

Planning for the 2018-2019 Operating Budget

Committee on Finance – Agenda Item 5

September 19-20, 2017



2018-2019 Preliminary Operating Budget Plan

- Operating Budget
- Budget Process
- State Budget/California Economic Climate
- Board's Opportunity for Input

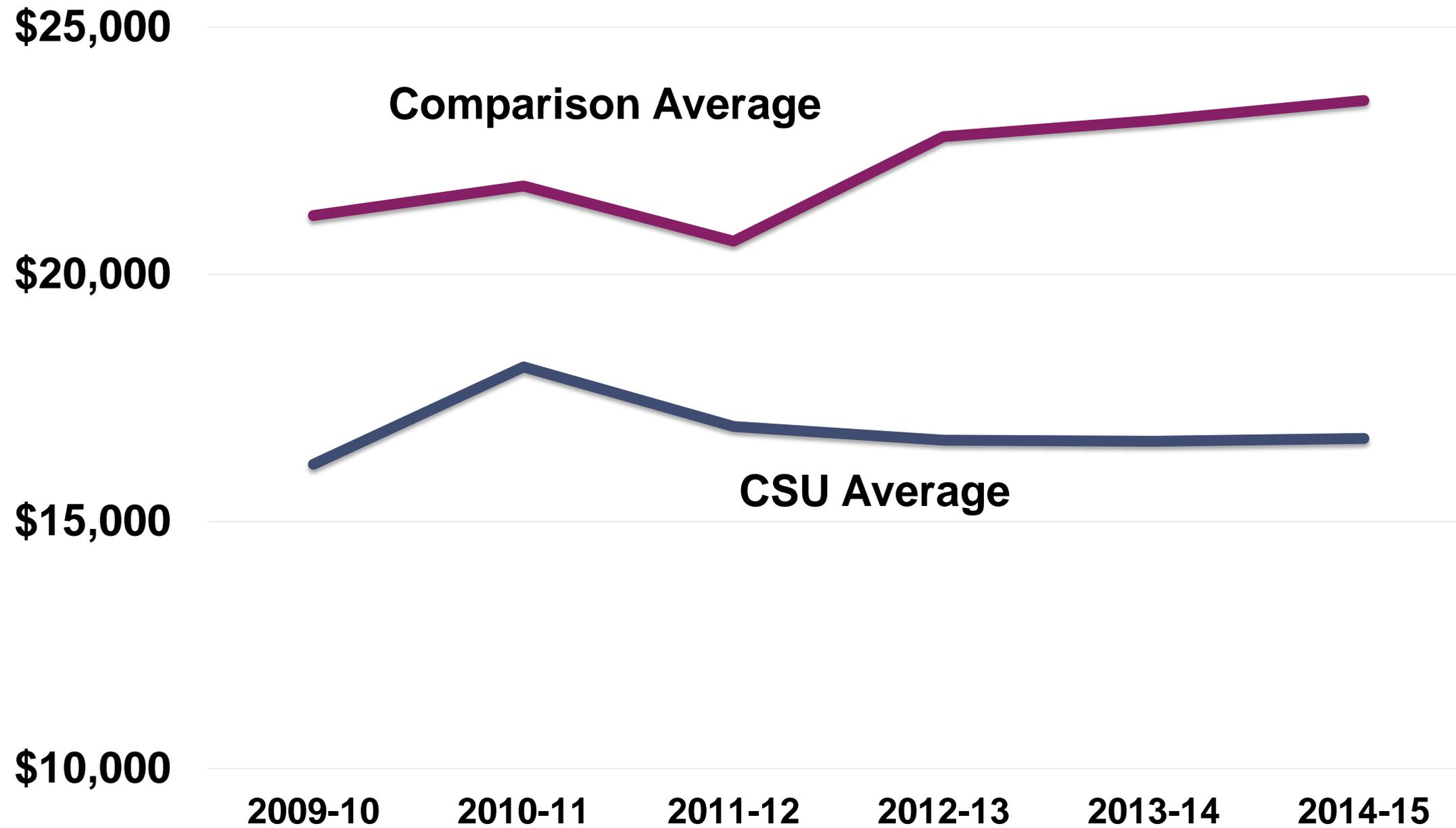


Operating Budget Expenses By Category

(in billions)

Category	2016-17 Expenses	% of Total
Salaries and Benefits	\$4.4	70.0%
Financial Aid (e.g. State University Grant)	\$0.7	11.0%
Supplies and Services	\$0.4	6.5%
Debt Payments	\$0.3	5.0%
Contractual Services	\$0.1	1.5%
Other Expenses	\$0.1	1.5%
Utilities	\$0.1	1.5%
Facility Repair and Construction	\$0.1	1.5%
Insurance	\$0.1	1.5%
Operating Budget Total	\$6.3	100%

Operating Expenses Per Student



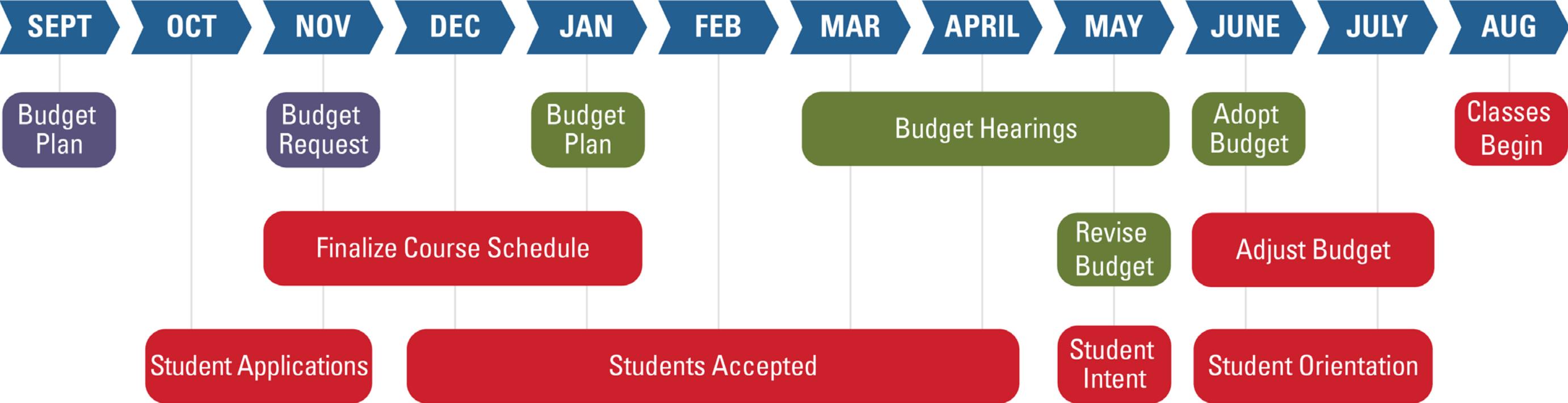
Figures adjusted for inflation

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BUDGET TIMELINE



■ STATE
■ TRUSTEES
■ CHANCELLOR/SYSTEM/CAMPUSES

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2018-2019 Preliminary Operating Budget Plan

Incremental Expenditure Increases	Range <small>(in millions)</small>
Graduation Initiative 2025	\$75
Enrollment Growth	\$40 - 120
Employee Salaries	To Be Determined
Academic Facilities & Infrastructure Needs	\$10 - 25
Other Mandatory & Compensation Costs	\$131 - 157
Total Incremental Budget Request	\$256 - 377

2018-2019 Preliminary Operating Budget Plan

Additional Resource Need	Range <small>(in millions)</small>
General Fund	
Governor's Multi-Year Plan	\$102
Tuition Revenue	
Net Tuition from Enrollment Growth	\$20 - 60
Total Incremental New Revenue	\$122 - 162
Additional Operating Budget Request	\$134 - 215



