THE 2002-2003 STATE BUDGET

HIGHER EDUCATION

CALIFORNIA COMMUNITY COLLEGES

Major Provisions

The major provisions of the budget for the Community Colleges include:

- Student Fees. For the eighth consecutive year, the budget does not include an increase in student fees. Community College students will continue to pay \$11 per unit, the lowest in the nation. The budget also includes funds to offset the associated fees waived for all needy students.
- Enrollment Growth. The budget includes \$118.7 million, for a three (3%) percent growth in enrollment and selected categorical programs. This exceeds the statutory requirement of 1.94 percent growth by an additional \$40.4 million. The budgeted funds will allow the Community Colleges to accommodate an additional 31,864 full-time equivalent students, bringing the total FTE student level to approximately 1,094,006.
- Cost of Living Adjustments. The budget includes \$81.9 million for cost of living adjustments to fund a 2.00 percent statutory COLA for both general purpose funds and categorical programs such as the Basic Skills program, Disabled Students Programs and Services, EOPS and CARE. This amount is equal to the COLA granted to the K-12 system.
- Instructional Equipment & Library Materials. The budget includes an additional \$34 million for a total of \$49 million in funding for instructional materials, \$22.9 million of which is in one-time funding from the Proposition 98 Reversion Account and \$26.1 million of which is in ongoing Proposition 98 funds. The funds will be used to replace worn out, obsolete, or inadequate equipment and instructional materials and would continue the match requirement at the current rate of one local dollar for every three state dollars provided.
- Scheduled Maintenance & Special Repairs. The budget includes an additional \$32 million for a total of \$49 million for scheduled maintenance and special repairs, \$22.9 million of which is in one-time funding from the Proposition 98 Reversion Account and \$26.1 million of which is in ongoing Proposition 98 funds. These funds will be used to augment resources available for scheduled maintenance and special repairs, hazardous substances removal, and American with Disabilities Act compliance projects and would continue the match requirement at the current rate of one local dollar for every state dollar.

- Part-time Faculty. The budget maintains \$57 million for Part-time faculty compensation and \$7.2 million for the Part-time Faculty Office Hours Program, shifting this funding from the Proposition 98 Reversion Account to the permanent base budget.
- CalWORKs. The budget includes \$63 million for services to CalWORKs recipients, which represents a reduction of \$18 million dollars. \$20 million dollars of state funds must be matched by local community colleges 1:1.
- Matriculation Activities. The budget includes a \$22 million reduction in matriculation services, leaving \$54.3 million for these activities. The matriculation program requires a 3:1 district match.
- Fund for Student Success. The budget includes a \$10 million reduction from the Fund for Student Success, leaving \$6.2 million in the program.
- Telecommunications & Technology Infrastructure Program. The budget includes a \$19.8 million reduction in the telecommunications and technology infrastructure program used for training and local improvements, leaving \$24.5 million for this program.
- Economic Development. The budget includes a \$9.9 million reduction for the Economic Development Program.
- Faculty & Staff Development. The budget includes a \$5.2 million reduction that eliminates the Faculty & Staff Development Program ran out of the Chancellor's Office.
- State Operations. The budget includes a \$1.2 million reduction to eliminate 15.5 employee positions in the Community Colleges Chancellor's Office used to support the administration of various programs.

CALIFORNIA STATE UNIVERSITY

Major Provisions

The major provisions of the budget for the California State University include:

- Base Increase. The budget includes a \$37.7 million increase in the state's base funding support, for a 1.5 percent general fund increase.
- Student Fees. For the eighth consecutive year, there is not an n increase in student fees.
- Enrollment Growth. The budget includes a \$97.6 million to fully fund enrollment growth at 15,038 additional full-time equivalent students, including continued funding support for enrollment growth at ten CSU campuses during the summer term.

- Governor's Teaching Fellowship Awards. The budget includes a suspension of the Governor's Teaching Fellowship Awards and a conversion of 1,000 awards to Assumption Program of Loans for Education, saving the state \$21 million in general fund support in the budget year.
- Instructional Materials, Deferred Maintenance, Information Technology and Library Materials. The budget includes a reduction of \$43 million in instructional materials, deferred maintenance, information technology and library materials.
- Institutional Financial Aid Programs. The budget includes a \$14.5 million reduction to institutional financial aid programs.
- **Teacher Training.** The budget includes a reduction of \$6 million reduction for the Educational Technology Professional Development Program, eliminating the program.

UNIVERSITY OF CALIFORNIA

Major Provisions

The major provisions of the budget for the University of California include:

- Base Increase. The budget includes a \$47.6 million increase in the state's base funding support, for a 1.5 percent general fund increase.
- Student Fees. For the eighth consecutive year, there is not a proposed increase in student fees.
- Enrollment Growth. The budget includes \$69 million to fully fund enrollment growth at 7,700 additional full-time equivalent students, including continued funding support for enrollment growth at the Berkeley, Los Angeles and Santa Barbara campus during the summer term. In addition, the budget provides \$8.4 million to fund, at the agreed-upon marginal cost of instruction, the full cost of existing summer enrollment (897 FTE) at the Davis campus and to "buy down" summer fees for new summer enrollments at the Irvine, Riverside, San Diego and Santa Cruz campuses.
- UC Merced. The budget includes \$13.9 million for start-up cost associated with faculty recruitment at UC Merced and includes \$2.3 million for the continuation of Central Valley outreach associated with the Merced campus.
- K-12 Outreach Programs. The budget includes an \$8 million reduction to K-12 outreach programs as part of a \$25 million legislative restoration to the Governor's proposed \$32 million reduction to these programs. Of the \$25 million legislative restoration, \$4.3 million is to be derived by an increase in non-resident tuition by six percent.

- **Research**. The budget includes a \$32 million reduction in state-supported research, with all research programs receiving a 10% across the board decrease in funding.
- Instructional Materials, Deferred Maintenance, Information Technology and Library Materials. The budget includes a reduction of \$29 million in instructional materials, deferred maintenance, information technology and library materials.
- Institutional Financial Aid Programs. The budget includes a \$17 million reduction in institutional financial aid programs.
- K-12 Internet2. The budget includes a \$9.95 million reduction for the K-12 Internet2 program, leaving \$22 million in the program.
- Teacher Training. The budget includes a general fund reduction of \$50.7 million for the California Professional Development Institutes, shifting funding for this program to K-12 districts.

HASTINGS COLLEGE OF LAW

Major Provisions

The major provisions of the Hastings College of Law budget include:

• General Fund Support. The budget includes a \$227,000 in the base budget, which corresponds to the 1.5 percent increase provided to UC and CSU in their base budgets.

CALIFORNIA STUDENT AID COMMISSION

Major Provisions

- Cal Grant Entitlement and Competitive Programs. The budget includes \$673.6 million to fully fund the Cal Grant Entitlement program and provide the statutorily required 22,500 competitive awards.
- California Work-Study Program and Cal Grant C Awards. The budget includes current year finding of \$5.3 for the California Work-Study Program and \$4 million for the Cal Grant C awards.

 Cal Grant T. The budget includes a reduction of \$4 million for the Cal Grant T awards program due to the state's fiscal situation.

CALIFORNIA POSTSECONDARY EDUCATION COMMISSION

Major Provisions

General Fund Reductions. The budget includes a \$1.3 million reduction to the CPEC support budget.

CALIFORNIA STATE LIBRARY



Major Provisions

The major provisions of the California State Library budget include:

- Public Library Foundation. The budget includes a reduction of \$21.5 million reduction for the Public Library Foundation.
- Library of California. The budget includes a reduction of \$2.39 million for the Library of California, leaving \$1 million in the program.
- Civil Liberties Education Grants. The budget includes a restoration of the Governor's proposed \$750,000 reduction to the Civil Liberties Education Grants program, leaving the program at it's \$1 million current year funding level.