

State University System of Florida  
2010-2011 Budget Recommendations  
Executive Summary, March 16, 2010

		Committee Chair Recommendation			
		BOG Amended Request	Governor Recommendation	Senate Higher Educ Recom.	House State Univ. Recom.
1	<b>2009-10 Total Appropriations</b>				
2	State Support	\$2,067,463,415	\$2,067,463,415	\$2,067,463,415	\$2,067,463,415
3	Federal Stimulus	\$161,274,570	\$161,274,570	\$161,274,570	\$161,274,570
4	Tuition Support	\$1,180,053,086	\$1,180,053,086	\$1,180,053,086	\$1,180,053,086
5	Health Insurance Adjustment	\$2,492,590	\$2,492,590	\$2,492,590	\$2,492,590
6	Sub-total	\$3,411,283,661	\$3,411,283,661	\$3,411,283,661	\$3,411,283,661
8	<b>2009-2010 Non-recurring Appropriations</b>				
9	Non-recurring Base General Revenue Funds	(\$11,300,000)	(\$11,300,000)	(\$11,300,000)	(\$11,300,000)
10	Federal Stimulus	(\$161,274,570)	(\$161,274,570)	(\$161,274,570)	(\$161,274,570)
11	Total Non-recurring Appropriations	(\$172,574,570)	(\$172,574,570)	(\$172,574,570)	(\$172,574,570)
13	<b>2009-2010 Beginning Recurring Base Budget</b>	<b>\$3,238,709,091</b>	<b>\$3,238,709,091</b>	<b>\$3,238,709,091</b>	<b>\$3,238,709,091</b>
15	<b>2010-2011 Budget Issues:</b>				
16	2009-10 Annualization of Health Insurance - 10 months	\$12,462,950	\$12,462,950	\$12,462,950	\$12,462,950
17	2009-10 Annualization of Student Fees (Fall 2009)	\$12,845,480	\$12,845,480	\$12,845,480	\$12,845,480
18	2009-10 Plant Operations & Maintenance (PO&M) - Phased-In Facilities	\$6,919,273	\$6,919,273	\$6,919,273	\$6,919,273
19	2010-11 PO&M - New Facilities Coming On-line	\$14,454,757	\$13,240,783	\$14,454,757	
20	2010-11 PO&M Base Adjustment for Existing Facilities	\$12,343,379			
21	New Florida Initiative*	\$100,000,000	\$100,000,000		
22	*The Governor's New Florida Initiative recommendation is allocated to the following 4 items:				
23	a. Access to Higher Education		\$88,270,393		
24	b. Medical School Funding - Year 4; FIU, UCF		\$4,606,022		
25	c. IFAS Research & Extension Workload		\$5,823,585		
26	d. Building Academic & Admin. Support Infrastructure - NCF Final Yr		\$1,300,000		
27	Medical School Funding - Year 4; FIU, UCF	\$4,606,022	see row 24	\$3,945,985	\$3,945,985
28	Building Academic & Admin. Support Infrastructure - NCF Final Yr	\$1,300,000	see row 26		
29	Tuition Change-in Mix/Incidental Fee Adjustments - Budget Authority	(\$11,189,562)	(\$11,189,562)	(\$11,189,562)	(\$11,189,562)
30	Tuition Differential (maximum 15%) - Budget Authority**		\$68,101,934		
31	Tuition Increase - 8% Across the Board - Budget Authority			\$73,140,630	\$73,140,630
32	Tuition Differential - 7% - Budget Authority			\$36,549,435	\$36,549,435
33	Federal Stimulus (Year 2)	\$161,274,570	\$161,954,486	\$143,133,066	\$151,538,746
34	Base Operating GR Funds (Replace 2009-10 Non-recurring funds)	\$11,300,000	\$11,300,000	\$10,931,168	
35	Tuition Revenue Budget Authority - Phase-in; FSU, FIU, UCF	\$2,293,304	\$2,293,304	\$2,293,304	\$2,293,304
36	Medical School Base Funding - UF, USF	\$16,550,324			
37	Major Gifts Matching Program	\$140,795,787			
38	Distance Learning Initiative	\$134,250	\$42,500		
39	Research Commercialization Grants		\$5,000,000		
40	Florida Retirement System Contribution Adjustment		\$18,700,000	\$16,805,000	
41	Base Budget Reduction - 6% / 3%			(\$110,448,758)	(\$58,189,336)
42	Base Budget Reduction - Student Financial Assistance - 3.2% / 15%			(\$562,223)	(\$2,583,745)
43	Employee Compensation & Benefits				(\$65,070,708)
44	Reprogram for State Priority Areas			\$50,354,749	
45	USF Polytechnic - Infrastructure			\$10,000,000	
46	IHMC/SUS Partnership Initiative			\$150,000	
47	Restore Nonrecurring Stimulus w/ Recurring GR			\$18,821,420	
48	USF-HSC Tuition - Add'l Budget Authority			\$10,000,000	\$10,000,000
49	Sub-total	\$486,090,534	\$401,671,148	\$300,606,674	\$172,662,452
52	<b>Total 2010-2011 Budget</b>	<b>\$3,724,799,625</b>	<b>\$3,640,380,239</b>	<b>\$3,539,315,765</b>	<b>\$3,411,371,543</b>
53	<b>% Increase over 2009-2010 Total Budget (Line 6)</b>	<b>9.19%</b>	<b>6.72%</b>	<b>3.75%</b>	<b>0.00%</b>
55	<i>2010-2011 State (including Federal Stimulus) Support</i>	\$2,058,656,005	\$2,058,656,005	\$2,058,656,005	\$2,058,656,005
56	<i>Increase in State Support (including Federal Stimulus)</i>	\$482,141,312	\$329,619,992	\$176,967,387	\$49,023,165
57	<i>Total State Support Needed</i>	\$2,540,797,317	\$2,388,275,997	\$2,235,623,392	\$2,107,679,170
59	<i>2010-2011 Student Tuition Support</i>	\$1,180,053,086	\$1,180,053,086	\$1,180,053,086	\$1,180,053,086
60	<i>Increase in Student Tuition Support</i>	\$3,949,222	\$72,051,156	\$123,639,287	\$123,639,287
61	<i>Total Tuition Support Needed</i>	\$1,184,002,308	\$1,252,104,242	\$1,303,692,373	\$1,303,692,373
62					
63	<i>Total Support Generated</i>	\$3,724,799,625	\$3,640,380,239	\$3,539,315,765	\$3,411,371,543

\*\* Assumes maximum tuition differential increase of 15%.

Florida Board of Governors  
 General Office, Amended 2010-2011 Budget Recommendations  
 Executive Summary, March 16, 2010

	Amended LBR	Governor Recommendation	Committee Chair Recommendation	
			Senate Higher Educ Recom.	House State Univ Recom.
1 2009-10 Total Budget	\$5,627,346	\$5,627,346	\$5,627,346	\$5,627,346
2 Less Non-Recurring Issues	(\$1,532,680)	(\$1,532,680)	(\$1,532,680)	(\$1,532,680)
3 2009-10 Base Budget	\$4,089,869	\$4,094,666	\$4,094,666	\$4,094,666
4				
5 2010-11 New Issues:				
6 2009-10 Annualization of Health Insurance	\$23,985	\$15,927	\$23,985	\$15,927
7 Year 2 - State Fiscal Stabilization Funds	\$1,532,680	\$1,532,680	\$1,532,680	\$1,354,358
8 Restoration of Salary & Benefits	\$64,426		\$0	\$0
9 Business Intelligence Tools & Network Connectivity	\$47,000		\$0	\$0
10 Operating Expenses	\$110,000		\$0	\$0
11 Salary & Benefits for 4 vacant positions	\$344,500		\$0	\$0
12 Budget Reductions - Salaries & Benefits - (Deletes 3 Positions)			(\$93,464)	(\$15,616)
13 Budget Reductions -- Operating Expenses			(\$136,773)	\$0
14 Sub-total New Issues	\$2,122,591	\$1,548,607	\$1,326,428	\$1,354,669
15				
16 Total	\$6,212,460	\$5,643,273	\$5,421,094	\$5,449,335
17				
18 Increase over the 2009-10 Total Budget (line 1)	\$585,114	\$15,927	(\$206,252)	(\$178,011)
19 % Increase over the 2009-10 Total Budget (line 1)	10.40%	0.28%	-3.67%	-3.16%
20				
21 Authorized Positions	53	53	50	50

## **Senate Higher Education Appropriations Committee Proposed Proviso and Conforming Bill Language**

### **Energy Consumption:**

Each college and university shall strive to reduce their campus-wide energy consumption by 10 percent. While savings may be accrued by any means, the goal shall be to implement energy use policies and/or procedures and any equipment retrofits that are necessary to carry out this reduction. The reduction may be obtained by either reducing the cost of the energy consumed or by reducing total energy usage, or a combination of both. Energy consumption expenditures incurred during the 2007-2008 fiscal year shall be used to establish the benchmark for the 10 percent goal. If a college or university can document that it has implemented energy use policies in the 2008-2009 or 2009-2010 fiscal years that resulted in reduction in energy usage or costs, then those reductions may be counted towards the 10 percent goal. Each college and university shall submit a report to the Governor, the Speaker of the House, and the President of the Senate by January 1, 2011 describing how they have met or plan to meet the 10 percent energy consumption reduction goal.

### **State Priority Funds:**

From the funds provided in Specific Appropriations 132 from the General Revenue Fund, \$50,354,749 shall be utilized by receiving institutions to reprioritize funding towards key state and regional needs. These funds may be used to: improve student access and success initiatives that lead to increased degree production, build preeminent academic and training programs, enhance strategic research and development capacity, and enhance vital programs or student support services. Priority programs include the STEM related fields (Science, Technology, Engineering, and Math), health professions, education, and other high-priority state or regional workforce need areas. Each board of trustees shall determine how to implement the prioritization of funds based on their strategic analyses of the programs at their respective institutions. Each institution shall provide a delineation of how the reprioritized funds are being strategically invested to support these goals, as well as the metrics by which success would be measured, to the Chancellor of the Board of Governors. The Chancellor shall submit a summary report of the reprioritization efforts to the Governor, the Speaker of the House, and the President of the Senate no later than December 1, 2010.

### **Library Automation:**

1006.72 Licensing electronic library resources.-The Legislature finds that the most cost-efficient and cost effective means of licensing electronic library resources requires that state universities and colleges collaborate with school districts and public libraries in the identification and acquisition of resources needed by more

than one sector. The appropriate library staff from the state universities, colleges, school districts, and public libraries shall implement an annual process that identifies the electronic library resources for each of the core categories established in this section. To the extent possible, the Florida Center for Library Automation, the College Center for Library Automation, and the Florida Electronic Library shall jointly coordinate this annual process.

(1) STATEWIDE CORE CATEGORY.-For purposes of licensing electronic library resources of the Florida Electronic Library using funds allocated by the Federal Government, library representatives from the public libraries, school districts, colleges, and state universities shall identify those resources that comprise the statewide core that will be available to all students, teachers, and residents of the state.

(2) POSTSECONDARY EDUCATION CORE CATEGORY.-From funds appropriated to the Florida Center for Library Automation and the College Center for Library Automation for licensing the electronic library resources required by both systems, state university and college library staff shall identify the postsecondary education core that shall be available to all postsecondary students.

(3) FOUR-YEAR DEGREE CORE CATEGORY.-From funds appropriated to the Florida Center for Library Automation for licensing electronic library resources beyond the postsecondary education core, state university library staff, in consultation with applicable college library staff, shall identify those resources that comprise the 4-year degree core that shall be available to all 4-year degree-seeking students in the college and state university systems. The Florida Center for Library Automation shall include in the negotiated pricing model any college interested in licensing resources.

(4) TWO-YEAR DEGREE CORE CATEGORY.-From funds appropriated to the College Center for Library Automation for licensing electronic library resources beyond the postsecondary education core, college library staff shall identify those resources that comprise the college core that shall be available to all college students. The College Center for Library Automation shall include in the negotiated pricing model any state university interested in licensing a resource.

**Block Tuition:**

The tuition differential may be implemented by the University of Florida as a block tuition set at 15 hours for students registered for 11 to 19 hours.

**1010.62 Revenue bonds and debt:**

(1) As used in this section, the term:

(e) "Auxiliary enterprise" means any activity defined in s. 1011.47(1) and performed by a university or a direct-support organization.

**Bright Future Changes:**

- Increase eligibility requirements on test scores.

Raise Academic SAT from 1270 (87th percentile) to 1290 (89th percentile)

Phase in for awards for high school students graduating in:

- 2012-2013 - SAT 1280 (88th percentile)
- 2013-2014 - SAT 1290 (89th percentile)

Raise Medallion SAT from 970 (41st percentile) to 1050 (56th percentile)

Phase in for awards for high school students graduating in:

- 2011-2012 - SAT 980 (44th percentile)
- 2012-2013 - SAT 1020 (50th percentile)
- 2013-2014 - SAT 1050 (56th percentile)
- 

- Do not allow students the ability to restore Bright Futures scholarships after losing them.
- Reduce the number of credits covered by Bright Futures from 110% of program requirements to 100%.
- Reduce the time to utilize the award to 4 years from 7 years.
- Encourage use of acceleration credit because the state has already paid for many Bright Futures recipients to earn college credit through acceleration courses (i.e., AP, IB, and Dual Enrollment). Incentivize early graduation by allowing students who utilize acceleration hours to graduate in less than 4 years to use up to 15 of those saved credit hours (in one semester) for graduate courses (paid at Academic or Medallion rates) in targeted graduate programs.
- Hold steady at the current per credit flat rate. (Continues current practice)
- Require the FAFSA (Free Application for Federal Student Aid): Allows the collection of better program data.



## FLORIDA BOARD OF GOVERNORS GENERAL OFFICE BUDGET FACTS

- Total budget has declined from \$8.2 M in 2007-08 to \$5.6 M in 2009-10 (32% decline).
- For 2009-10, General Revenue was cut \$1.9 M (37% reduction from 2008-09) and replaced with \$1.5 M in federal stimulus, which resulted in a net reduction of 5%.
- Authorized positions have declined from 65 to 53 since 2007-08.
- Funds are only available to fill 49 of the 53 authorized positions.
  - 7 of the 49 filled positions are funded from the Facilities Construction Trust Fund
  - 20 of the 42 remaining filled positions are funded with federal stimulus
- Some of the operating costs are fixed:
  - Rent to DMS - \$250,000
  - Data Collection through Northwest Regional Data Center - \$64,000
  - Payments to DOE for phone, mail, maintenance support - \$15,000
- Cuts this drastic will result in the possible elimination of additional positions and associated operating expenses, which will have a negative impact on activities such as data collection, monitoring of system accountability and oversight, response time to constituent requests, and Board and staff travel.
- Senate and House propose eliminating 3 vacant positions.

### House and Senate Proposed Budget Recommendations

	2009-10 Budget	House Rec	Difference	Senate Rec	Difference
<b>S&amp;B</b>					
Gen. Rev.	\$2,629,023	\$2,627,147	(\$1,876)	\$2,549,299	(\$79,724)
Facility & OM TF	\$676,846	\$679,033	\$2,187	\$687,091	\$10,245
Federal Stimulus	\$1,284,000	\$1,354,358	\$70,358	\$1,284,000	\$0
<b>Expenses</b>					
Gen. Rev.	\$411,896	\$411,896	\$0	\$283,123	(\$128,773)
Facility & OM TF	\$276,799	\$276,799	\$0	\$276,799	\$0
Federal Stimulus	\$190,000	\$0	(\$190,000)	\$190,000	\$0
<b>OPS</b>					
Gen. Rev.	\$14,373	\$14,373	\$0	\$11,373	(\$3,000)
Facility & OM TF	\$20,000	\$20,000	\$0	\$20,000	\$0
Federal Stimulus	\$6,300	\$0	(\$6,300)	\$6,300	\$0
<b>OCO</b>					
Gen. Rev.	\$4,782	\$4,782	\$0	\$2,782	(2,000)
Facility & OM TF	\$950	\$950	\$0	\$950	\$0
Federal Stimulus	\$2,380	\$0	(\$2,380)	\$2,380	\$0
<b>Contracted Svcs</b>					
Gen. Rev.	\$34,007	\$34,007	\$0	\$31,007	-3,000)
Facility & OM TF	\$25,990	\$25,990	\$0	\$25,990	\$0
Federal Stimulus	\$50,000	\$0	(\$50,000)	\$50,000	\$0
<b>Total</b>					
Gen. Rev.	\$3,094,081	\$3,092,205	(\$1,876)	\$2,877,584	(\$216,497)
Facility & OM TF	\$1,000,585	\$1,002,772	\$2,187	\$1,010,830	\$10,245
Federal Stimulus	<u>\$1,532,680</u>	<u>\$1,354,358</u>	<u>(\$178,322)</u>	<u>\$1,532,680</u>	<u>\$0</u>
	\$5,627,346	\$5,449,335	(\$178,011)	\$5,421,094	(\$206,252)



**Board of Governors  
Position and Budget History**

	<b>2009-2010</b>	<b>2008-2009</b>	<b>2007-2008</b>	<b>2006-2007</b>	<b>2005-2006</b>
<b>NUMBER OF POSITIONS</b>	53	56	65	63	62
# of position change	-3	-9	2	1	
<b><u>CATEGORIES</u></b>					
Salaries and Benefits	\$4,589,869	\$4,837,725	\$5,314,272	\$5,185,581	\$4,778,704
Other Personal Services	\$40,673	\$42,814	\$68,846	\$65,681	\$65,681
Expenses	\$878,695	\$932,002	\$1,364,496	\$1,751,561	\$1,487,551
Operating Capital Outlay	\$8,112	\$8,541	\$229,523	\$53,136	\$51,236
Contracted Services	\$84,982	\$341,952	\$1,192,400	\$0	\$0
Human Resources (tnsfr to DMS)	<u>\$23,725</u>	<u>\$24,782</u>	<u>\$25,015</u>	<u>\$24,564</u>	<u>\$41,943</u>
<b>TOTAL</b>	<b>\$5,627,346</b>	<b>\$6,187,816</b>	<b>\$8,194,853</b>	<b>\$7,080,523</b>	<b>\$6,425,115</b>
\$ change	-\$560,470	-\$2,007,037	\$1,114,330	\$655,408	
% change	-9.2%	-24.5%	15.7%	10.2%	
<b><u>BREAKDOWN OF FUNDS</u></b>					
General Revenue	\$3,094,081	\$5,212,985	\$7,185,404	\$6,088,051	\$5,505,734
Federal Stimulus	\$1,532,680	\$ 0			
Other Trust Fund	\$1,000,585	\$ 974,831	\$1,009,449	\$992,472	\$919,381
	<u>\$5,627,346</u>	<u>\$6,187,816</u>	<u>\$8,194,853</u>	<u>\$7,080,523</u>	<u>\$6,425,115</u>

Other Governing/Coordinating Boards\*:

- Georgia Board of Regents: 388 positions; \$95.1 M
- North Carolina Governing Board: 98 positions; \$11.5 M
- Texas Coordinating Board; 307 positions: \$51.4 M
- Alabama Commission on Higher Education: 25 positions; \$3.9 M
- Louisiana Board of Regents; 85 positions: \$8.6 M
- Mississippi Governing Board: 104 positions; \$83.6 M
- Ohio Board of Regents: 77 positions; \$7.7 M

\*Source: State Higher Education Executive Officers (SHEEO), 2010