

Budget Committee Report

Academic Senate

September 18, 2024

Summaries and Key Takeaways from Recent Budget Presentations

FY 2024/2025 Budget Update

Prepared for the Academic Senate Retreat (8/14/2024) – Joint presentation from University Leadership: President Soraya Coley, Provost S. Terri Gomez, VP/CFO Ysabel Trinidad, and AVP Carol Lee (full presentation available via [CPP Budget Planning & Analysis](#))

The priorities of the 2024/25 budget are Student Success, Transparency, and Financial Sustainability. University Leadership will continue to provide information related to the budget timeline and processes as they become available.

- Updates/changes to the budget are normal for the first half of the year.
- CSU System:
 - State funding is contingent on enrollment growth.
 - Cal Poly Pomona is meeting enrollment targets
 - Funding from campuses with enrollment shortfalls will be redirected to CPP
 - CPP will offer state-supported GE courses in the summer to meet some of the added CA Resident FTES obligations
- State of CA General Fund
 - Public Higher Education is 11% of the State General Fund
 - CSU and UC are discretionary and state budgets are built and approved annually
 - State Decisions for 2024/25
 - \$240 mil ongoing increase
 - One-time \$75 mil reduction
 - State budget reductions expected in 2025/26
 - Operating expenses have increased - funding has decreased
- Cal Poly Pomona budget (54% State | 46% students)
 - CPP to self-fund over 50% of compensation adjustments
 - Amount allocated from state not enough to cover new mandatory costs
 - Funding gap of \$4.2 mil

Provost S. Terri Gomez & Lisa Rotunni Budget Presentation

Prepared for the Executive Committee and Budget Committee (9/11/2024)

Provost Gomez and Lisa Rotunni presented on the budget as a whole and that it will not be finalized until Spring 2025. CPP is in a good position, even though we currently have a funding gap. The reason we are better off than our sister schools is that enrollment here has been - and continues to be - strong. We are in a good location, a high-density population area, and have in-demand academic programs that attract many well-qualified students. We want to keep our

collective focus on facilitating student success so that we retain this strong position. Details will be shared later in today's meeting during the Campus Budget Update by Provost Gomez.

- Generally, the CSU system is facing some tough financial challenges and next year might be worse depending on legislature decisions
 - System budget issues effect CPP, but we are in better shape than many of our sister schools
 - We are hitting our enrollment goals, so we may be able to get some redirected funds from the system
- All divisions and depts will be looking to find cost savings in any ways that they can – but necessities will still be prioritized
- Part of the budget gap is due to covering recent salary increases and increases in operating costs

Next steps:

- Balance the budget
- Identify dollars available for vacant positions
- Finalize budgets for college and central offices
- Decrease operating costs
- Reduce student assistant costs; use federal work study
- Hold non-faculty positions vacant for an extended period and redirect savings

Next meeting: Wednesday, October 9th with Cal Poly Pomona Enterprises (Foundation)