

Geneseo



2009-2010 Budget Situation

December 2009



09-10 Budget Reductions

Impact	Item
(\$313,000)	Utility Reduction
(\$607,400)	\$50 million base support cut
(\$102,900)	Academic Equipment Replacement Funding eliminated
(\$114,454)	Student Computing Access Funding eliminated
<u>(\$1,725,300)</u>	\$96.3 million cut (Annualized from \$71 mil in 2008-09).
(\$2,863,054)	Total Initial Gap



Additional Cuts In Budget

Impact	Item				
(\$2,863,054)	Initial Cut				
\$3,465,900	Total Generated by \$620 Tuition Increase*				
(\$3,028,000)	Sweep 80 Percent of \$620 Tuition Increase				
(\$826,100)	\$40 million cut/transfer to IFR				
(\$3,251,254)	Total 2009-10 Cuts to Geneseo				
-7.75%	Cuts as a Percentage of 2007-08 Budget				
-18.48%	Cuts as a Percentage of 2007-08 State Support				



Campus Initiatives - Total Gap

(\$3,251,254)	Starting Gap
(\$217,275)	Temp Services, Travel Increases (Adj. Fac. + \$91,058).
(\$613,081)	New Costs/Initiatives (Scholarships, Increased FTE, Other Support, Reserve)
(\$233,000)	Library Materials Replacement
(\$65,235)	Unfunded Collective Bargaining Increases
(\$4,379,845)	TOTAL FUNDING GAP



Budget Additions

\$402,100	Energy Funding
\$73,800	OTPS Funding
\$90,900	Academic Equipment Replacement Funding Partially Restored
\$104,583	Student Computing Access Funding Partially Restored
(\$3,708,462)	<i>Revised Gap</i>



Gap Closing Initiatives—One Time

• 4% PSR Attrition Savings	\$1,371,900
• 13% OTPS Reduction	\$ 565,626
• Transfer Electricity to IFR Reserves	\$ 826,100
• <u>Transfer Academic OTPS to SUTRA</u>	<u>\$ 944,836</u>
• <u>TOTAL</u>	<u>\$3,708,462</u>
• Total Cuts	(\$3,708,462)
• Savings	\$3,708,462
• <u>Remaining gap</u>	<u>\$0</u>



ADDITIONAL CUTS over current reductions

- Mid-year \$90 m cut (\$890,200)
 - Reduce Student Temp Service 74,500
 - Reduce OTPS 789,300
 - Reserve \$278,100
 - Utilities—Oil \$200,000
 - Use cash reserves 26,400



Distribution of Cuts

	Student Temp Svc.	OTPS	Total	% of cut	% of budget
Academic Affairs	49,506	66,005	115,511	13.0%	63.8%
Administration and Finance	640	265,300	265,940	29.9%	20.7%
Admissions	0	90,000	90,000	10.1%	4.3%
Advancement	9,180	40,100	49,280	5.5%	4.9%
Student and Campus Life	15,225	46,072	61,297	6.9%	4.5%
President	0	3,618	3,618	0.4%	1.0%
Campus-wide	<u>0</u>	<u>278,174</u>	<u>278,174</u>	<u>31.2%</u>	<u>0.8%</u>
	74,551	789,269	863,820	97.0%	100.0%

New Cuts Annualize Next Year

- \$890,200 cut becomes around **\$1,612,430**
- Best Case scenario for 2010-2011 budget is another **\$1,000,000** reduction
 - Assumes negotiated salary increases covered
 - Assumes 2.0% tuition increase fully retained

College Reserves--June 30, 2009

- State Purpose reserve of 1% 412,000
- IFR Reserves 12,000,000
- DIFR Reserves 8,000,000
- Other Cash Reserves 800,000

IFR Reserve

- Overhead Charges
- Specialized Programmatic Reserves (\$2.3 m)
 - Equipment replacement and repairs
 - Facilities Rehabilitation and Renovation
 - Program Stabilization
 - TAP reserve



Obligations Against the Reserve

- Utilities \$1,523.7
 - Accrued Fringe Benefits 730.8
 - Advancement 260.0
 - Security /Public Notification 500.0
- \$3,014.5

On-Going Obligations

• Utilities	\$1,523.7
• Annualized \$90 m	1,612.4
• Academic Affairs OTPS	990.0
• Advancement	320.0
• F/B	730.0
• Potential further cut	<u>1,000.0</u>
	\$6,176.1

How Long Will It Last???

• 6/30/09	\$11,693.8
• Designated Reserves	(2,300.0) \$9,393.8
• Immediate Draw 09-10	(3,014.5) \$6,379.3
• Revenue Addition 09-10	1,000.0 \$7,379.3
• Next Year's Draw 10-11	(6,116.1) \$1,263.2
• Revenue Addition 10-11	1,000.0 \$2,563.2
• 2011-2012	???????