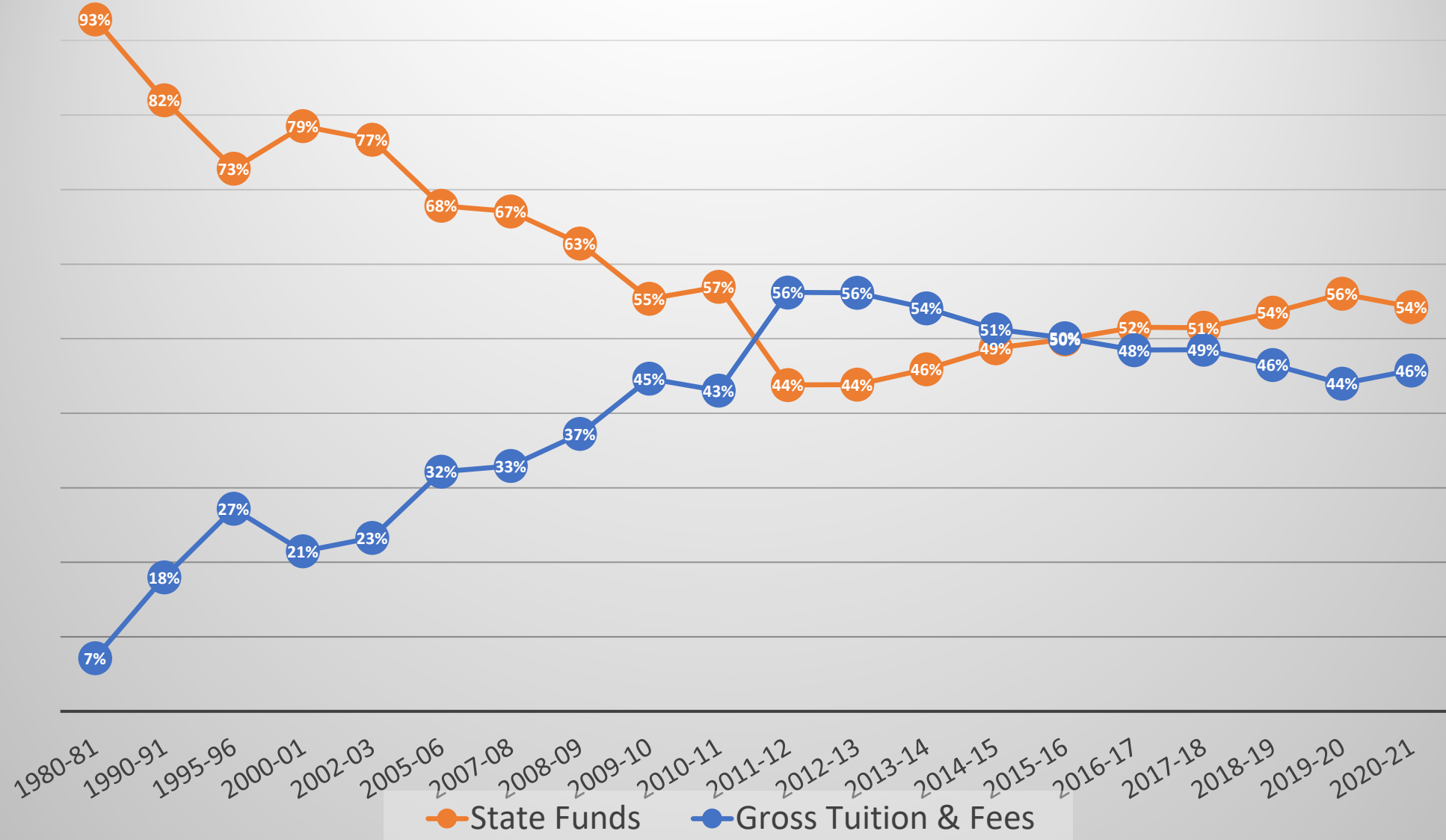
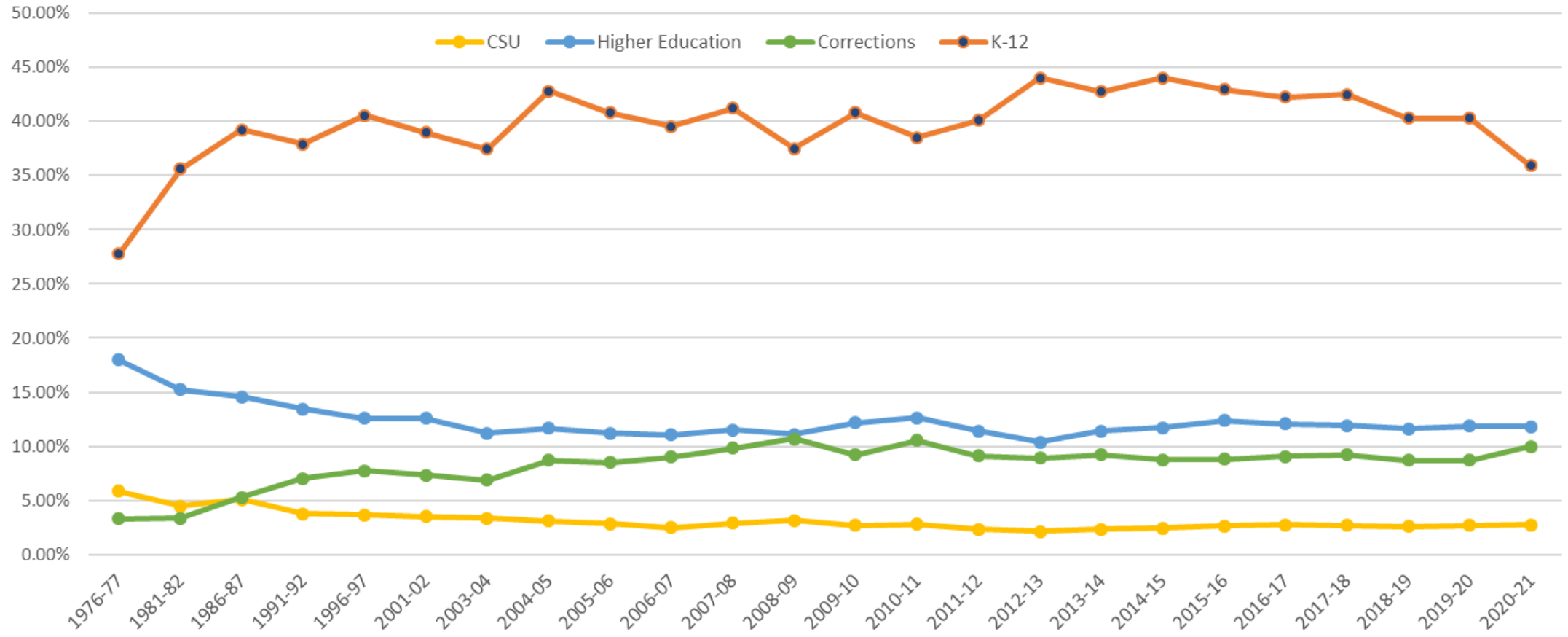


# Change in Share of Funding for CSU over 40 years




### Allocation as % of Total State General Fund



# Budget Update

- CA: \$54.3B budget deficit in FY2020-21
- Original pre-pandemic budget included \$199M increase for CSU
- Signed budget: \$299M decrease compared to last year
- CPP: \$20M budget gap
  - \$16.2 million reductions
  - \$3.7 million in benefits

 **CalPolyPomona** | Office of the President

Dear Colleagues,

I'm writing with an update on two matters of critical importance to our university — our ongoing preparations for the fall semester and the state budget.

Governor Newsom indicated that California's response to the pandemic and reopening plans would be "like a dimmer switch," and indeed, this week we have seen a reinstatement of business closures and a decision by K-12 school districts in Los Angeles and San Diego to only hold fully virtual instruction in the fall. The surge in virus cases and deaths in our region has impacted all of us, our families and loved ones in our communities. I understand the stress on our campus community. I share your challenges, you continue to persevere in your ongoing efforts during what can be a difficult time.

We continue to place highest priority on our campus community and student success. Thank you for your preparations for fall 2020.

As part of a campus-wide effort, I have created the [Center for the Advancement of Fall 2020](#).

**Prepared by:** [Name]

**THE CALIFORNIA STATE UNIVERSITY**  
OFFICE OF THE CHANCELLOR

July 20, 2020

To the Faculty and Staff of The California State University:

I write today to emphasize the seriousness of the California State University's budget situation and, in broad strokes, outline a multiyear plan that will allow us to strategically navigate these uncertain and challenging times.

Our university's core mission is supported financially by two main revenue streams in the operating budget: the base budget provided by the annual state appropriation, and student tuition and fees. The state appropriation is a recurring or ongoing commitment, which allows us to plan coherently to effectively execute our mission in service to our students, the state of California and our nation. Student tuition and fees are also collected every year, but vary depending on enrollment numbers, inclusive of international and non-resident students.

The CSU is also comprised of many support functions occurring in our self-funded and auxiliary enterprises, and these functions are not financed by the state appropriation or tuition. Rather, they are supported by revenues, such as residence hall fees, meal plans, parking and retail sales, grants and contracts, and the like. These operations have been severely impacted by the pandemic, and regrettably, these negative impacts will continue in the years ahead. Consequently, self-funded and auxiliary enterprises have been forced to lay off many employees, and campuses must find other resources to pay debt service and other obligatory costs.

Our annual fiscal year (FY) extends from July 1 through the following June. Today, we face a base budget from the state for FY 2020-21 that has been *permanently* decreased by \$299 million — compared to the last fiscal year — because of COVID-19-imposed impacts to the state's economy. I would like to emphasize here that while we didn't escape a budget reduction, it is clear we have successfully and consistently demonstrated our value to the state. I thank you for your considerable efforts over the years to contribute to that value, and I am grateful to our legislative leaders and the Governor for continuing to prioritize the California State University as best they can under these trying circumstances.

The state appropriation might be *temporarily* increased come October 15 if the federal government provides additional COVID-19 relief funding to California. At this point, the possibility of this additional funding is nothing more than speculation, although we have our team in Washington, D.C. advocating strongly to help make it happen. And it is very important to recognize that these potential

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## Preliminary Divisional Budget Total & Divisional Budget as a Percentage of Total Base Budget

<u>Divisions</u>	<u>2020/21 Base Funds</u>	<u>One-Time / Carryforward</u>	<u>Preliminary Total</u>	<u>Base % of Divisions</u>
President's Office	\$ 4,884,036	\$ 1,142,816	\$ 6,026,852	2.6%
Academic Affairs	122,495,008	11,048,430	133,543,438	64.3%
Administrative Affairs	22,827,788	5,931,760	28,759,548	12.0%
Info Tech	14,958,704	1,589,964	16,548,668	7.9%
Student Affairs	21,341,391	8,119,526	29,460,917	11.2%
University Advancement	4,016,721	689,095	4,705,816	2.1%
<b>Total Divisions</b>	<b>\$ 190,523,648</b>	<b>\$ 28,521,591</b>	<b>\$ 219,045,239</b>	<b>100.0%</b>