

THE STATE UNIVERSITY *of* NEW YORK

MEMORANDUM



TO: The Board of Trustees

January 17, 2003

FROM: Robert L. King

SUBJECT: 2003-04 Budget Request

Robert L. King
Chancellor

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I recommend that the Board of Trustees adopt the following resolution:

Whereas, the State of New York continues to face a significant and unprecedented budget challenge following the September 11, 2001 attacks and the ongoing national economic slowdown and, as a result, has asked all State agencies to restrain tax-supported spending, and

Whereas, the University is requesting funds within the guidelines set forth in the September 20, 2002 letter from the Director of the Budget which calls for budget requests that hold tax supported spending to current-year levels, be it,

Resolved that the proposed budget request for State-Operated and Statutory Colleges and the Community Colleges (copy on file with these minutes in the Office of the Secretary) be, and hereby is, approved for the 2003-04 University fiscal year beginning on July 1, 2003, and the Chancellor, or designee, be, and hereby is authorized to transmit such budget request to the Director of the Budget, to be allocated as follows:

State Operations Budget	\$4,308,477,000
<u>Core Instructional Budget</u>	<u>\$1,858,727,000</u>
<u>General State Charges</u>	<u>\$133,350,000</u>
<u>Special Revenue Funds – Other</u>	<u>\$2,106,850,000</u>
Residence Halls Operations	220,000,000
General Income Fund Reimbursable	450,000,000
State University Tuition Reimbursable Account	71,000,000
Long Island Veterans Home	30,700,000
Student Loans	27,800,000
Restricted Current Fund (Endowment)	30,000,000
Hospital Operations	1,277,350,000

<u>Internal Service Funds</u>	<u>\$9,000,000</u>
Banking Services	9,000,000

<u>Special Revenue – Federal</u>	<u>\$200,550,000</u>
Supplemental Educational Opportunity Grants	9,000,000
Pell Grants	175,000,000
College Work Study	15,000,000
Federal Assist. for Disadvantaged Health Profession Students	25,000
Scholarship for First Year Students of Exceptional Need	25,000
Scholarship for Disadvantaged Students	1,500,000

Residence Halls Facilities	\$136,500,000
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The 2002-03 Stabilization Fund two-year appropriation continues in 2003-04; no new appropriation is required.

Aid to Localities Budget	\$347,868,000
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<u>Community Colleges</u>	<u>\$344,005,000</u>
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<u>Cornell – County Cooperative Extension</u>	<u>\$3,863,000</u>
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And,

Whereas, the above request represents a continuation of the existing level of State support and University income, and

Whereas, additional funding from University income would enable the State University of New York to meet rising costs and continue to improve services to students and faculty, and

Whereas, the State University would use additional resources to meet the rising costs of continuing current operations including collective bargaining, prior year enrollment growth at both the state-operated and community colleges, quality improvement initiatives, rental aid, inflation and campus development funds; and

Whereas, the tuition rate for New York State resident, baccalaureate students has remained unchanged at \$3,400 per year since 1995, and, if this rate had kept pace with the Higher Education Price Index and public

tuition rates nationally, annual tuition would range from \$4,600 to \$5,400 by fall of 2003, and

Whereas, because of the continuing economic and budgetary challenges facing New York State, there is a widespread expectation that State budget support for virtually all programs will be reduced from current levels, and

Whereas, a mid-year budget reduction has already been imposed on State agencies, including the State University's State Operations budget and this reduction is expected to be continued at greater amounts in the subsequent fiscal year, be it

Resolved, that in order to meet the costs of current operations and preserve gains in academic quality, the State University requests that its total Core Instructional Budget revenue from State support and University tuition revenue remain at the current year's level. In order to maintain the existing total level of the Core Instructional Budget, the State University requests an appropriation sufficient to expend additional revenue resulting from an increase in non-community college tuition rates of up to \$1,400 per year for New York State resident, baccalaureate students at State-operated campuses with commensurate increases in other tuition categories should such an increase prove necessary and appropriate.

Background

For details, please see the document entitled "2003-04 Budget Request."