



State University of New York

2003-04 Budget Request

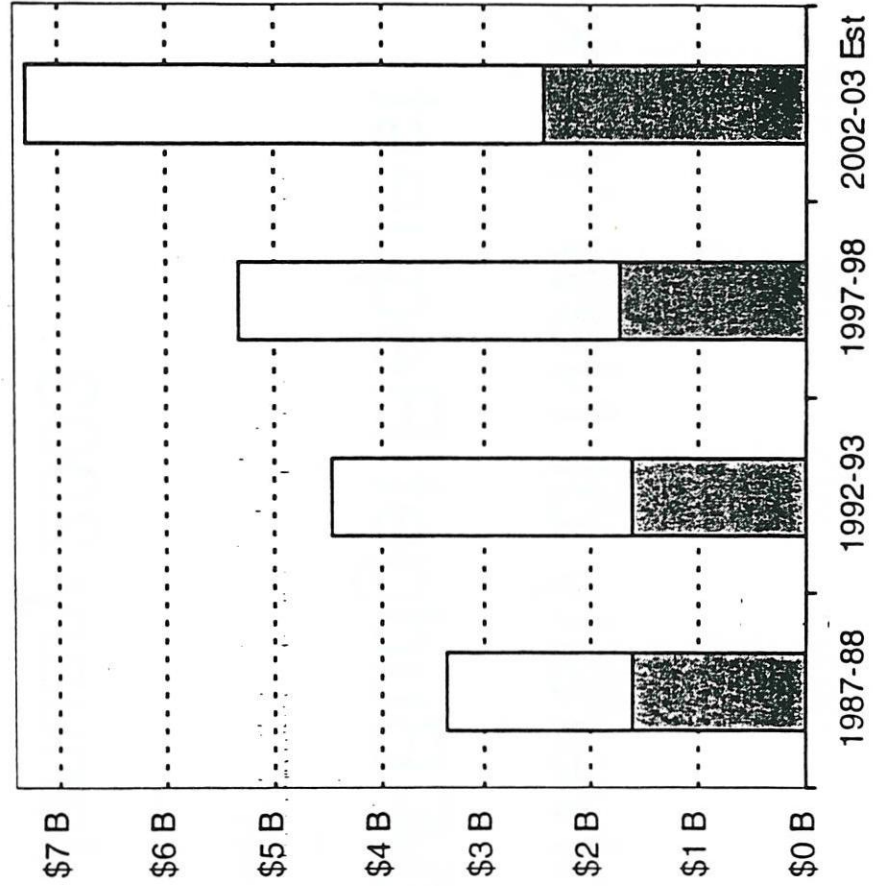
January 2003

All Funds Budget Trend

State-Operated, Statutory, and Community Colleges



\$7.2 B



□ All Other Revenue
 □ State Tax Support



Budget Overview

- New York State predicts continuation of the unprecedented revenue losses due to the effects of the September 11, 2001 attacks and the ongoing impact of the national economic slowdown.
- Consistent with the Budget Director's call letter, the 2003-04 budget request holds State tax spending to the current year's level.
- To the extent that resources are available, the University requests funds to meet the rising costs of continuing current operations.
- The campuses request the appropriation authority to spend more of their own income in self-supported funds.
- The hospitals need greater flexibility, access to capital and other actions to achieve financial stability.

Budget Timeline



- Executive Budget Recommendation January, 2003
- Legislative Hearings and Review February – March, 2003
- Enacted State Budget Due April 1, 2003
- University Financial Plan June, 2003
- Fiscal Year Starts July 1, 2003

Appropriated Funds

(thousands of dollars)



	Adjusted 2002-03 Base	2003-04 Request	Change
<u>Total State Operations</u>	<u>\$4,127,045.0</u>	<u>\$4,308,477.0</u>	<u>\$181,432.0</u>
<u>Core Instructional Budget</u>	<u>\$1,858,727.0</u>	<u>\$1,858,727.0</u>	-
<u>General State Charges (Fringe Benefits)</u>	<u>\$122,063.0</u>	<u>\$133,350.0</u>	<u>\$11,287.0</u>
<u>Special Revenue Funds</u>	<u>\$1,975,590.0</u>	<u>\$2,106,850.0</u>	<u>\$131,260.0</u>
Residence Halls Operations	200,000.0	220,000.0	20,000.0
General Income Fund Reimbursable	450,000.0	450,000.0	-
State University Tuition Reimbursable Account	56,000.0	71,000.0	15,000.0
Long Island Veterans' Home	30,400.0	30,700.0	300.0
Student Loans	27,800.0	27,800.0	-
Restricted Current Fund (Endowment)	30,000.0	30,000.0	-
Hospitals	1,181,390.0	1,277,350.0	95,960.0
<u>Internal Service Funds</u>	<u>\$7,500.0</u>	<u>\$9,000.0</u>	<u>\$1,500.0</u>
Banking Services	7,500.0	9,000.0	1,500.0
<u>Special Revenue - Federal</u>	<u>\$163,165.0</u>	<u>\$200,550.0</u>	<u>\$37,385.0</u>
Pell Grants	139,000.0	175,000.0	36,000.0
Other Federal	24,165.0	25,550.0	1,385.0
<u>Total Aid to Localities</u>	<u>\$347,868.0</u>	<u>\$347,868.0</u>	-
<u>Community Colleges</u>	<u>\$344,005.0</u>	<u>\$344,005.0</u>	-
<u>County Cooperative Extension - Cornell</u>	<u>\$3,863.0</u>	<u>\$3,863.0</u>	-

The 2002-03 Stabilization Fund two-year appropriation continues in 2003-04, no new appropriation is required.
The University also requests \$136.5 million in authorization for residence halls capital projects.

2003-04 Budget Requirements: State Operated and Statutory Colleges (millions of dollars)



- State University requests that the Core Instructional Budget remain at the current year's level, to meet current operations and preserve gains in academic quality.
- To the extent additional resources are available, funds would be used to meet the following costs of continuing current operations beyond the current year's level:

✓ Collective Bargaining Increase (to be paid as scheduled)	\$ 18.7
✓ Prior Years' Enrollment Growth and Increased Retention	\$ 7.0
✓ Inflation	\$ 17.5
✓ Quality Improvement Initiatives (Increased support for merit scholarships, honors programs and competitive faculty awards)	\$ 5.0
✓ Campus Development Funds (e.g., Agriculture and Technology Colleges, Old Westbury)	\$ 8.4

2003-04 Budget Requirements: Community Colleges (millions of dollars)



- State University requests that funding remain at current levels to meet current operations and preserve access.
- To the extent resources are available, additional funds would be used to meet the following costs of continuing current operations:
 - ✓ Prior Years' Enrollment Growth \$ 26.7
 - ✓ Rental Aid \$ 2.9



Other Funds

- State University seeks additional spending authority for its self-supported programs - no State tax dollar support:
 - ✓ Campuses continue to expand self-funded activities
 - ✓ Appropriation requested to match anticipated spending
- An increase is requested in the University's fringe benefit fund (General State Charges) to reflect higher participation and collective bargaining increases.
- Authorization is sought to finance residence halls rehabilitation and new facilities using rental income.

Hospitals



- Based on the Governor's recommended 2002-03 budget, the Legislature continued \$92.1 million of State support to offset the cost of being a State agency.
- The State advanced the 2003-04 disproportionate share payments to assist the hospitals in maintaining a positive cash flow until strategic plans and investments can be implemented.
- Hospitals still require increased operational flexibility and access to capital.
- The hospitals repaid \$14.7 million of their STIP loan obligation in 2002-03.