



EXECUTIVE VICE PRESIDENT—  
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January 23, 2024

Director Joe Stephenshaw  
Department of Finance  
915 L Street  
Sacramento, California 95814

The Honorable Nancy Skinner  
Chair, Joint Legislative Budget Committee  
1020 N Street, Room 553  
Sacramento, California 95814

Dear Director Stephenshaw and Senator Skinner:

Pursuant to subdivision (d) of Section 93000 of the Education Code, I am writing to provide you with (a) estimated resident and nonresident undergraduate enrollment for each University of California campus in 2023-24, and (b) an estimate of the projected cost associated with further reducing nonresident enrollment at the Berkeley, Los Angeles, and San Diego campuses in 2024-25 in order to enroll additional California resident undergraduates next year.

Resident and nonresident enrollment figures are shown in Display 1, below, for each undergraduate campus. Figures reflect projected year-average headcount (YAHC) enrollment for the 2023-24 academic year—i.e., fall, winter, and spring terms—based on fall 2023 enrollment.

*Display 1: 2023-24 California Resident and Nonresident Undergraduate Enrollment by Campus (Estimated Year-Average Headcount)*

Campus	California Resident	Nonresident	Nonresident Share
Berkeley	24,963	7,094	22.1%
Davis	25,298	5,329	17.4%
Irvine	23,439	4,992	17.6%
Los Angeles	25,458	6,528	20.4%
Merced	8,017	38	0.5%
Riverside	20,670	927	4.3%
San Diego	26,165	6,450	19.8%
Santa Barbara	18,398	4,062	18.1%
Santa Cruz	15,980	1,210	7.0%
<b>UC</b>	<b>188,388</b>	<b>36,630</b>	<b>16.3%</b>

The [University of California 2023 Multi-Year Compact Annual Report](#), which was submitted in November 2023, includes a multi-year schedule for reducing the share of nonresident enrollment at the

Berkeley, Los Angeles, and San Diego campuses to 18 percent by 2026-27. The reductions would occur through a combination of reducing nonresident enrollment and increasing California resident enrollment at each campus. Display 2, below, shows the enrollment changes that are proposed for 2024-25.

*Display 2: Projected Change in California Resident and Nonresident Undergraduate Enrollment at the Berkeley, Los Angeles, and San Diego Campuses (Year-Average Headcount)*

Campus	2023-24			2024-25			Change	
	California Resident	Nonresident	Nonresident Share	California Resident	Nonresident	Nonresident Share	California Resident	Nonresident
Berkeley	24,963	7,094	22.1%	25,414	6,540	20.5%	451	(554)
Los Angeles	25,458	6,528	20.4%	26,050	6,296	19.5%	592	(232)
San Diego	26,165	6,450	19.8%	26,550	6,200	18.9%	385	(250)
Total	76,586	20,072		78,014	19,036		1,428	(1,036)

As shown in Display 2, proposed 2024-25 enrollment at these three campuses reflects a growth of 1,428 California residents (YAHC): 933<sup>1</sup> associated with a replacement of nonresident enrollment with resident enrollment, plus an additional 495 to be supported by enrollment growth funding that is already part of the University’s base budget.

State support is critical to avoiding the negative impact that reducing nonresident enrollment would otherwise have on these campuses and on the California resident students whom they enroll. Specifically, State support is needed both to (a) offset the resulting decline in nonresident tuition revenue and (b) address the increase in financial aid-eligible students that would result from replacing 933 nonresident undergraduates with an equal number of resident students. As shown in Display 3, below, we estimate that additional State support of \$33.6 million would be needed to preserve the level of instruction, student services, and financial aid that these campuses currently provide to their students. (Note that a replacement of 933 students on a YAHC basis is equivalent to a replacement of 916 students on a full-time equivalent, or FTE, basis. Since the State traditionally funds enrollment based on FTE enrollment, calculations are based on 916 FTE instead of 933 YAHC).

*Display 3: Fiscal Estimate of the Impact of Further Replacing Nonresident Undergraduates with California Resident Undergraduates in 2024-25*

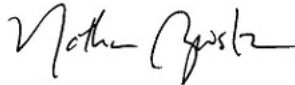
<b>Funding Required Per Student</b>	
Replace lost Nonresident Supplemental Tuition (NRST) revenue (Average NRST rate across all cohorts)	\$32,208
Per capita UC aid for California resident undergraduates	\$4,427
Total required per student	\$36,635
<b>Number of Students (FTE)</b>	916
<b>Total Funding Required (\$M)</b>	\$33.6

<sup>1</sup> The growth of 933 residents associated with the swap of nonresidents includes growth of 451 residents at Berkeley, 232 at Los Angeles, and 250 at San Diego.

If you have any questions or need additional information regarding this matter, please call Interim Associate Vice President and Director Caín Díaz ([cain.diaz@ucop.edu](mailto:cain.diaz@ucop.edu)) at (510) 987-9350.

Please let me know if you need anything else.

Sincerely,



Nathan Brostrom  
Executive Vice President and  
Chief Financial Officer

Enclosure

cc: Senate Budget and Fiscal Review  
The Honorable John Laird, Chair  
Senate Budget and Fiscal Review Subcommittee #1  
(Attn: Mr. Christopher Francis)  
(Attn: Mr. Kirk Keely)  
The Honorable Kevin McCarty, Chair  
Assembly Budget Subcommittee #2  
(Attn: Mr. Mark Martin)  
(Attn: Ms. Sarah Haynes)  
Mr. Hans Hemann, Joint Legislative Budget Committee  
Mr. Chris Ferguson, Department of Finance  
Ms. Rebecca Lee, Department of Finance  
Ms. Jennifer Louie, Department of Finance  
Ms. Gabriela Chavez, Department of Finance  
Mr. Gabriel Petek, Legislative Analyst Office  
Ms. Jennifer Pacella, Legislative Analyst Office  
Provost and Executive Vice President Katherine S. Newman  
Executive Vice President and Chief Financial Officer Nathan Brostrom  
Interim Senior Vice President Michael Reese  
Vice President Pamela Brown  
Interim Associate Vice President and Director Caín Díaz  
Associate Vice President and Director Kathleen Fullerton