



# **The State University of New York**

## ***2008-09 Enacted Budget Summary***

May 13, 2008

## 2008-09 Enacted Budget – The Economic Picture

- ▶ Worsening revenue picture – In March, additional budget reductions applied to the January Executive Budget Recommendation.
  - State-operated campuses reduction increased (total = 5.85%)
  - 2% across-the-board reduction to all Aid to Localities funding (Community Colleges and Cooperative Extension)
    - \$120 per FTE reduction (original \$50 reduction plus new \$70 reduction)
    - 2% reduction to categorical aids
  
- ▶ Legislative Conference Committee had approximately \$90M available to cover more than \$160M in reductions (all higher education, including SUNY and CUNY, HESC/TAP and Bundy Aid)

## 2008-09 Enacted Budget: Compared to 2007-08

|                         | 2007-08     | 2008-09 Enacted Budget |                     |                     |            | 2008-09     |
|-------------------------|-------------|------------------------|---------------------|---------------------|------------|-------------|
|                         | Base Budget | Budget<br>Actions      | Energy<br>Reduction | Budget<br>Reduction | Total      | Base Budget |
| State-Operated Campuses | \$1,173,289 | \$22,405               | (\$24,349)          | (\$33,900)          | (\$35,844) | \$1,137,445 |
| Statutory Colleges      | 172,279     | 1,516                  | (2,215)             | (4,876)             | (5,575)    | 166,704     |
| Community Colleges      | 444,284     | 15,104                 |                     |                     | 15,104     | 459,388     |
| General State Charges   | 158,300     | 16,850                 |                     |                     | 16,850     | 175,150     |
| Hospitals               | 146,300     | 7,800                  |                     |                     | 7,800      | 154,100     |
| Total                   | \$2,094,452 | \$63,675               | (\$26,564)          | (\$38,776)          | (\$1,665)  | \$2,092,787 |

(in thousands)

## **2008-09 Enacted Budget: State-Operated Campuses**

- ▶ Specific program funding additions:
  - \$2M for High Needs nursing programs (State-Ops and Community Colleges)
  - \$200K for Office of Diversity and Educational Equity
  - \$250K (directed) for strategic planning between Stony Brook, Cold Springs Harbor Lab, and Brookhaven National Lab
  
- ▶ Legislative “adds” from 2007-08 restored:
  - \$7M for EOC ATTAIN Labs (TANF funds in ODTA budget)
  - \$500K for Small Business Development Centers
  - \$840K for EOP
  - BRIDGE (federally-funded job training program) was partially restored at \$8.5M with TANF funding

## **2008-09 Enacted Budget: Hospitals**

- ▶ Hospital subsidy increased \$7.8M, from \$146.3M to \$154.1M

## **2008-09 Enacted Budget: Community Colleges**

- ▶ Restoration of the 2% March cuts
- ▶ Full funding for enrollment at the 2007-08 level (\$2,675)
- ▶ Rental Aid increases from \$8.8M to \$9.2M
- ▶ Categorical aids continued at 2007-08 levels
  - Child Care: \$1.1M
  - Contract Courses: \$2.0M
  - High Needs: \$1.8M
- ▶ Optional Retirement Plan (ORP) adjustment not funded
- ▶ 2007-08 “Legislative Adds” restored
  - \$50 reduction in the rate per funded FTE
  - \$1M Small College Aid
- ▶ \$2M High Needs Nursing – shared between state-operated and community colleges

## **2008-09 Enacted Budget: Article VII Legislation Changes**

- ▶ SUNY flexibility legislation was not adopted
- ▶ Established New York State Higher Education Endowment, under the custody of the State Comptroller, for the benefit of SUNY and CUNY. Funding sources are to be determined in the future.
- ▶ Tax law changed to allow the Commissioner of Taxation to furnish information and tax overpayments to HESC to assist in collecting on defaulted "governmental education loans" being collected by HESC

## 2008-09 Enacted Capital Budget: Educational Facilities

| (in thousands)   | 2008-2013 Capital Plan Funding |                           |                           |
|--|--------------------------------|---------------------------|---------------------------|
|  | Prior Plan Funding             | SUNY Request              | Final Enacted             |
| <b><u>Educational Facilities</u></b>                                     | <b><u>\$3,132,101</u></b>      | <b><u>\$7,791,900</u></b> | <b><u>\$4,425,613</u></b> |
| Critical Maintenance   | \$1,894,000                    | \$3,750,000               | \$550,000/ \$2,750,000 *  |
| Strategic Initiatives  | \$1,238,101                    | \$2,500,000               | \$1,675,613               |
| Statewide Lump Sum Reserve   | \$0                            | \$1,000,000               | \$0                       |
| Greening of SUNY Program   | \$0                            | \$541,900                 | \$0                       |
| <i>* \$550M In Five Annual Installments/\$2.75B over Multi-Year Plan</i> |                                |                           |                           |
| <b>Dry Appropriation (Self-Supporting)</b>                               | <b><u>\$150,000</u></b>        | <b><u>\$500,000</u></b>   | <b><u>\$500,000</u></b>   |

|                            |       |
|----------------------------|-------|
| No. of Buildings:          | 1,823 |
| Square Footage: (millions) | 56.6  |
| Average Age:               | 44.1  |
| Funded By:                 | State |



## 2008-09 Enacted Capital Budget: Hospitals

| (in thousands)                                   | 2003-08 Capital<br>Plan Funding | 2008-2013 Capital Plan Funding |                         |
|--|---------------------------------|--------------------------------|-------------------------|
|  |                                 | SUNY<br>Request                | Final<br>Enacted        |
| <b><u>Hospital Capital (Self-Supporting)</u></b> | <b><u>\$419,000</u></b>         | <b><u>\$776,500</u></b>        | <b><u>\$450,000</u></b> |
| Downstate Medical Center                         | \$97,700                        | \$258,000                      | \$150,000               |
| Stony Brook Hospital                             | \$146,600                       | \$142,000                      | \$150,000               |
| Upstate Medical Center                           | \$149,700                       | \$326,500                      | \$150,000               |
| Hospital-wide Lump Sum                           | \$25,000                        | \$50,000                       | \$0                     |
|  |                                 | No. of Buildings:              | 13                      |
|  |                                 | Square Footage: (millions)     | 5                       |
|  |                                 | Average Age:                   | 23.3                    |
|  |                                 | Funded By:                     | Hospital<br>Revenues    |

## 2008-09 Enacted Capital Budget: Residence Halls

| (in thousands)                                  | 2003-08 Capital<br>Plan Funding | 2008-2013 Capital Plan Funding |                         |
|---|---------------------------------|--------------------------------|-------------------------|
|   |                                 | SUNY<br>Request                | Final<br>Enacted        |
| <b><u>Residence Halls (Self-Supporting)</u></b> | <b><u>\$685,000</u></b>         | <b><u>\$818,000</u></b>        | <b><u>\$573,000</u></b> |
| Pay-As-You-Go                                   | \$100,000                       | \$123,000                      | \$123,000               |
| Bonded Program                                  | \$585,000                       | \$695,000                      | \$450,000               |

|                            |               |
|----------------------------|---------------|
| No. of Buildings:          | 461           |
| Square Footage: (millions) | 19.2          |
| Average Age:               | 33.3          |
| Funded By:                 | Room<br>Rents |

## 2008-09 Enacted Capital Budget: Community Colleges

| (in thousands)                                    | 2003-08 Capital<br>Plan Funding | 2008-2013 Capital Plan Funding |                         |                         |
|---|---------------------------------|--------------------------------|-------------------------|-------------------------|
|   |                                 | SUNY<br>Request                | Executive<br>Budget     | Final<br>Enacted        |
| <b><u>Community College (50% State Share)</u></b> | <b><u>\$378,906</u></b>         | <b><u>\$1,284,408</u></b>      | <b><u>\$525,595</u></b> | <b><u>\$390,153</u></b> |
| Campus Projects with Local Approvals              | \$332,656                       | \$55,595                       | \$55,595                | \$55,595                |
| Statewide Lump Sum Reserve                        | \$11,250                        | \$95,000                       | \$450,000               | \$0                     |
| Additional Campus Projects                        | \$0                             | \$1,103,813                    | \$0                     | \$314,558               |
| Hard Dollar-Technology                            | \$10,000                        | \$0                            | \$0                     | \$0                     |
| Hard Dollar-Critical Maintenance                  | \$25,000                        | \$30,000                       | \$20,000                | \$20,000                |

|                            |                        |
|----------------------------|------------------------|
| No. of Buildings:          | 489                    |
| Square Footage: (millions) | 17.2                   |
| Average Age:               | 40.9                   |
| Funded By:                 | 50% State<br>50% Local |

## 2008-09 Enacted Capital Budget: Summary – All Programs

| (in thousands)                        | Prior Program | New Program   | Difference  | % Change |
|---------------------------------------|---------------|---------------|-------------|----------|
| <b>Educational Facilities Program</b> | \$3,132,101   | \$4,425,613 * | \$1,293,512 | 41%      |
| <b>Hospitals</b>                      | \$419,000     | \$450,000     | \$31,000    | 7%       |
| <b>Residence Halls</b>                | \$685,000     | \$573,000     | (\$112,000) | -16%     |
| <b>Community Colleges</b>             | \$378,906     | \$390,153     | \$11,247    | 3%       |

\*Excludes \$500 million in unfunded "dry" appropriations

Includes a total of \$2.75 billion to be appropriated in five \$550 million annual installments for Critical Maintenance.



# The State University of New York

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