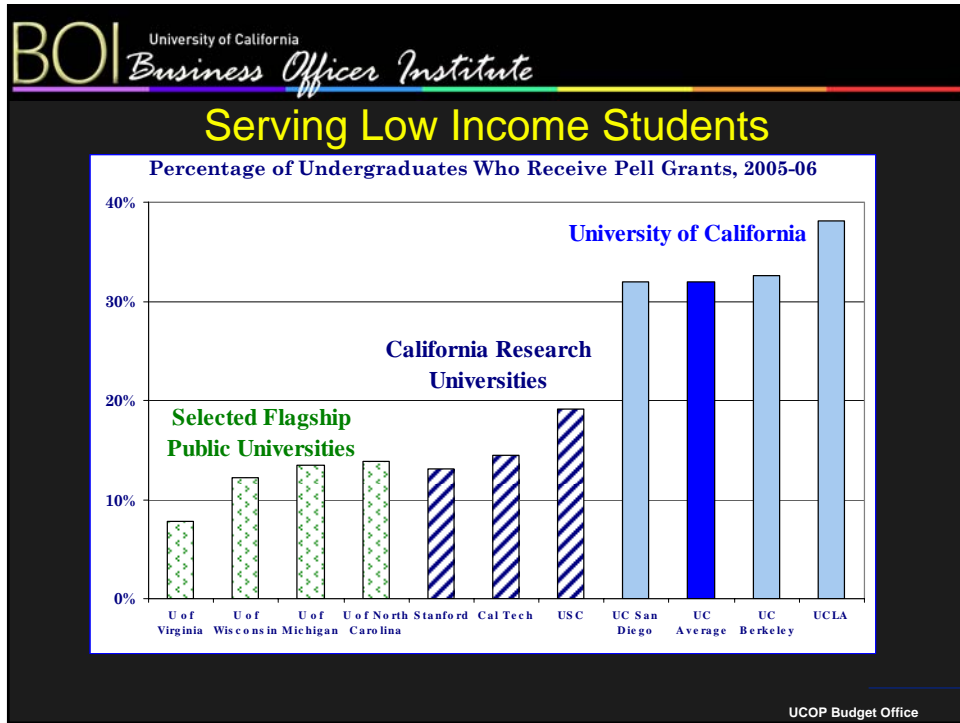
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1. Supporting Student Access and Enrollment Growth
2. UC Funding Sources: Focus on State Funds
3. Funding Compact with Governor
4. Budget Process and Issues

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## Core Support for Academic Programs

- State General Funds: general tax revenues
- Student Fees: includes set-aside for Financial Aid
- UC General Funds: Non-resident tuition and contract and grant overhead

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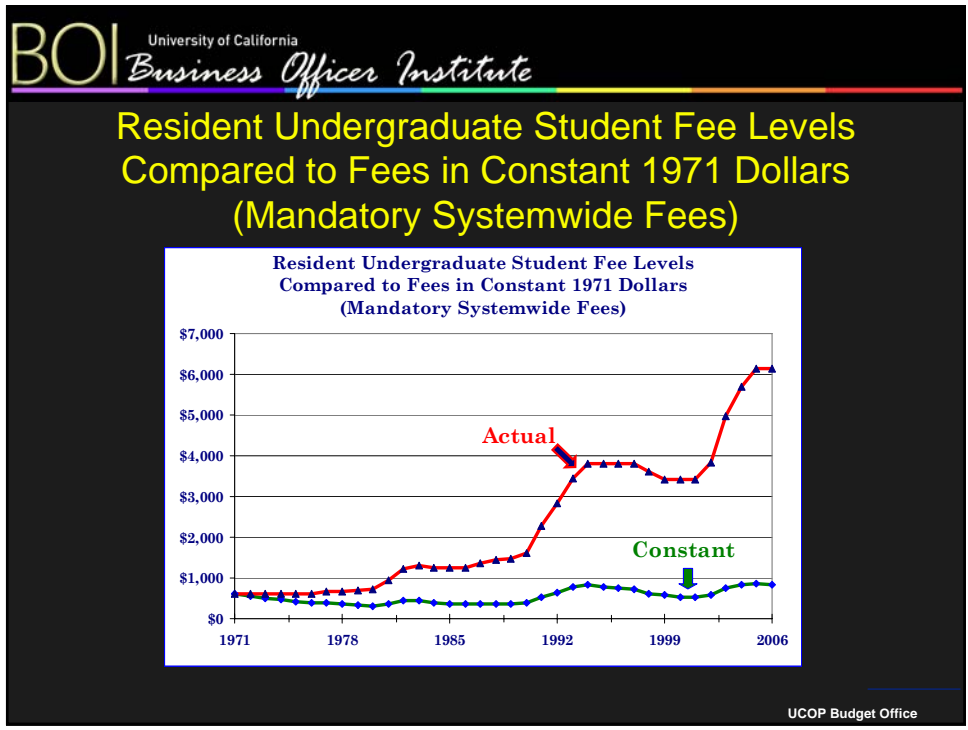
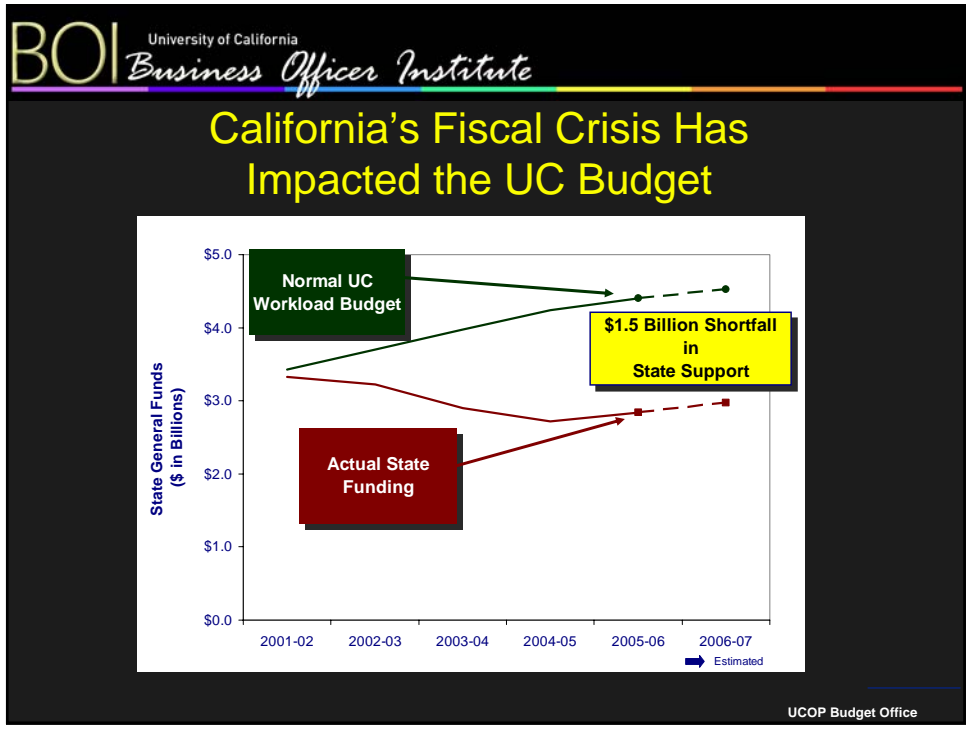
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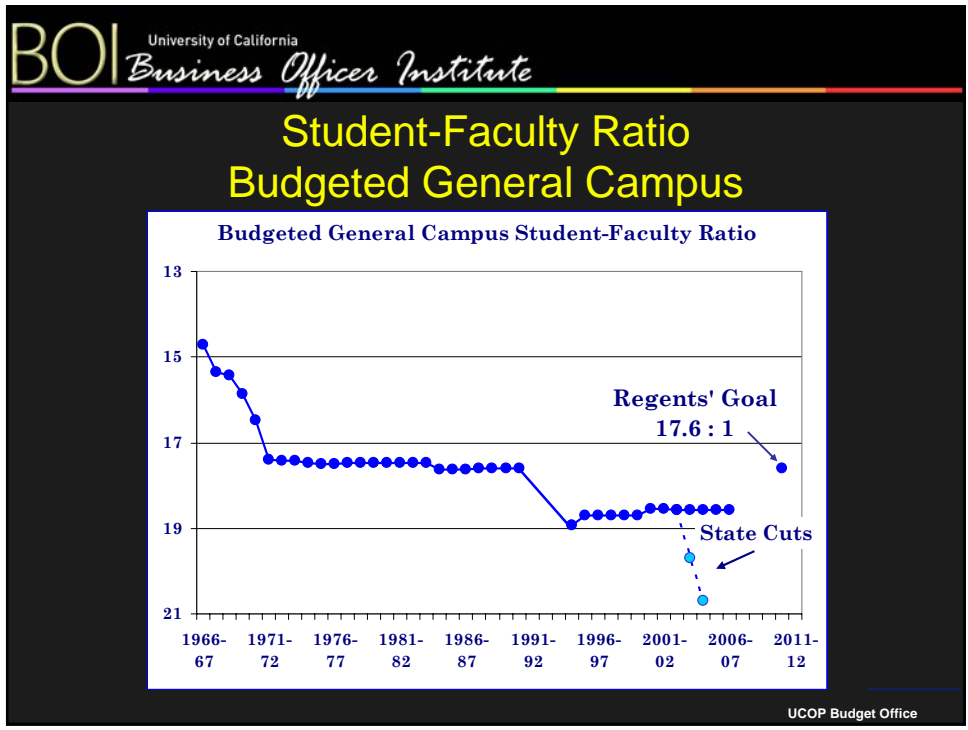
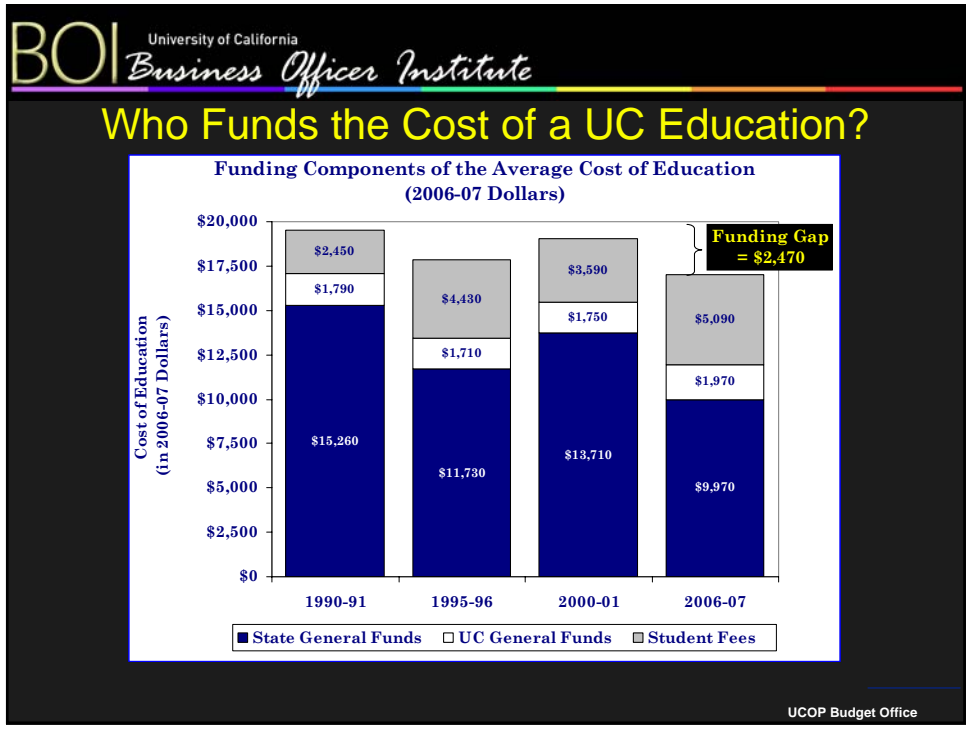
## UC's Share of State General Funds Has Declined

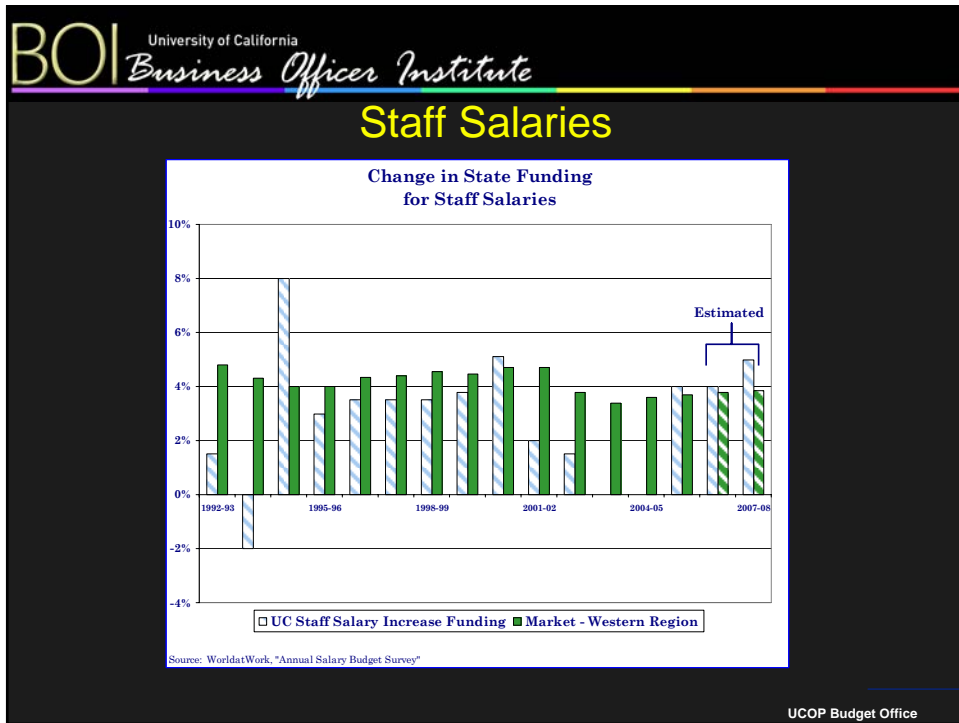
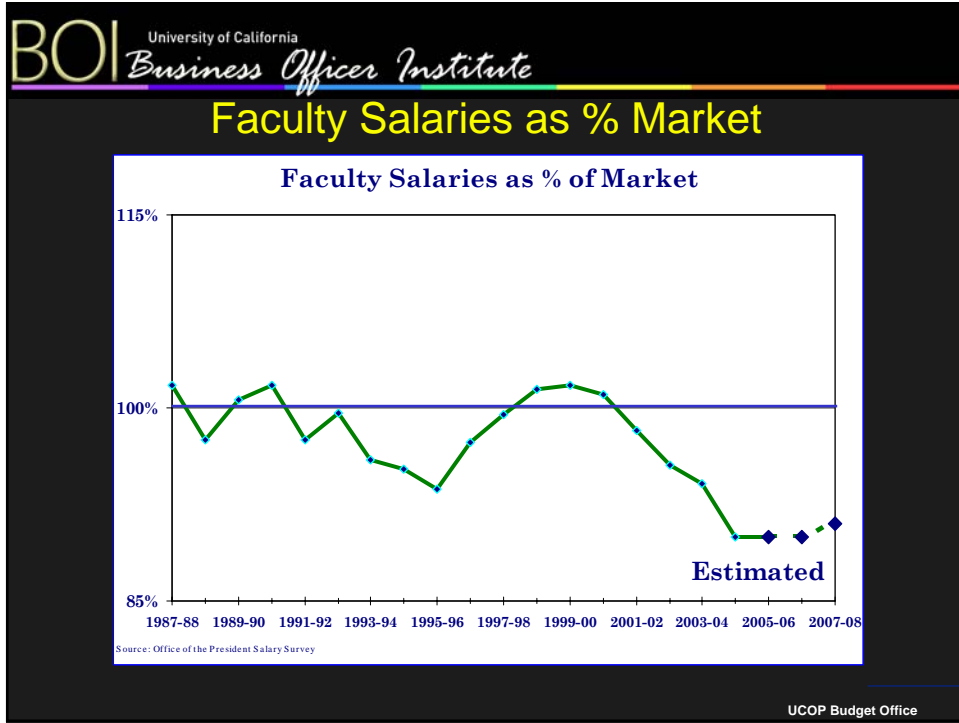
UC's Share of State General Funds

Year	Share (%)
1980-81	5.5
1984-85	6.5
1988-89	6.0
1992-93	5.0
1996-97	4.5
1999-00	4.5
2001-02	5.0
2003-04	4.0
2005-06	3.1

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## The New Compact with Governor Schwarzenegger

- Enrollment growth: 5,000 students/year
- 2005-06 and 06-07: 3% increase on base
- 2007-08 thru 09-10: 4% increase on base
- 2008-09 and 09-10: additional 1% for instructional support (Libraries, IT, Equipment, Maintenance)
- Capital outlay: \$345 million per year

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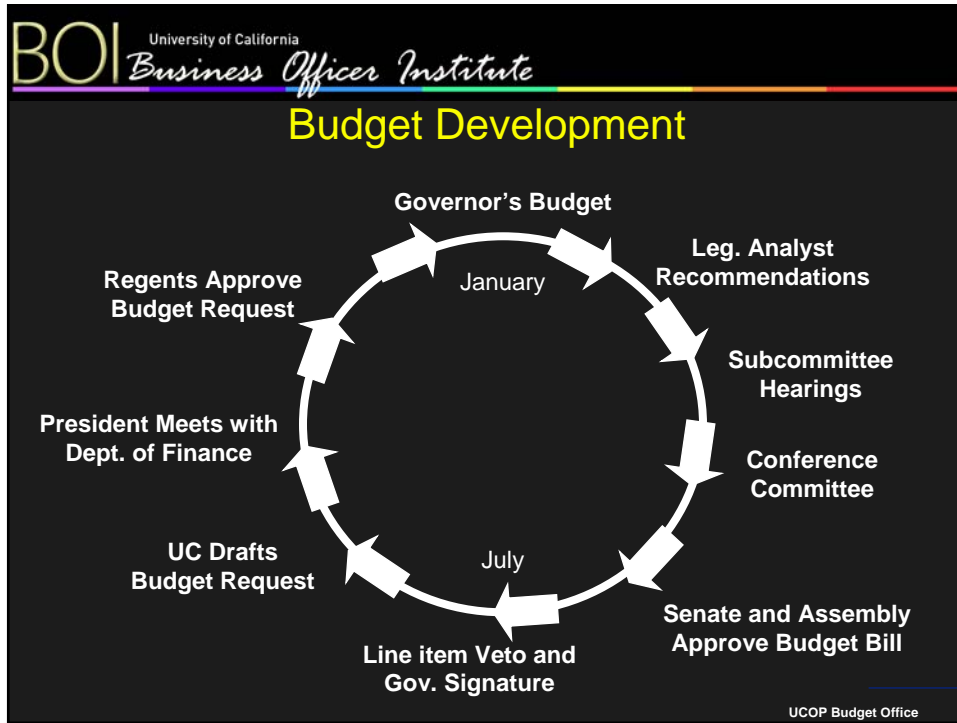
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## The New Compact with Governor Schwarzenegger

- UC General Funds: 3 to 4% increases to cover inflation
- Student Fees: Undergraduate - 8% annually  
Graduate - 10% annually  
Professional - multi-year plan
- Accountability elements for student enrollment, timely graduation, faculty workload, etc.

➤ <http://budget.ucop.edu/2005-11compactagreement.pdf>

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- ## Budget Issues
- **Maintain Quality**
    - Student/faculty ratio
    - Competitive salaries for faculty & staff
    - Graduate student support
    - Student fee levels
    - Translate into marginal cost of instruction and annual % increase on the base
  - **Retirement Contributions**
  - **Facilities and Infrastructure Needs**
    - Technology
    - Maintenance and capital renewal
    - Utilities
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## Systemwide Program Planning

- Systemwide strategic academic planning process
- Systemwide enrollment plan to 2020
- Task Force on Planning for Doctoral and Professional Education
- Advisory Council on Future Growth in the Health Professions
- Work Force on Multi-Campus Research

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## Summary

- UC faces continued enrollment growth and access issues.
- UC is important to California's economic future.
- Can UC maintain quality and growth given California's fiscal situation?
- There will be continued competition for State funds.
- New funding sources required for program expansion.

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